

ROGUE VALLEY SEWER SERVICES

Notes to Financial Statements

June 30, 2020 and 2019

11. Annexation of Sewer Services and Assets

In 2018 the voters of Shady Cove approved Resolution 18-11 which approved the annexation of the City of Shady Cove sewer systems by RVS. The transition took place on July 1, 2019. The beginning net asset as of July 1, 2019 where restated to record the transition. The restatement made is as follows:

	Balance at June 30, 2019	Shady Cove Annexation Amounts	Restated Balance at July 1, 2019
Land	\$ 427,982	\$ 58,403	\$ 486,385
Utility plant	<u>115,975,311</u>	<u>4,647,057</u>	<u>120,622,368</u>
Total	<u>\$ 116,403,293</u>	<u>\$ 4,705,460</u>	<u>\$ 121,108,753</u>
Net position	<u>\$ 96,363,611</u>	<u>\$ 4,705,460</u>	<u>\$ 101,069,071</u>