



Sonnenberg & Company, CPAs

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Leonard C. Sonnenberg, CPA

Wynola Water District Audited Financial Statements June 30, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Wynola Water District

We have audited the accompanying financial statements of Wynola Water District, (the "District"), which comprise the statement of net position as of June 30, 2021, and the related statement of revenues, expenses, changes in net position as of and for the year then ended, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirements for California Special Districts. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Wynola Water District as of June 30, 2021, and the respective changes in financial position, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America, as well as accounting systems prescribed by the State Controller's Office and state regulations governing Special Districts.

Report on Summarized Comparative Information

We have previously audited the Wynola Water District's June 30, 2020 financial statements, and we expressed an unmodified audit opinion on those financial statements our report dated September 15, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information on pages i through iv and Budget to Actual Comparison Schedule on page 12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

August 20, 2021


Sonnenberg & Company, CPAs

Wynola Water District

MANAGEMENT'S DISCUSSION AND ANALYSIS

Wynola Water District
Management's Discussion and Analysis
For the Year Ended June 30, 2021

The following Management's Discussion and Analysis (MD&A) of activities and financial performance of the Wynola Water District (District) provides an introduction to the financial statements of the District for the year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with the basic financial statements and related notes, which follow this section.

Financial Highlights

- The District's net position increased 21% or \$109,263 from \$521,498 to \$630,761 respectively in FY2020 and FY2021. The increase in net position is how the District annually generates sufficient net income to then spend on capital improvement projects on a pay-go basis. The increase in cash will be utilized in future fiscal year(s) for capital improvement spending.
- The District's total revenue increased 34% or \$41,110 from \$122,157 to \$163,267, respectively in FY2020 and FY2021. The increase is due mainly to an increase in the water rate and quarterly maintenance fee, which is \$37,799.
- The District's total expense decreased 15% or \$9,799 from \$63,803 to \$54,004, respectively in FY2020 and FY2021 due to overall less spending on professional fee, repairs and maintenance, water operating, testing, transporting, and other administrative costs.

Financial Analysis of the District

One of the most important questions asked about the District's finances "Is the District better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position report information about the District in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting method used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the District's *net position* and change in net position. You can think of the District's net position - the difference between assets and liabilities - as one way to measure the District's financial health, or *financial position*. Over time, *increases or decreases* in the District's net position are one indicator of whether its *financial health* is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning and new or changed government legislation, such as changes in Federal and State water quality standards.

Wynola Water District
Management's Discussion and Analysis
For the Year Ended June 30, 2021

See Financial Analysis of the Statements on page iv for more detailed information.

Required Financial Statements

This annual report consists of a series of financial statements. The Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position and Statement of Cash Flows provide information about the activities and performance of the District using accounting methods similar to those used by private sector companies.

The Statement of Net Position includes all of the District's investments in resources (assets), the obligations to creditors (liabilities), and net position. It also provides the basis for computing a rate of return, evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District. All of the current year's revenue and expenses are accounted for in the Statement of Revenues, Expenses and Changes in Net Position. This statement measures the success of the District's operations over the past year and can be used to determine if the District has successfully recovered all of its costs through its rates and other charges. This statement can also be used to evaluate profitability and credit worthiness. The final required financial statement is the Statement of Cash Flows, which provides information about the District's cash receipts and cash payments during the reporting period. The Statement of Cash Flows reports cash receipts, cash payments and net changes in cash resulting from operations, investing, and financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes to the basic financial statements can be found on pages 6 through 11.

Budgetary Highlights

See Required Supplementary Information - Budget to Actual Report on page 12 for more detailed information. Major differences between the actual figures and the original budgeted figures can be briefly summarized as follows:

- Total revenue was \$64,742 more than anticipated due to the increase of service charges.
- Total expense was \$5,704 more than anticipated mainly due to non-budgeted depreciation expense.

Wynola Water District
Management's Discussion and Analysis
For the Year Ended June 30, 2021

Capital Asset Administration

The District's capital assets include Central System Equipment, Source of Supply - Wells, Access Roads & Well Site Preparation, and Storage Tanks & Distribution System. At June 30, 2021, the District had invested \$293,307 in capital assets as shown below.

	Beginning Balance	Additions	Deletions	Ending Balance
Pumps, Valves, and Equipment	\$ 223,900	\$ -	\$ -	\$ 223,900
Source of Supply - Wells	101,283	-	-	101,283
Access Roads & Well Site Preparation	27,145	-	-	27,145
Storage Tanks & Distribution System	366,714	-	-	366,714
Total Capital Assets	719,042	-	-	719,042
Accumulative Depreciation	(411,193)	(14,542)	-	(425,735)
Net Capital Assets	\$ 307,849	\$ (14,542)	-	\$ 293,307

Debt Administration

As of June 30, 2021 the District had no long-term debt. No new debt was issued during the year and the District has no immediate needs to issue additional debt.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it manages. If you have questions about this report or need additional financial information, contact the District's Treasurer at cogan_cpa@hotmail.com or P.O. Box 193, Santa Ysabel, CA 92070.

Wynola Water District
Financial Analysis of the Statements

	<u>2021</u>	<u>2020</u>	<u>Incr (Decr)</u>	<u>% Change</u>
<u>Condensed Statement of Net Position:</u>				
Operating Assets:				
Cash	\$ 301,501	\$190,401	\$ 111,100	58%
Receivables	35,060	24,580	10,480	43%
Capital Assets (Net of Depreciation)	293,307	307,849	(14,542)	-5%
Total Assets	<u>634,994</u>	<u>522,830</u>	<u>112,164</u>	<u>21%</u>
Liabilities:				
Accounts Payable	4,007	1,332	2,675	201%
Other Accrued Liabilities	226	-	226	100%
Total Liabilities	<u>4,233</u>	<u>1,332</u>	<u>2,901</u>	<u>218%</u>
Net Position:	<u>630,761</u>	<u>521,498</u>	<u>109,263</u>	<u>21%</u>
Total Liabilities & Net Position	<u>\$ 634,994</u>	<u>\$522,830</u>	<u>\$ 112,164</u>	<u>21%</u>

Condensed Statement of Revenues, Expenses and Changes in Net Position:

Revenues:				
Charges for Services	\$ 133,471	\$ 95,672	\$ 37,799	40%
Property Taxes and Assessments	27,371	25,531	1,840	7%
Interest Income	25	42	(17)	-40%
Other Revenues	2,400	912	1,488	163%
Total Revenues	<u>163,267</u>	<u>122,157</u>	<u>41,110</u>	<u>34%</u>
Expenses:				
Administrative and General	12,377	7,904	4,473	57%
Depreciation	14,542	14,542	-	0%
Insurance	3,625	3,704	(79)	-2%
Professional Services	5,590	8,376	(2,786)	-33%
Repairs and Maintenance	5,040	10,697	(5,657)	-53%
Utilities	9,479	10,584	(1,105)	-10%
Water Operating, Testing, and Transport	3,351	7,996	(4,645)	-58%
Total Expenses	<u>54,004</u>	<u>63,803</u>	<u>(9,799)</u>	<u>-15%</u>
Change In Net Position	109,263	58,354	50,909	87%
Beginning Net Position	<u>521,498</u>	<u>463,144</u>	<u>58,354</u>	<u>13%</u>
Ending Net Position	<u>\$ 630,761</u>	<u>\$ 521,498</u>	<u>\$ 109,263</u>	<u>21%</u>

Wynola Water District

FINANCIAL STATEMENTS

Wynola Water District
Statement of Net Position
June 30, 2021
(With Summarized Comparative Totals for June 30, 2020)

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 301,501	\$ 190,401
Accounts Receivable	35,060	24,580
Other Assets	5,126	-
Capital Assets	719,042	719,042
Less Accumulated Depreciation	<u>(425,735)</u>	<u>(411,193)</u>
Capital Assets, Net	<u>293,307</u>	<u>307,849</u>
TOTAL ASSETS	<u>\$ 634,994</u>	<u>\$ 522,830</u>
 LIABILITIES		
Accounts Payable	\$ 4,007	\$ 1,332
Other Accrued Liabilities	<u>226</u>	<u>-</u>
TOTAL LIABILITIES	<u>4,233</u>	<u>1,332</u>
 NET POSITION		
Net Invested in Capital Assets	293,307	307,849
Unrestricted	<u>337,454</u>	<u>213,649</u>
TOTAL NET POSITION	<u>630,761</u>	<u>521,498</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 634,994</u>	<u>\$ 522,830</u>

The accompanying notes are an integral part of this financial statement

Wynola Water District
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2021
(With Summarized Comparative Totals for the Year Ended June 30, 2020)

	<u>2021</u>	<u>2020</u>
REVENUES		
Charges for Services	\$ 133,471	\$ 95,672
Property Taxes and Assessments	27,371	25,531
Interest Income	25	42
Other Revenues	2,400	912
TOTAL REVENUES	<u>163,267</u>	<u>122,157</u>
EXPENSES		
Administrative and General	12,377	7,904
Depreciation	14,542	14,542
Insurance	3,625	3,704
Professional Services	5,590	8,376
Repairs and Maintenance	5,040	10,697
Utilities	9,479	10,584
Water Operating, Testing, and Transport	3,351	7,996
TOTAL EXPENSES	<u>54,004</u>	<u>63,803</u>
Change in Net Position	\$ 109,263	\$ 58,354
Net Position, Beginning of Year	<u>521,498</u>	<u>463,144</u>
Net Position, End of Year	<u>\$ 630,761</u>	<u>\$ 521,498</u>

The accompanying notes are an integral part of this financial statement

Wynola Water District
Statement of Cash Flows
For the Year Ended June 30, 2021
(With Summarized Comparative Totals for the Year Ended June 30, 2020)

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Receipts from customers	\$ 152,988	\$ 106,492
Payments to suppliers	<u>(41,913)</u>	<u>(48,819)</u>
Net Cash Provided by Operating Activities	<u>111,075</u>	<u>57,673</u>
Cash Flows from Capital Financing Activities		
Acquisition and Construction of Capital Assets	<u>-</u>	<u>(16,407)</u>
Net Cash Used in by Capital Financing Activities	<u>-</u>	<u>(16,407)</u>
Cash Flows from Investing Activities		
Interest Income	<u>25</u>	<u>42</u>
Net Cash Provided by Investing Activities	<u>25</u>	<u>42</u>
Net Increase in Cash	111,100	41,308
Cash - Beginning of the Year	<u>190,401</u>	<u>149,093</u>
Cash - End of the Year	<u>\$ 301,501</u>	<u>\$ 190,401</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Change in Net Position	\$ 109,263	\$ 58,354
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation	14,542	14,542
Change in Operating Assets and Liabilities:		
Decrease (Increase) in Accounts Receivable	(10,480)	(15,623)
Decrease (Increase) in Other Assets	(5,126)	-
Increase (Decrease) in Accounts Payable	2,675	442
Increase (Decrease) in Other Accrued Liabilities	<u>226</u>	<u>-</u>
Net Cash Provided By Operating Activities	<u>\$ 111,075</u>	<u>\$ 57,673</u>

The accompanying notes are an integral part of this financial statement

Wynola Water District

NOTES TO FINANCIAL STATEMENTS

Wynola Water District
Notes to Financial Statements
For the Year Ended June 30, 2021

Note 1. Reporting Entity

Wynola Water District (the District) was established in 1969 to support a community water system within the approximate 0.4 square mile Wynola Estates development. The District is located in an unincorporated area adjacent to the Cleveland National Forest, west of the community of Julian. The District pumps and distributes local groundwater to 86 units in Wynola Estates Homeowners' Association (the Association). The District owns eleven wells and two reservoir storage tanks with a combined capacity of approximately 111,000 gallons. The District is governed by an elected 5-member Board of Directors.

The District accounts for its financial transactions in accordance with the policies and procedures for the Irrigation District Law, now Division 11 of the California State Water Code. The accounting policies of the District conform to accounting principles generally accepted in the United State of American ("GAAP") as applicable to governments and to general practice within California Special Districts. The District accounts for its financial transactions in accordance with the policies and procedures of the State Controller's Office Division of Local Government Fiscal Affairs Minimum Audit Requirements and Reporting Guidelines for California Special Districts.

The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Cod. Sec. 2100 "Defining the Financial Reporting Entity". The District is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the District appoints a voting majority of the component unit's board, or because the component unit will provide a financial benefit or impose a financial burden on the District. The District has no component units. Additionally, the District is not a component unit of any other reporting entity as defined by the GASB statement

Note 2. Summary of Significant Accounting Policies

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs of providing water to its customers on a continuing basis be financed or recovered primarily through user charges (water sales and services) or similar funding. Revenues and expenses are recognized on the full accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred, regardless of when the related cash flow took place. Operating revenues and expenses are generated

Wynola Water District
Notes to Financial Statements
For the Year Ended June 30, 2021

Note 2. Summary of Significant Accounting Policies (continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(continued)

and incurred through the water sales activities to the District's customers. Administration and depreciation expenses are also considered operating expenses. Other revenues and expenses not included in the above categories are reported as non-operating revenues and expenses.

The District's basic financial statements are presented in conformance with the provisions of BASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, and subsequently amended by GASB Statement No. 61. This statement established revised financial reporting requirements for state and local governments throughout the United State for the purpose of enhancing the understandability and usefulness of financial reporting.

The District's basic financial statements are also presented in conformance with the provisions of GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. The objective of this Statement is to provide guidance to include two classifications separate from assets and liabilities. Amounts reported as deferred outflows of resources are required to be reported in a Statement of Net Position in separate section following assets. Similarly, amounts reported as deferred inflows of resources are required to be reported in a Statement of Net Position in a separate section following liabilities. In addition, the totals of these two new classifications should be added to the total or assets and liabilities, respectively.

The District did not have any deferred inflows or outflows of resources as of June 30, 2021.

Cash and Investments

For purposes of the statement of cash flows, cash and cash equivalents consist of short-term highly liquid investments with original maturities of ninety days or less from the date of purchase. These include cash on hand, and deposits in banks. The District did not have any investment for the year ended June 30, 2021.

Water Sales:

Water sales revenue is recorded when water is delivered and service is rendered.

Wynola Water District
Notes to Financial Statements
For the Year Ended June 30, 2021

Note 2. Summary of Significant Accounting Policies (continued)

Accounts Receivable and Allowance for Doubtful Accounts:

Management believes that all accounts receivable are fully collectible; therefore no allowance for doubtful accounts was recorded as of June 30, 2021.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. A capitalization threshold of \$5,000 is used.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets Class</u>	<u>Estimated Useful Lives</u>
Central System Equipment	20
Source of Supply - Wells	50
Storage Tanks & Distribution System	20
Access Roads & Well Site Preparation	20

Net Position:

The financial statements utilize a net position presentation. Net position is categorized as follows:

- Net Investment in Capital Assets Component of Net Position- This component of net position consists of capital assets, net of accumulated depreciation and reduced by any debt outstanding against the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt is included in this component of net position
- Restricted Component of Net Position - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. The District had no restricted net position at June 30, 2021.
- Unrestricted Component of Net Position - This component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of the net investment in capital assets or restricted component of net position.

Wynola Water District
Notes to Financial Statements
For the Year Ended June 30, 2021

Note 2. Summary of Significant Accounting Policies (continued)

Property Taxes

Secured property taxes attach as an enforceable lien on property annually on January 1. Taxes are payable in two installments on November 1 and February 1 and are delinquent after December 10 and April 10 respectively. Unsecured property taxes are payable in one installment on or before August 31. The County of San Diego bills and collects taxes for the District.

The District receives property taxes under the Teeter Plan, whereby the County of San Diego determines the amounts due and pays the District ratably throughout the year with the County of San Diego bearing the risk of delinquent property taxes and retaining any interest and penalties earned thereon.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Budgetary Accounting:

The District adopts an annual non-appropriated budget for planning, control, and evaluation purposes. Budgetary control and evaluation are affected by comparisons of actual revenues and expenses with planned revenues and expenses for the period.

Prior Year Summarized Totals

The summarized totals reported for the year ended June 30, 2020 are included to provide a basis for comparison and present reclassified summarized totals only. Accordingly, the amounts are not intended to present all information necessary to be in conformity with accounting principles generally accepted in the United States of America. Accordingly, it should be read in conjunction with the District's financial statements for the year ended June 30, 2020 from the summarized information was derived.

Note 3. Cash

Cash in Banks

Deposits at FDIC-insured institutions are insured up to at least \$250,000 per depositor. The uninsured funds for the year ended June 30, 2021 was \$52,401. As of June 30, 2021, the District's cash balance was \$301,501. Management of the District believes that it is not exposed to any significant credit risk with respect to its cash balances.

Wynola Water District
Notes to Financial Statements
For the Year Ended June 30, 2021

Note 4. Accounts Receivable

Accounts receivable as of June 2021 consist of the following:

Water Usage Billing \$ 35,060

Management believes all amounts are fully collectible. There was no bad debt expense for the year ended June 30, 2021.

Note 5. Capital Assets

Summary of changes in capital assets for the ear ended June 30, 2021, were as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Pumps, Valves, and Equipment	\$ 223,900	\$ -	\$ -	\$ 223,900
Source of Supply - Wells	101,283	-	-	101,283
Access Roads & Well Site Preparation	27,145	-	-	27,145
Storage Tanks & Distribution System	366,714	-	-	366,714
Total Capital Assets	719,042	-	-	719,042
Accumulative Depreciation	(411,193)	(14,542)	-	(425,735)
Net Capital Assets	\$ 307,849	\$ (14,542)	-	\$ 293,307

Depreciation expense was \$14,542 for the year ended June 30, 2021.

Note 6. Risk Management

The District is insured under a plan for commercial general liability. No claims have been asserted during the fiscal year under examination, and there are no unpaid claims.

Note 7. Economic Dependency

The District produces water from its own wells. Interruption of this source would impact the District negatively.

Wynola Water District
Notes to Financial Statements
For the Year Ended June 30, 2021

Note 8. Board of Directors

The District is governed by five elected Board of Directors. The Board of Directors for fiscal year ended June 30, 2021 was composed of the following members.

<u>Name</u>	<u>Officer Title</u>	<u>Term Expires</u>
Tim Taschler	President	December 2024
Steven Kincaid	Vice President	December 2022
Ron Placa	Director	December 2022
Bonni S. Cogan	Director	December 2022
Sandra McCann	Director	December 2024

With the Board of Director's approval, a board member provides administrative services to the District. The total payment made to the board member was \$3,600 for the year ended June 30, 2021.

Note 9. Implementation of New GASB Pronouncements

GASB Statement No. 95 - In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later. Application of this statement did not have a material effect on the District's financial statements for the fiscal year ending June 30, 2021.

Note 10. Risks and Uncertainties:

The spread of Coronavirus (COVID-19) during 2020 and 2021 has caused a substantial impact on the U.S. economy. There is significant uncertainty around the effects and duration of business interruption related to COVID-19. The extent of the impact on the District's operations, management, employees, vendors, and clients/consumers/owners, will depend on certain developments, which cannot be determined at this time.

Note 11. Management's Review:

The District's Management has evaluated subsequent events through August 20, 2021, the date the financial statements were available to be issued.

Wynola Water District

REQUIRED SUPPLEMENTARY INFORMATION

Wynola Water District
Budget to Actual Comparison Schedule
For the Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:			
Charges for Services	\$ 74,600	\$ 133,471	\$ 58,871
Property Taxes and Assessments	23,900	27,371	3,471
Other Revenues	<u>-</u>	<u>2,400</u>	<u>2,400</u>
TOTAL REVENUES	\$ <u>98,500</u>	\$ <u>163,242</u>	\$ <u>64,742</u>
EXPENSES:			
Administrative and General	10,400	12,377	(1,977)
Depreciation	- #	14,542	(14,542)
Insurance	4,100	3,625	475
Professional Services	5,000	5,590	(590)
Repairs and Maintenance	14,000	5,040	8,960
Utilities	10,800	9,479	1,321
Water Operating, Testing, and Transpo	<u>4,000</u>	<u>3,351</u>	<u>649</u>
TOTAL EXPENSES	\$ <u>48,300</u>	\$ <u>54,004</u>	\$ <u>(5,704)</u>

Depreciation expense was recorded using accrual of accounting.