

# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

FINANCIAL STATEMENTS  
AND REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED  
JUNE 30, 2006



**B. L. MYERS**

*CERTIFIED PUBLIC ACCOUNTANT*

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The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that every entry should be supported by a valid receipt or invoice. This ensures transparency and allows for easy verification of the data.

In the second section, the author outlines the various methods used to collect and analyze the data. This includes both primary and secondary data collection techniques. The primary data was gathered through direct observation and interviews with key stakeholders.

The third section details the results of the data analysis. It shows a clear trend of increasing activity over the period studied. The data indicates that the majority of transactions occur during the middle of the day, which has implications for resource allocation.

Finally, the document concludes with a series of recommendations based on the findings. It suggests that certain processes should be streamlined to improve efficiency. Additionally, it recommends regular audits to ensure the continued accuracy of the records.

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**FINANCIAL STATEMENTS**  
**AND REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2006**

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# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## MANAGEMENT DISCUSSION AND ANALYSIS

Our discussion and analysis of the Pliocene Ridge Community Services District provides an overview of the district's financial activity for the fiscal year ended June 30, 2006. It should be read in conjunction with the financial statements which begin on page 6.

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 6 and 7) provide information about the activities of the district as a whole and present a longer-term view of the district's finances. Fund financial statements start on page 8. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the district's operations in more detail than the government-wide statements by providing information about the district's most significant funds.

### **Reporting on the District as a Whole**

Our analysis of the district as a whole begins on page 2. One of the most important questions asked about the district's finances is, "Is the district as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the district as a whole and about its activities in a way that help answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by the private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the district's net assets and changes in them. You can think of the district's net assets - 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 assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the district's property tax base and the condition of the district's lighting system and fire trucks, to assess the overall health of the district.

In the Statement of Net Assets and the Statement of Activities, we divide the district into three kinds of activities:

- \* Governmental activities - Most of the district's basic services are reported here. Property taxes finance most of these activities.
- \* Business-type activities - The district charges a fee to customers to help it cover all or most of the cost of certain services it provides. The district had no business-type activities at June 30, 2006.
- \* Component units - Although legally separate, component units (such as a redevelopment agency) are important because the district is financially accountable for them. The district had no component units in the current year.

### **Reporting the District's Most Significant Funds**

Our analysis of the district's major funds begins on page 6. The fund financial statements begin on page 8 and provide detailed information about the most significant funds - not the district as a whole. The district board establishes funds to help it control and manage money for particular



purposes or to show that it is meeting legal responsibilities for using certain taxes and other money.

\* Governmental funds - Most of the district's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the district's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the district's programs. We describe the relationship between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in a reconciliation at the bottom of the fund financial statements.

### Financial Analysis

The district began operations in July, 2005; therefore, there are no financial balances at June 30, 2005. Program expenses by function, general revenues by major source, net of revenues over expenses and total assets are presented in the Statement of Activities and Changes in Net Assets.

The district's combined Net Assets for fiscal year ended June 30, 2006 and 2005 were:

	GOVERNMENTAL		BUSINESS-TYPE		TOTAL	
	ACTIVITIES		ACTIVITIES			
	2006	2005	2006	2005	2006	2005
<b>Assets</b>						
Current Assets	\$ 12,746	\$ -	\$ -	\$ -	\$ 12,746	\$ -
Accounts Receivable	4,792				4,792	
Deposits	175				175	
Capital Assets	245,945		-	-	245,945	-
<b>Total Assets</b>	<b>\$ 263,658</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 263,658</b>	<b>\$ -</b>
<b>Liabilities</b>						
Current Liabilities	\$ 1,218	\$ -	\$ -	\$ -	\$ 1,218	\$ -
Noncurrent Liabilities			-	-	-	-
<b>Total Liabilities</b>	<b>\$ 1,218</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,218</b>	<b>\$ -</b>
<b>Net Assets:</b>						
Invested in Capital Assets	\$ 245,945	\$ -	\$ -	\$ -	\$ 245,945	\$ -
Unrestricted	16,495		-		16,495	
<b>Total Net Assets</b>	<b>\$ 262,440</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 262,440</b>	<b>\$ -</b>





The district's programs for governmental activities include general government, street lighting, and providing fire protection services.

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2006	2005	2006	2005	2006	2005
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for service	\$ 7,350	\$ -	\$ -	\$ -	\$ 7,350	\$ -
<b>General Revenues</b>						
Property taxes	24,824	-	-	-	24,824	-
Donations	11,709	-	-	-	11,709	-
Other general revenues	1,500	-	-	-	1,500	-
<b>Total Revenues</b>	<b>\$ 45,382</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 45,382</b>	<b>\$ -</b>
<b>Program Expenses</b>						
General government	\$ 43,150	\$ -	\$ -	\$ -	\$ 43,150	\$ -
<b>Total Program Expenses</b>	<b>\$ 43,150</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 43,150</b>	<b>\$ -</b>
Excess (Deficiency)	\$ 2,232	\$ -	\$ -	\$ -	\$ 2,232	\$ -
<b>Increase (Decrease) in Net Assets</b>	<b>\$ 2,232</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,232</b>	<b>\$ -</b>
Net Assets July 1	-	-	-	-	-	-
<b>Net Assets June 30</b>	<b>\$ 2,232</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,232</b>	<b>\$ -</b>

### Budgetary Highlights

The district made no revisions to the June 30, 2006 budget. The actual charges to appropriations (expenditures) were \$68 below the final budget amounts. The resources available for appropriation (revenues) were \$5,182 above the final budgeted amount.



## Operating Expenses

### SUMMARY OF OPERATING EXPENSES BY OBJECT

	2006		2005		PERCENT INCREASE (DECREASE)
	AMOUNT	PERCENT OF TOTAL	AMOUNT	INCREASE DECREASE	
Personal services	\$ 501	1%	\$ -	\$ 501	
Communications	905	2%		905	
Supplies	989	2%		989	
Fuel	1,185	3%		1,185	
Insurance	8,750	20%		8,750	
Maintenance	4,322	10%		4,322	
Training	1,050	2%		1,050	
Professional services	1,029	2%		1,029	
Special district expense	-	0%		-	
Taxes and licenses	477	1%		477	
Utilities	9,681	22%		9,681	
Depreciation	14,263	33%		14,263	
<b>Total Operating Expenses</b>	<b>\$ 43,150</b>	<b>100%</b>	<b>\$ -</b>	<b>\$ 43,150</b>	<b>0%</b>

### Capital Assets

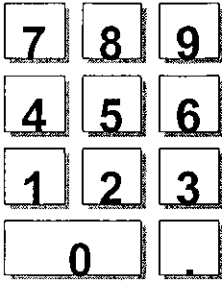
The district's investment in capital assets as of June 30, 2006, amounted to \$245,945 for governmental activities. Amounts are net of accumulated depreciation. Capital assets for governmental activities consist of operating equipment, fire protection equipment and buildings. Depreciation expense was recorded at \$14,263 for governmental activities.

### Economic Factors and Future Outlook

The Pliocene Ridge Community Services District provides street lighting and fire protection services to three foothill villages with a current population of about 100. This population is expected to remain constant for the foreseeable future.







**B. L. MYERS**  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Pliocene Ridge Community Services District  
Pike, California

I have audited the accompanying financial statements of the governmental activities and business-type activities of Pliocene Ridge Community Services District, as of June 30, 2006 and for the year then ended, which collectively comprise the district's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the district's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the business-type activities of the Pliocene Ridge Community Services District as of June 30, 2006, and the respective changes in financial position and cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1, the district has implemented a new financial reporting model as required by the provisions of GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as of June 30, 2004.

The management's discussion and analysis and budgetary comparison information on pages 1 through 4 and page 19, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

B. L. Myers  
Certified Public Accountant  
August 8, 2006





# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## STATEMENT OF NET ASSETS JUNE 30, 2006

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
Cash	\$ 12,746	\$ -	\$ 12,746
Accounts receivable	4,792	-	4,792
Deposits	175	-	175
Capital assets (net)	245,945	-	245,945
<b>Total Assets</b>	<b>\$ 263,658</b>	<b>\$ -</b>	<b>\$ 263,658</b>
<b>LIABILITIES</b>			
Accounts payable	\$ 1,218	\$ -	\$ 1,218
<b>Total Liabilities</b>	<b>\$ 1,218</b>	<b>\$ -</b>	<b>\$ 1,218</b>
<b>NET ASSETS</b>			
Invested in capital assets	\$ 245,945	\$ -	\$ 245,945
Unrestricted	16,495	-	16,495
<b>Total Net Assets</b>	<b>\$ 262,440</b>	<b>\$ -</b>	<b>\$ 262,440</b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE STATEMENTS



# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2006

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	
<b>Primary Government</b>					
General government	\$ 43,150	\$ 7,350	\$ -	\$ -	\$ (35,801)
Total Governmental Activities	\$ 43,150	\$ 7,350	\$ -	\$ -	\$ (35,801)
<b>Business-type activities</b>					
none	\$ -	\$ -	\$ -	\$ -	\$ -
Total Business-type Activities	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Primary Government</b>	\$ 43,150	\$ 7,350	\$ -	\$ -	\$ (35,801)
<b>Component Unit</b>	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Component Unit</b>	\$ -	\$ -	\$ -	\$ -	\$ -

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
<b>Changes in Net Assets</b>				
Net (Expense) Revenue	\$ (35,801)	\$ -	\$ (35,801)	\$ -
General Revenues:				
Property taxes, levied for general purposes	\$ -	\$ -	\$ -	\$ -
Special assessments	24,824	-	24,824	-
Grants and contributions not restricted to specific programs	11,709	-	11,709	-
Investment earnings	0	-	0	-
Miscellaneous	1,500	-	1,500	-
Transfers	-	-	-	-
Total general revenues and transfers	\$ 38,033	\$ -	\$ 38,033	\$ -
Change in net assets	\$ 2,232	\$ -	\$ 2,232	\$ -
Net Assets - July 1	-	-	-	-
<b>Net Assets - June 30</b>	\$ 2,232	\$ -	\$ 2,232	\$ -

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE STATEMENTS





# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2006

	GENERAL FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>			
Cash	\$ 12,746	\$ -	\$ 12,746
Accounts receivable	4,792		4,792
Deposits	175		175
<b>Total Assets</b>	<b>\$ 17,713</b>	<b>\$ -</b>	<b>\$ 17,713</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Accounts payable	\$ 1,218	\$ -	\$ 1,218
<b>Total Liabilities</b>	<b>\$ 1,218</b>	<b>\$ -</b>	<b>\$ 1,218</b>
<b>Fund Balances</b>			
Reserved for:	\$ -	\$ -	\$ -
Unreserved, reported in:			
General Fund	16,495		16,495
<b>Total Fund Balances</b>	<b>\$ 16,495</b>	<b>\$ -</b>	<b>\$ 16,495</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 17,713</b>	<b>\$ -</b>	
Amounts reported for <i>governmental activities</i> in the statement of net assets (page 6) are different because:			
--Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			\$ 245,945
--Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.			-
<b>Total Net Assets - Governmental Activities</b>			<b>\$ 262,440</b>





# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2006

	GENERAL FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES</b>			
Property taxes	\$ 24,824	\$ -	\$ 24,824
Fees for service	7,350		7,350
Interest	0		0
Other income	1,500		1,500
Donations	11,709		11,709
<b>Total Revenues</b>	<b>\$ 45,382</b>	<b>\$ -</b>	<b>\$ 45,382</b>
<b>EXPENDITURES</b>			
Current	\$ -	\$ -	\$ -
Administrative Services	28,887		28,887
Debt Service			-
Capital Outlay	-		-
<b>Total Expenditures</b>	<b>\$ 28,887</b>	<b>\$ -</b>	<b>\$ 28,887</b>
Excess (deficiency) of Revenues over Expenditures	\$ 16,495	\$ -	\$ 16,495
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	\$ -	\$ -	\$ -
Transfers out	-		-
<b>Total Other Financing Sources and uses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>SPECIAL ITEM</b>			
	\$ -	\$ -	\$ -
Net Change in Fund Balances	\$ 16,495	\$ -	\$ 16,495
Fund Balance July 1			-
<b>Fund Balance June 30</b>	<b>\$ 16,495</b>	<b>\$ -</b>	<b>\$ 16,495</b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE STATEMENTS



# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2006

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Net Change in Fund Balances

- Total Governmental Funds

\$ 16,496

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays expense in the current period.

(14,263)

Change in Net Assets - Statement of Activities

\$ 2,233



# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2006

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Description of the Reporting Entity

The Pliocene Ridge Community Services District was formed Section 13801 of the California Health and Safety Code. The district operates under a Board of Directors and provides the following services: Street lighting to the town of Alleghany and Forest City; fire services to the towns of Pike City, Alleghany, and Forrest City; and general administrative services. Other descriptive information include:

Address: 100 Pike City Road  
Pike City, CA 95960

Governing Board: Five member Board of Directors are appointed by the Sierra County Board of Supervisors. Vacancies are also filled by the supervisors. Members at June 30, 2006 are:

William Adasiewicz  
Wayne Babros  
Rae Bell Arbogast  
Robert Cole  
Maris Womack

Administrative Officers: Rae Bell Arbogast

#### Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting as is the proprietary fund financial statements*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the district considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditure, as well as expenditures related to compensated absences and claims and judgments, if any, are recorded only when payment is due

Property taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the district.





The district reports the following major governmental fund:

The general fund is the district's primary operating fund. It accounts for all financial resources of the general government.

The financial statements are prepared on the basis of *Governmental Accounting Standards Board (GASB), Statement Number 34*, (Basic Financial Statements, Management Discussion and Analysis for State and Local Governments) and related standards. This new statement provides for significant changes in terminology and includes recognition of capital grants in the Statement of Revenues, Expenses and Changes in Net Assets; a presentation of net assets; as well as an inclusion of a management discussion and analysis; supplementary information; and other changes.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The district has elected not to follow subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

Permanent reallocation of resources between funds of the district are classified as interfund transfers. For the purpose of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

#### **Assets, Liabilities and Net Assets**

1. Deposits and Investments - The district's cash and cash equivalents are considered to be cash-on-hand, demand deposits, and short-term investments with maturities of three months or less from the date of acquisition.
2. Receivables and Payables - Accounts receivable consist mainly of property taxes.
3. Capital Assets - Capital assets, which can include property, facilities and equipment are capitalized at total acquisition cost, provided such cost exceeds \$500 and the expected useful life of the asset is more than two years. Depreciation is recorded on all depreciable capital assets on a straight-line basis over the following estimated useful lives:



<u>ASSET</u>	<u>YEARS</u>
Equipment	10
Vehicles	15
Buildings	30

4. Fund balance - In the fund financial statements, governmental funds report reservation of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent management plans that are subject to change. At June 30, the district had no restricted or designated fund reservations.

**NOTE 2: CASH DEPOSITS**

The district maintains commercial bank accounts for general operating purposes.

The agency's cash balances at June 30, 2006 are:

West America -Checking	\$ 6,646
West America - Savings	<u>6,100</u>
Total operating cash	<u><u>\$ 12,746</u></u>

**NOTE 3: CAPITAL ASSETS**

Capital assets are reported at historical cost. Depreciation is provided for all capital assets and assigned to various government and business type funds. A summary of changes in capital assets follows:

	<u>2005</u>	<u>ADDITIONS</u>	<u>RETIREMENTS</u>	<u>2006</u>
<b>General Fixed Assets</b>				
Land	\$ -	\$ 14,840	\$ -	\$ 14,840
Equipment	-	57,000		57,000
Structures	-	119,868		119,868
Vehicles	-	68,500		68,500
Depreciation	-	(14,263)	-	(14,263)
	<u>\$ -</u>	<u>\$ 245,945</u>	<u>\$ -</u>	<u>\$ 245,945</u>

**NOTE 4: CONTINGENCIES**

As of June 30, 2006, the district did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.



**PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2006**





# PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT

## BUDGETARY COMPARISON SCHEDULE GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE
<b>Budgetary Fund Balance - July 1</b>	\$ -	\$ -	\$ -
Resources:			
Property taxes	23,480	24,824	(1,344)
Fees for service	6,720	7,350	(630)
Interest		0	(0)
Other income		1,500	(1,500)
Donations	10,000	11,709	(1,709)
<b>Amounts Available for Appropriation</b>	<b>\$ 40,200</b>	<b>\$ 45,382</b>	<b>\$ (5,182)</b>
Charges to Appropriations:			
General Government:			
Salaries	\$ 600	\$ 501	\$ 99
Communications	900	905	(5)
Supplies	1,664	2,174	(510)
Insurance	8,750	8,750	-
Maintenance	1,241	4,322	(3,081)
Training	494	1,050	(556)
Utilities	8,670	9,681	(1,011)
Professional services	5,800	1,029	4,771
Taxes and licenses	200	477	(277)
Capital outlay		-	-
Interest	500		500
<b>Total Charges to Appropriation</b>	<b>\$ 28,819</b>	<b>\$ 28,887</b>	<b>\$ (68)</b>
<b>Budgetary Fund Balance - June 30</b>	<b>\$ 11,381</b>	<b>\$ 16,495</b>	<b>\$ (5,251)</b>



# **PLIOCENE RIDGE COMMUNITY SERVICES DISTRICT**

## **NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**JUNE 30, 2006**

### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Through the budget, a district board sets the direction of the district, allocates its resources and establishes its priorities. The annual budget serves from July 1 to June 30, and is a vehicle that accurately and openly communicates these priorities to the community and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning that permit the evaluation of district performance.

A district's budget is prepared and based on four expenditure categories: personnel, supplies and services, minor capital outlay and capital improvement programs. The first three listed are considered operational in nature or known as recurring costs. Capital improvement projects are asset acquisitions, facilities, systems, and infrastructure improvements, and those items "outside" the normal operational budget. These are normally one-time costs.



ACCOUNT #	DESCRIPTION	CY BUDGET	AJE #	DEBIT	AJE #	CREDIT	ADJ BALANCE
1375.1	vehicles		1.00	68,500.00			68,500.00
1390.1	Accumulated Deprn				2.00	14,263.00	(14,263.00)
	F/B - Unrestricted				3.00	14,263.00	(14,263.00)
3010.1	Investment in F.A	(191,708.00)	3.00	14,263.00	1.00	68,500.00	(245,945.00)
6700.1	Depreciation		2.00	14,263.00			14,263.00
	Total:	(191,708.00)		97,026.00		97,026.00	(191,708.00)

1.00 Record vehicle amounts  
2.00 Record current depreciation  
3.00 record allocation between unrestricted FB and investment in FA

