

**CASTLE ROCK COUNTY**  
**WATER DISTRICT**  
**BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2018**

**CASTLE ROCK COUNTY  
WATER DISTRICT  
BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

**Table of Contents**

	<u>Page</u>
<b>INDEPENDENT ACCOUNTANT'S COMPILATION REPORT</b> .....	1
<b>BASIC FINANCIAL STATEMENTS</b>	
Statement of Net Position .....	2
Statement of Revenues, Expenses and Changes in Net Position.....	3
Statement of Cash Flows.....	4

## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Board of Directors  
Castle Rock County Water District  
Walnut Creek, California

### *Report on Financial Statements*

Management is responsible for the accompanying financial statements of Castle Rock County Water District, which comprise the statement of net position as of June 30, 2018 and the related statements of revenue, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has omitted all the disclosures ordinarily included in the financial statements required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the entity's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

A handwritten signature in black ink that reads 'Maze + Associates'.

Pleasant Hill, California  
August 23, 2018

CASTLE ROCK COUNTY WATER DISTRICT  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2018

ASSETS

Current Assets

Cash on Deposit	
With County Treasurer	\$136,174
Accounts Receivable	24,362
Prepaid Insurance	2,870
Other Prepays	433
Property Taxes Receivable	<u>140</u>
Total Current Assets	<u>163,979</u>

Non-Current Assets

Capital Assets:

Water Pump	28,882
Water Tank & Distribution Lines	134,512
Less Accumulated Depreciation	<u>(148,719)</u>

Total Capital Assets, Net	<u>14,675</u>
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Total Non-Current Assets	<u>14,675</u>
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Total Assets	<u>178,654</u>
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LIABILITIES

Current Liabilities

Accounts Payable	16,948
Unearned Revenue - Service Fees	<u>3,420</u>

Total Current Liabilities	<u>20,368</u>
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Total Liabilities	<u>20,368</u>
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NET POSITION

Net Investment in Capital Assets	14,675
Unrestricted	<u>143,611</u>
Total Net Position	<u><u>\$158,286</u></u>

CASTLE ROCK COUNTY WATER DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
AS OF JUNE 30, 2018

OPERATING REVENUES

Water Sales	\$58,086
Service Fees	14,450
	14,450
Total Operating Revenues	72,536

OPERATING EXPENSES

Water Purchases	52,873
Power Purchased for Pumping	7,427
Audit	2,700
Repairs	6,571
Bookkeeping	3,768
Accounting Software	398
Insurance	4,208
Office Supplies	164
Postage and Delivery	234
Printing and reproduction	223
Transmission and Distribution	390
Depreciation Expense	3,030
Automobile Expense	93
License and Permits	140
	140
Total Operating Expenses	82,219
NET OPERATING LOSS	(9,683)

NONOPERATING REVENUE (EXPENSES)

Property Taxes	14,655
Tax Administration Fee	(116)
Other	(602)
	(602)
Total Nonoperating Revenue	13,937

CHANGES IN NET POSITION

4,254

NET POSITION AT BEGINNING OF YEAR

154,032

NET POSITION AT END OF YEAR

158,286

CASTLE ROCK COUNTY WATER DISTRICT  
STATEMENT OF CASH FLOWS  
AS OF JUNE 30, 2018

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$67,342
Payments to suppliers	<u>(78,476)</u>
Cash Flows provided by Operating Activities	<u>(11,134)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Property taxes	14,655
Property tax administrative fee	(116)
Other	<u>(602)</u>
Net Cash Flows from Noncapital Financing Activities	<u>13,937</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	<u>0</u>
Net Cash Flows from Capital and Related Financing Activities	<u>0</u>
NET CASH FLOWS	2,803
Cash and cash equivalents at beginning of year	<u>133,371</u>
Cash and cash equivalents at end of year	<u><u>\$136,174</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED ) BY OPERATING ACTIVITIES	
Operating loss	(\$9,683)
Adjustment to reconcile operating loss to net cash provided (used) by operating activities:	
Depreciation expense	3,030
(Increase) in accounts receivable	(5,275)
Decrease in property tax receivable	21
Increase in accounts payable	437
(Increase) / decrease in prepaids	276
Increase in unearned revenue	<u>60</u>
Net cash provided (used) by operating activities	<u><u>(\$11,134)</u></u>