

TRUCKEE CEMETERY DISTRICT
COMPARATIVE FINANCIAL STATEMENTS

For the Years Ended June 30, 2015 and 2014

With Independent Auditor's Report

Prepared by:

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TRUCKEE CEMETERY DISTRICT
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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Truckee Cemetery District
Truckee, California

We have audited the accompanying financial statements of the governmental activities of the Truckee Cemetery District as of and for the years ended June 30, 2015 and June 30, 2014, and the related notes to the 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 the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial 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 audits 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 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 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 financial statement 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 opinions.

Opinions

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of Truckee Cemetery District as of June 30, 2015 and June 30, 2014, and the changes in financial position thereof, 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.

Other Matters

Accounting principles in the United States of America require that the management's discussion and analysis, and the budgetary comparison information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be essential part of financial reporting for placing the basic financial statement in an appropriate operational, economic, or historical context.

Management has elected to omit the management's discussion and analysis. Our opinion on the basic financial statements is not affected by the missing information.

We have applied certain limited procedures to the budgetary comparison information presented on pages 17 and 18 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.

D.R. Watts Accountancy Corporation

January 21, 2016

TRUCKEE CEMETERY DISTRICT
STATEMENTS OF NET POSITION

June 30, 2015 and June 30, 2014

	<u>2015</u> Governmental Activities	<u>2014</u> Governmental Activities
ASSETS		
Cash and investments	\$ 383,177	\$ 295,033
Prepaid expense	4,138	4,052
Capital assets, net of accumulated depreciation	<u>291,505</u>	<u>306,785</u>
Total Assets	<u>\$ 678,820</u>	<u>\$ 605,870</u>
LIABILITIES		
Accounts Payable	<u>\$ 22,909</u>	<u>\$ 11,981</u>
Total Liabilities	22,909	11,981
NET POSITION		
Investment in capital assets, net of related debt	291,505	306,785
Restricted-Endowment Fund	92,742	87,814
Unrestricted	<u>271,664</u>	<u>199,290</u>
Total Net Position	<u>655,911</u>	<u>593,889</u>
Total Liabilities and Net Position	<u>\$ 678,820</u>	<u>\$ 605,870</u>

See accompanying notes.

TRUCKEE CEMETERY DISTRICT
STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2015 and June 30, 2014

	<u>2015</u> Governmental Activities	<u>2014</u> Governmental Activities
EXPENSES		
Governmental Activities-Cemetery Services:		
Salaries and benefits	\$ 42,201	\$ 45,422
Maintenance and supplies	64,383	78,369
Depreciation	<u>17,145</u>	<u>17,051</u>
Total Program Expenses	123,729	140,842
PROGRAM REVENUES		
Charges for services	<u>33,250</u>	<u>2,610</u>
Net Program Expenses	90,479	138,232
GENERAL REVENUES		
Property taxes	141,010	139,260
Other government revenue	4,566	-
Donations	-	2,000
Use of money and property	<u>2,575</u>	<u>2,234</u>
Total General Revenues	148,151	143,494
ENDOWMENT CARE	<u>4,350</u>	<u>675</u>
Change in Net Position	62,022	5,937
Net Position-Beginning of Year	<u>593,889</u>	<u>587,952</u>
Net Position-End of Year	<u>\$ 655,911</u>	<u>\$ 593,889</u>

See accompanying notes.

TRUCKEE CEMETERY DISTRICT
BALANCE SHEET-GOVERNMENTAL FUNDS

June 30, 2015

	<u>General Fund</u>	<u>Endowment Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and investments	\$ 233,313	\$ 57,122	\$ 290,435
Prepaid expense	4,138	-	4,138
Permanently restricted investments	-----	92,742	92,742
Total Assets	<u>\$ 237,451</u>	<u>\$ 149,864</u>	<u>\$ 387,315</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	<u>\$ 22,909</u>	<u>-----</u>	<u>\$ 22,909</u>
Total Liabilities	22,909	-----	22,909
Fund Balances			
Restricted:			
Endowment Care	-----	92,742	92,742
Unrestricted:			
Unassigned	<u>214,542</u>	<u>57,122</u>	<u>271,664</u>
Total Fund Balances	<u>214,542</u>	<u>149,864</u>	<u>364,406</u>
Total Liabilities and Fund Balances	<u>\$ 237,451</u>	<u>\$ 149,864</u>	<u>\$ 387,315</u>

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in the governmental activities are not financial resources and therefore are not reported in the governmental funds. In the statement of net position, all assets are reported including capital assets and accumulated depreciation.

Total fund balance, governmental fund	\$ 364,406
Capital assets at historical cost	477,223
Accumulated depreciation	<u>(185,718)</u>
Total net position, governmental activities	<u>\$ 655,911</u>

See accompanying notes.

TRUCKEE CEMETERY DISTRICT
BALANCE SHEET-GOVERNMENTAL FUNDS

June 30, 2014

	<u>General Fund</u>	<u>Endowment Fund</u>	<u>Total Governmental Fund</u>
ASSETS			
Cash and investments	\$ 151,174	\$ 56,045	\$ 207,219
Prepaid expense	4,052	-----	4,052
Permanently restricted investments	-----	87,814	87,814
Total Assets	<u>\$ 155,226</u>	<u>\$ 143,859</u>	<u>\$ 299,085</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	\$ 11,981	-----	\$ 11,981
Total Liabilities	11,981	-----	11,981
Fund Balances			
Restricted:			
Endowment Care	-----	87,814	87,814
Unrestricted:			
Unassigned	<u>143,245</u>	<u>56,045</u>	<u>199,290</u>
Total Fund Balances	<u>143,245</u>	<u>143,859</u>	<u>287,104</u>
Total Liabilities and Fund Balances	<u>\$ 155,226</u>	<u>\$ 143,859</u>	<u>\$ 299,085</u>

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in the governmental activities are not financial resources and therefore are not reported in the governmental funds. In the statement of net position, all assets are reported including capital assets and accumulated depreciation.

Total fund balance, governmental fund	\$ 287,104
Capital assets at historical cost	475,358
Accumulated depreciation	<u>(168,573)</u>
 Total net position, governmental activities	 <u>\$ 593,889</u>

See accompanying notes.

TRUCKEE CEMETERY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2015

	General Fund	Endowment Fund	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Property taxes	\$ 141,010	\$ -----	\$ 141,010
Charge for services	33,250	4,350	37,600
Other Government revenue	4,566	-----	4,566
Use of money and property	<u>820</u>	<u>1,755</u>	<u>2,575</u>
 Total revenues	 179,646	 6,105	 185,751
 EXPENDITURES			
Current			
Salaries and benefits	42,201	-----	42,201
Maintenance and supplies	64,283	100	64,383
Capital outlay	<u>1,865</u>	<u>-----</u>	<u>1,865</u>
Total expenditures	<u>108,349</u>	<u>100</u>	<u>108,449</u>
 Excess of revenues over (under) expenditures	 \$ 71,297	 \$ 6,005	 \$ 77,302
 Fund balances-July 1, 2014	 <u>143,245</u>	 <u>143,859</u>	 <u>287,104</u>
Fund Balances-June 30, 2015	<u>\$ 214,542</u>	<u>\$ 149,864</u>	<u>\$ 364,406</u>

See accompanying notes.

TRUCKEE CEMETERY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2014

	<u>General</u> <u>Fund</u>	<u>Endowment</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
REVENUES			
Property taxes	\$ 139,260	\$ -----	\$ 139,260
Charge for services	2,610	675	3,285
Donation	2,000	-----	2,000
Use of money and property	<u>605</u>	<u>1,629</u>	<u>2,234</u>
Total revenues	<u>144,475</u>	<u>2,304</u>	<u>146,779</u>
EXPENDITURES			
Current			
Salaries	45,422	-----	45,422
Maintenance and supplies	78,251	118	78,369
Capital outlay	<u>-----</u>	<u>-----</u>	<u>-----</u>
Total expenditures	123,673	118	123,791
Excess of revenues over (under)			
Expenditures	<u>20,802</u>	<u>2,186</u>	<u>22,988</u>
Fund balances-July1, 2013	130,150	133,966	264,116
Funds transferred-June 30, 2014	<u>(7,707)</u>	<u>7,707</u>	<u>-----</u>
Fund balances-June 30, 2014	<u>\$ 143,245</u>	<u>\$ 143,859</u>	<u>\$ 287,104</u>

See accompanying notes.

TRUCKEE CEMETERY DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015 AND JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Truckee Cemetery District, the “District”, was formed under the California Health and Safety Code to provide and maintain burial grounds for residents in the geographical area covered by the District. The District is an autonomous special district of the State of California operating in Nevada County, and is governed by a five member board of Trustees. These financial statements encompass all fiscal activities conducted by the District.

B. Basis of Presentation

Government-wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities, if any. Governmental activities are financed through taxes, intergovernmental revenues and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The District does not have business-type funds.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories; government, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria.

1. Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

TRUCKEE CEMETERY DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015 AND JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Description of Funds and Account Groups

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate set of self-balancing accounts which are comprised of each fund's assets, liabilities, fund equity, revenues and expenditures. Government resources are allocated to and for individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into the following fund types:

GOVERNMENT FUNDS

General Fund: The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Endowment Fund: The Endowment Fund accounts for endowment fees collected by the District on grave sales which are permanently restricted, and interest earned on endowment funds which are unrestricted.

D. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statement regardless of the measurement focus applied

Measurement Focus

On the government-wide Statement of Net Position and the Statements of Activities, governmental activities are presented using the "economic resources" focus as defined in item 2 below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

TRUCKEE CEMETERY DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015 AND JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (continued)

1. The “current financial resources” measurement focus is used when accounting for all governmental funds. With this measurement focus, only current assets and current liabilities generally are included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
2. The accounting objectives of the “economic resources” measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with the operation of these funds are reported.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental accounting activities are presented using the accrual basis of accounting. Revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become available and measurable. Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The District defines “available” to mean collectible within 60 days after the year end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

E. Net Position and Fund Balance

The difference between fund assets and liabilities is called “net position” on the district-wide financial statements and it is called “fund balance” on the governmental fund statements.

The district-wide financial statements have the following categories of net position:

“**Investment in capital assets, net of related debt**” represents capital assets, net of accumulated depreciation reduced by the outstanding principle balances of debt attributed to the acquisition, construction, or improvement of those assets.

“**Restricted**” includes amounts that can be spent only for specific purposes as stipulated by law, external resource providers, contract, or through enabling legislation.

“**Unrestricted**” are neither restricted nor invested in capital assets, net of related debt.

TRUCKEE CEMETERY DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015 AND JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Net Position and Fund Balance (continued)

In accordance with provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the governmental fund financial statements have the following categories of fund balance:

“Restricted fund balance” includes amounts that can be spent only for specific purposes as stipulated by law, external resource providers, contract, or through enabling legislation.

“Committed fund balance” include amounts that can be spent only for specific purposes determined by a formal action of the District’s governing body.

“Assigned fund balance” includes amounts that are intended to be spent by the District for specific purposes but do not meet the criteria to be classified as restricted or committed.

“Unassigned fund balance” is the residual classification for the District’s general fund and includes all spendable amounts not contained in the other classifications.

In the implementation of this statement, the District restated fund balances for all periods presented.

When an expense is incurred for purposes for which both restricted and unrestricted resources are available the District’s policy is to use restricted resources first.

F. Budgets and Budgetary Accounting

The District operates under the general laws of the State of California and annually adopts a budget to be effective July 1 for the ensuing fiscal year.

Formal budgetary integration is employed as a management control device during the year for the general fund. The level of control (level at which expenditures may not exceed budget) is the fund.

Unused appropriations for the above annually budgeted fund, lapse at the end of the year. Budgeted amounts are the original authorized amounts. There were no revisions during the year. Actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items for the general fund.

TRUCKEE CEMETERY DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015 AND JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Use of Estimates

The preparation of the general purpose financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affects the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the general purpose financial statements and the reported amount of revenue and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2: PROPERTY TAXES

Property assessments are attached as an enforceable lien on real property as of January 1. Assessments are levied on July 1 and are payable in two installments on November 1 and February 1. The County of Nevada bills and collects the assessments and subsequently remits the allocated amount due to the District through the County Auditor-Controller's office in installments during the year.

The County of Nevada has elected into the Teeter Plan for property tax distributions. Therefore, the District receives 100 percent of the secured property tax levies to which it is entitled, whether or not collected. Unsecured delinquent taxes are considered fully collectible and no allowance for uncollectible taxes is provided.

Property taxes are accrued as receivable in the period when they are levied. Property tax revenues are recognized when they become available. "Available" means due, or past due, and receivable within the current period and collected or expected to be collected soon enough thereafter to be used to pay liabilities for the current period. This period was 60 days from the end of the fiscal year.

NOTE 3: CASH AND INVESTMENTS

Cash and investments of the District for the years ended June 30, 2015 and June 30, 2014 are summarized below:

	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Cash in bank	\$ 11,500	\$ 6,606
Cash in county treasury	227,660	146,052
Investments	143,817	142,175
Petty cash	<u>200</u>	<u>200</u>
Total cash and investments	<u>\$ 383,177</u>	<u>\$ 295,033</u>

TRUCKEE CEMETERY DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015 AND JUNE 30, 2014

NOTE 3: CASH AND INVESTMENTS (continued)

Investments: The District maintains most of its cash and investments with the Nevada County Treasurer in an investment pool. On a quarterly basis the Treasurer allocates interest to participants based upon their average daily balances. Required disclosure information regarding categorization of investments can be found in the County’s financial statements, which were audited by other auditors. These investments are not categorized since these funds and pools contain a diversified portfolio of securities within each category as defined below.

The District maintains most of its restricted endowment fund and other unrestricted, designated funds in a Wells Fargo brokerage account invested in cash and taxable bonds, under category 1.

Category 1 includes investments that are insured or registered or for which collateral is held by the District or its agent in the District’s name.

Category 2 includes uninsured and unregistered investments for which the securities are held by the broker or dealer or its trust department in the District’s name.

Category 3 includes unsecured and unregistered investments for which securities are held by the broker or dealer or by its trust department or agent but not in the District’s name.

The activity in the Wells Fargo accounts for the years ended June 30, 2015 and June 30, 2014 was as follows:

	<u>6/30/2015</u>	<u>6/30/2014</u>
Endowment Fund- invested in cash and fixed income securities:		
Balance beginning of year	\$ 86,130	\$ 85,634
Deposits	195	224
Interest earned	1,072	1,063
To Endowment Interest account	(1,072)	(1,063)
Service charge	(100)	(60)
Unrealized loss in value	<u>469</u>	<u>332</u>
Balance, end of year	<u>\$ 86,694</u>	<u>\$ 86,130</u>

TRUCKEE CEMETERY DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015 AND JUNE 30, 2014

NOTE 3: CASH AND INVESTMENTS (continued)

Endowment Interest – invested in cash:	<u>6/30/2015</u>	<u>6/30/2014</u>
Balance, beginning of year	\$ 56,045	\$ 47,330
From Endowment Fund	1,072	1,063
Transferred in (out)	-----	7,707
Interest earned	6	5
Service charge	-----	(60)
Balance, end of year	<u>\$ 57,123</u>	<u>\$ 56,045</u>

NOTE 4. CAPITAL ASSETS AND DEPRECIATION

Capital assets purchased or acquired with an original cost of \$500 or more are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Structures and Improvements	20-40 years
Equipment	5 years
Infrastructures	40 years

GASB Statement No. 34 requires the District to report and depreciate infrastructure assets. Infrastructure assets include roads, underground pipe, etc.

The following is a summary of changes in the capital assets of the District for the year ended June 30, 2015:

	<u>Balance</u>		<u>Balance</u>
	<u>July 1, 2014</u>	<u>Additions</u>	<u>June 30, 2015</u>
Governmental Activities			
Non-depreciable-Land	\$ 50,650		\$ 50,650
Depreciable capital assets:			
Buildings and improvements	373,743	1,865	375,608
Equipment	<u>50,965</u>	<u> </u>	<u>50,965</u>
Total depreciable capital assets	424,708	1,865	426,573
Less accumulated depreciation	<u>(168,573)</u>	<u>(17,145)</u>	<u>(185,718)</u>
Net Capital Assets	<u>\$ 306,785</u>	<u>\$ (15,280)</u>	<u>\$ 291,505</u>

TRUCKEE CEMETERY DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015 AND JUNE 30, 2014

NOTE 4. CAPITALASSETS AND DEPRECIATION (continued)

Depreciation expense for the fiscal year ended June 30, 2015 was \$17,145 and is charged to the cemetery services function in the Statement of Activities.

The following is a summary of changes in the capital assets of the District for the year ended June 30, 2014.

	Balance <u>July 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2014</u>
Governmental Activities				
Non-depreciable-Land	\$ 50,650			\$ 50,650
Depreciable capital assets:				
Buildings and Improvements	373,743	-----	-----	373,743
Equipment	<u>50,965</u>	<u>-----</u>	<u>-----</u>	<u>50,965</u>
Total depreciable capital assets	424,708	-----	-----	424,708
Less accumulated depreciation	<u>(151,522)</u>	<u>(17,051)</u>	<u>-----</u>	<u>(168,573)</u>
Net Capital Assets	<u>\$ 323,836</u>	<u>\$ (17,051)</u>	<u>\$ -----</u>	<u>\$ 306,785</u>

Depreciation expense for the fiscal year ended June 30, 2014 was \$17,051 and is charged to the cemetery services function in the Statement of Activities.

NOTE 6. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

There is no claims liability to be reported based on the requirements of Government Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

There have been no significant reductions in insurance coverage from prior years and there have been no settlements exceeding the insurance coverage for each of the past three years.

General Liability Coverage

The District carries a commercial general liability, government codes, errors and omissions, and auto liability insurance policy with coverage of \$250,000 per occurrence and an aggregate per coverage of \$250,000.

Worker's Compensation Coverage

The District carries worker's compensation insurance policy in the amount of \$300,000 per incident per employee.

TRUCKEE CEMETERY DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015 AND JUNE 30, 2014

NOTE 7. SUBSEQUENT EVENTS

No events have occurred subsequent to June 30, 2015 and through the date of this audit report that would require adjustments to or disclosure in the financial statements for the year ended June 30, 2015.

TRUCKEE CEMETERY DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN GENERAL
FUND BALANCE-BUDGET AND ACTUAL

For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
Property taxes	\$ 149,712	\$ 149,712	\$ 141,010	\$ (8,702)
Charges for services	3,000	3,000	33,250	30,250
Other revenues	-----	-----	4,566	4,566
Interest earned	<u>415</u>	<u>415</u>	<u>820</u>	<u>405</u>
Total revenues	153,127	153,127	179,646	26,519
EXPENDITURES				
Salaries and benefits	46,884	46,884	42,201	4,683
Maintenance and supplies	81,640	81,640	64,283	17,357
Capital outlay	<u>-----</u>	<u>-----</u>	<u>1,865</u>	<u>(1,865)</u>
Total Expenditures	<u>128,524</u>	<u>128,524</u>	<u>108,349</u>	<u>20,175</u>
Excess of revenues over (under) expenditures	<u>24,603</u>	<u>24,603</u>	71,297	<u>46,694</u>
Fund balances, July 1 2014			<u>143,245</u>	
Fund balances, June 30, 2015			<u>\$ 214,542</u>	

TRUCKEE CEMETERY DISTRICT
GENERAL FUND
SCHEDULE OR REVENUES, EXPENDITURES AND CHANGES IN GENERAL
FUND BALANCE-BUDGET AND ACTUAL

For the Year Ended June 30, 2014

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Positive (Negative)
REVENUES				
Property taxes	\$ 133,133	\$ 133,133	\$ 139,260	\$ 6,127
Charges for services	10,000	10,000	2,610	(7,390)
Donations	-----	-----	2,000	2,000
Other Revenue	1,491	1,491	-----	(1,491)
Interest earned	<u>300</u>	<u>300</u>	<u>605</u>	<u>305</u>
Total revenues	144,924	144,924	144,475	(449)
EXPENDITURES				
Salaries and benefits	39,295	39,295	45,422	(6,127)
Maintenance and supplies	58,491	58,491	78,251	(19,760)
Capital outlay	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>
Total expenditures	<u>97,786</u>	<u>97,786</u>	<u>123,673</u>	<u>(25,887)</u>
Excess of revenues over (under) expenditures	<u>47,138</u>	<u>47,138</u>	<u>20,802</u>	<u>(26,336)</u>
Fund balances, July 1, 2013			130,150	
Funds transferred, June 30, 2014			<u>(7,707)</u>	
Fund balances, June 30, 2014			<u>\$ 143,245</u>	