

DAVIS CEMETERY DISTRICT

Financial Statements
with
Independent Auditor's Report Thereon

June 30, 2021, 2020, and 2019

**DAVIS CEMETERY DISTRICT
FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Davis Cemetery District
Davis, California

We have audited the accompanying financial statements of the governmental activities and each major fund of the Davis Cemetery District (the District), as of and for the years ended June 30, 2021, 2020, and 2019, 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 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 opinions.

Board of Trustees
Davis Cemetery District
Davis, California

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund, of the District, as of June 30, 2021, 2020, and 2019, and the respective changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison and the pension information, as listed in the Table of Contents, 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Our opinion on the basic financial statements is not affected by this omission.

Fechter & Company
Certified Public Accountants

A handwritten signature in blue ink that reads "Fechter + Company". The signature is written in a cursive, flowing style with a long horizontal flourish extending to the right.

Sacramento, California
August 10, 2023

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**DAVIS CEMETERY DISTRICT
STATEMENTS OF NET POSITION
JUNE 30, 2021, 2020, AND 2019**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
ASSETS			
Current Assets:			
Cash and investments	\$ 1,542,172	\$ 1,329,677	\$ 1,202,653
Restricted cash and investments	1,077,777	1,017,472	1,020,877
Taxes receivable	805	5,470	5,603
Prepaid Expenses	3,377	1,520	680
Inventory	13,220	4,640	3,972
	<u>2,637,351</u>	<u>2,358,779</u>	<u>2,233,785</u>
Capital assets, net of accumulated depreciation	724,999	724,592	692,138
TOTAL ASSETS	<u><u>3,362,350</u></u>	<u><u>3,083,371</u></u>	<u><u>2,925,922</u></u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	68,900	62,978	56,052
LIABILITIES AND NET POSITION			
Current liabilities:			
Accounts payable	16,025	9,489	6,007
Accrued payroll	11,292	9,770	8,345
Unearned revenue	374,364	306,465	283,770
Compensated absences, payable within one year	10,469	10,743	7,710
	<u>412,150</u>	<u>336,467</u>	<u>305,833</u>
Net pension liability	124,760	105,230	89,927
TOTAL LIABILITIES	<u><u>536,910</u></u>	<u><u>441,697</u></u>	<u><u>395,760</u></u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	890	4,250	4,123
NET POSITION			
Invested in capital assets, net	724,999	724,592	692,138
Restricted for:			
Nonexpendable - Endowment principal	503,595	502,208	461,531
Expendable - Endowment	-	-	-
Unrestricted	1,664,856	1,473,602	1,428,423
TOTAL NET POSITION	<u><u>\$ 2,893,450</u></u>	<u><u>\$ 2,700,402</u></u>	<u><u>\$ 2,582,092</u></u>

The accompanying notes are an integral part of these financial statements.

**DAVIS CEMETERY DISTRICT
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
PROGRAM EXPENSES:			
Cemetery operations	\$ 708,409	\$ 712,712	\$ 693,025
PROGRAM REVENUES:			
Charges for services	183,862	160,713	203,411
Net Program Expenses	<u>(524,547)</u>	<u>(551,998)</u>	<u>(489,614)</u>
GENERAL REVENUES:			
Taxes	309,361	295,197	282,462
Unrestricted interest and investment earnings	24,320	44,809	46,654
Other income	318,189	271,798	199,184
Total General Revenues	651,870	611,804	528,301
CONTRIBUTIONS TO ENDOWMENT:			
Endowment deposits	65,725	58,505	52,200
Change in Net Position	193,048	118,310	90,886
Beginning net position	2,700,402	2,582,092	2,464,106
Prior period adjustment	<u>-</u>	<u>-</u>	<u>27,100</u>
Beginning net position, restated	<u>2,700,402</u>	<u>2,582,092</u>	<u>2,491,206</u>
Ending net position	<u><u>\$ 2,893,450</u></u>	<u><u>\$ 2,700,402</u></u>	<u><u>\$ 2,582,092</u></u>

The accompanying notes are an integral part of these financial statements.

FUND FINANCIAL STATEMENTS

**DAVIS CEMETERY DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	General Fund	Endowment Fund	Total
ASSETS			
Cash and investments	\$ 1,038,577	\$ 503,595	\$ 1,542,172
Restricted cash and investments	97,694	980,083	1,077,777
Taxes receivable	805	-	805
Prepaid expenses	3,377	-	3,377
Inventory	13,220	-	13,220
TOTAL ASSETS	\$ 1,153,673	\$ 1,483,678	\$ 2,637,350
LIABILITIES AND FUND BALANCES			
Accounts payable	\$ 16,025	\$ -	\$ 16,025
Accrued payroll	11,289	-	11,289
Unearned revenue	374,364	-	374,364
TOTAL LIABILITIES	\$ 401,678	\$ -	\$ 401,678
FUND BALANCES			
Nonspendable			
Inventory	\$ 13,220	\$ -	\$ 13,220
Endowment principal	-	503,595	503,595
Restricted	-	980,083	980,083
Unassigned	738,775	-	738,775
TOTAL FUND BALANCES	\$ 751,995	\$ 1,483,678	\$ 2,235,672

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position:

Total governmental fund balances	\$ 2,235,671
In governmental funds, noncurrent assets including net capital assets and net deferred outflows of resources are excluded:	
Capital assets at historical cost, net	724,999
Deferred outflows and inflows of resources, net	68,010
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:	
Accrued compensated absences	(10,469)
Net pension liability	(124,760)
Net position of governmental activities	<u>\$ 2,893,450</u>

The accompanying notes are an integral part of these financial statements.

**DAVIS CEMETERY DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	General Fund	Endowment Fund	Total
ASSETS			
Cash and investments	\$ 827,469	\$ 502,208	\$ 1,329,677
Restricted cash and investments	103,114	914,358	1,017,472
Taxes receivable	5,470	-	5,470
Prepaid expenses	1,520	-	1,520
Inventory	4,640	-	4,640
TOTAL ASSETS	\$ 942,213	\$ 1,416,566	\$ 2,358,779
LIABILITIES AND FUND BALANCES			
Accounts payable	\$ 9,490	\$ -	\$ 9,490
Accrued payroll	9,768	-	9,768
Unearned revenue	306,465	-	306,465
TOTAL LIABILITIES	\$ 325,723	\$ -	\$ 325,723
FUND BALANCES			
Nonspendable			
Inventory	\$ 4,640	\$ -	\$ 4,640
Endowment principal	-	502,208	502,208
Restricted	-	914,358	914,358
Unassigned	611,850	-	611,850
TOTAL FUND BALANCES	\$ 616,490	\$ 1,416,566	\$ 2,033,056

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position:

Total governmental fund balances	\$ 2,033,056
In governmental funds, noncurrent assets including net capital assets and net deferred outflows of resources are excluded:	
Capital assets at historical cost, net	724,592
Deferred outflows and inflows of resources, net	58,728
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:	
Accrued compensated absences	(10,743)
Net pension liability	(105,230)
Net position of governmental activities	<u>\$ 2,700,402</u>

The accompanying notes are an integral part of these financial statements.

**DAVIS CEMETERY DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019**

	General Fund	Endowment Fund	Total
ASSETS			
Cash and investments	\$ 741,122	\$ 461,531	\$ 1,202,653
Restricted cash and investments	165,024	855,853	1,020,877
Taxes receivable	5,603	-	5,603
Prepaid expenses	680	-	680
Inventory	3,972	-	3,972
TOTAL ASSETS	\$ 916,400	\$ 1,317,385	\$ 2,233,785
LIABILITIES AND FUND BALANCES			
Accounts payable	\$ 6,007	\$ -	\$ 6,007
Accrued payroll	8,343	-	8,343
Unearned revenue	283,770	-	283,770
TOTAL LIABILITIES	\$ 298,121	\$ -	\$ 298,121
FUND BALANCES			
Nonspendable			
Inventory	\$ 3,972	\$ -	\$ 3,972
Endowment principal	-	461,531	461,531
Restricted	-	855,853	855,853
Unassigned	614,307	-	614,307
TOTAL FUND BALANCES	\$ 618,279	\$ 1,317,385	\$ 1,935,664

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position:

Total governmental fund balances	\$ 1,935,664
In governmental funds, noncurrent assets including net capital assets and net deferred outflows of resources are excluded:	
Capital assets at historical cost, net	692,137
Deferred outflows and inflows of resources, net	51,929
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:	
Accrued compensated absences	(7,710)
Net pension liability	(89,927)
Net position of governmental activities	<u>\$ 2,582,092</u>

The accompanying notes are an integral part of these financial statements.

DAVIS CEMETERY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED
JUNE 30, 2021

	General Fund	Endowment Fund	Total
REVENUES:			
Taxes	\$ 309,361	\$ -	\$ 309,361
Revenue from use of money and property	9,453	14,867	24,320
Charges for services	183,862	-	183,862
Other income	331,669	(13,480)	318,189
Endowment deposits	-	65,725	65,725
Total Revenues	834,345	67,112	901,457
EXPENDITURES:			
Current:			
Salaries and employee benefits	494,020	-	494,020
Services and supplies	145,804	-	145,804
Capital outlay	59,016	-	59,016
Total Expenditures	698,840	-	698,840
Change in Fund Balances	135,505	67,112	202,617
Beginning Fund Balances	616,490	1,416,566	2,033,056
Ending Fund Balances	\$ 751,995	\$ 1,483,678	\$ 2,235,673

Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to Government-Wide Statements of Activities

Net Change in Governmental Fund Balances \$ 202,617

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, such expenditures are capitalized and amortized over their estimated useful lives:

Capital outlay expenditures are therefore added back to fund balances	59,016
Depreciation expense not reported in governmental funds	(58,611)

The amounts below included in the Statement of Activities do not provide or require the use of current financial resources and, therefore, are not reported as revenue or expenditures in governmental funds (net change):

Compensated absences expense	274
Change in net pension liability, deferred inflows, and deferred outflows	(10,248)

Change in net position of governmental activities \$ 193,048

The accompanying notes are an integral part of these financial statements.

DAVIS CEMETERY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED
JUNE 30, 2020

	General Fund	Endowment Fund	Total
REVENUES:			
Taxes	\$ 295,197	\$ -	\$ 295,197
Revenue from use of money and property	16,773	28,036	44,809
Charges for services	160,712	-	160,712
Other income	259,157	12,641	271,798
Endowment deposits	-	58,505	58,505
Total Revenues	<u>731,840</u>	<u>99,182</u>	<u>831,021</u>
EXPENDITURES:			
Current:			
Salaries and employee benefits	504,467	-	504,467
Services and supplies	137,398	-	137,398
Capital outlay	91,764	-	91,764
Total Expenditures	<u>733,629</u>	<u>-</u>	<u>733,629</u>
Change in Fund Balances	(1,789)	99,182	97,392
Beginning Fund Balances	<u>618,279</u>	<u>1,317,385</u>	<u>1,935,664</u>
Ending Fund Balances	<u>\$ 616,490</u>	<u>\$ 1,416,566</u>	<u>\$ 2,033,056</u>

**Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to Government-Wide Statements of Activities**

Net Change in Governmental Fund Balances \$ 97,392

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, such expenditures are capitalized and amortized over their estimated useful lives:

Capital outlay expenditures are therefore added back to fund balances	91,764
Depreciation expense not reported in governmental funds	(59,309)

The amounts below included in the Statement of Activities do not provide or require the use of current financial resources and, therefore, are not reported as revenue or expenditures in governmental funds (net change):

Compensated absences expense	(3,034)
Change in net pension liability, deferred inflows, and deferred outflows	<u>(8,503)</u>

Change in net position of governmental activities \$ 118,310

The accompanying notes are an integral part of these financial statements.

DAVIS CEMETERY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED
JUNE 30, 2019

	General Fund	Endowment Fund	Total
REVENUES:			
Taxes	\$ 282,462	\$ -	\$ 282,462
Revenue from use of money and property	18,402	28,253	46,655
Charges for services	203,411	-	203,411
Other income	191,568	7,616	199,184
Endowment deposits	-	52,200	52,200
Total Revenues	<u>695,843</u>	<u>88,070</u>	<u>783,912</u>
EXPENDITURES:			
Current:			
Salaries and employee benefits	454,410	-	454,410
Services and supplies	188,409	-	188,409
Capital outlay	11,985	-	11,985
Total Expenditures	<u>654,804</u>	<u>-</u>	<u>654,804</u>
Change in Fund Balances	41,039	88,070	129,108
Beginning Fund Balances	<u>577,241</u>	<u>1,229,315</u>	<u>1,806,556</u>
Ending Fund Balances	<u>\$ 618,279</u>	<u>\$ 1,317,385</u>	<u>\$ 1,935,664</u>

**Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to Government-Wide Statements of Activities**

Net Change in Governmental Fund Balances \$ 129,108

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, such expenditures are capitalized and amortized over their estimated useful lives:

Capital outlay expenditures are therefore added back to fund balances	11,985
Depreciation expense not reported in governmental funds	(51,760)

The amounts below included in the Statement of Activities do not provide or require the use of current financial resources and, therefore, are not reported as revenue or expenditures in governmental funds (net change):

Compensated absences expense	(3,564)
Change in net pension liability, deferred inflows, and deferred outflows	<u>5,119</u>

Change in net position of governmental activities \$ 90,888

The accompanying notes are an integral part of these financial statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Davis Cemetery District (The District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Description of the Reporting Entity

The District was organized on August 7, 1922, under the provisions of General Law statutes of 1921, Chapter 652, p. 1103. Sections 8890 through 9309 of the *Health and Safety Code* of the State of California govern the District.

The District is located in the County of Yolo surrounded by the City of Davis.

A local Board of Trustees consisting of five members governs the District. As provided in the California *Health and Safety Code*, Section 9021, trustee appointments are approved by the Yolo County Board of Supervisors for four-year terms.

The District's specific powers and responsibilities, as set-forth in Section 7, Part 4, Division 8, of the *Health and Safety Code* are summarized as follows:

- Maintain a cemetery limited in use to the burial of residents and taxpayers of the District.
- Establish rates charged for burials within the cemetery.
- Require deposits into an endowment fund that are sufficient to generate income that can be used to maintain the cemetery.
- Contract with the County for the burial of indigents.
- Purchase and erect markers for indigent persons buried in the cemetery.
- Maintain an up-to-date plot/lot map.
- Maintain other required information on all persons buried in the cemetery.

Endowment Fund

Section 9065 of the *Health and Safety Code* requires cemetery Districts to establish an endowment care fund. The endowment fund accounts for the receipt of endowment deposits for each burial right sold, and accumulates interest at the quarterly rate established by the Yolo County Treasury.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Accounting

Government-Wide Statements

The Statement of Net Position and Statement of Activities display information about the primary government (District). These statements include the financial activities of the overall District.

The Statement of Activities presents a comparison between direct expenses and program revenues for the District's governmental activity. Direct expenses are those that are specifically associated with the District. Program revenues include charges for services. Revenues that are not classified as program revenues, including all taxes and investment income, are presented instead as general revenues. Endowment deposits are presented as contributions to endowments.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

When both restricted and unrestricted net assets are available, restricted resources are used only after the unrestricted resources are depleted.

Fund Financial Statements

The fund statements provide information about the District's funds.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available to finance expenditures of the current period. The District considers property taxes as available when deposited into the District's trust account held by Yolo County. A 60-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are generally recorded when a liability is incurred, as under accrual accounting.

Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) value in exchange, include property taxes, grants, entitlements, and donations. On a modified accrual basis, revenues from property taxes are recognized when the underlying transactions take place and have met the availability criteria. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Accounting - continued

The District reports the following major governmental funds:

General Fund – 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 – this is a permanent fund used to account for restricted endowment receipts and the related interest earnings used for the perpetual care of the facility. The principal amounts must remain intact, but earnings of the trust fund may be expended for the endowment care of the burial plots. None of the earnings were expended during the years ending June 30, 2021, 2020, or 2019.

C. Risk Management

The District is exposed to various risks of loss related to theft, damage, and/or destruction of assets, errors and omissions, and general liability. The District maintains insurance coverage for its fixed assets, errors and omissions, general liability, and automobile.

D. Cash in County Treasury

The District maintains all of its cash and investments with the Yolo County Treasurer in a cash and investment pool. On a quarterly basis, the Treasurer allocates interest to participants based upon their average daily balances. Required disclosure information regarding the categorization of investments and other deposit and investment risk disclosures can be found in the County's Comprehensive Annual Financial Report (CAFR). The County of Yolo's financial statements may be obtained by contacting the County of Yolo's Auditor-Controller's office at 625 Court Street, Room 103, Woodland, California 95776. The Yolo County Treasury Oversight Committee oversees the Treasurer's investments and policies.

The District has no deposit or investment policy that addressed a specific type of risk. Investments held in the County's investment pool are available on demand and are stated at amortized cost plus accrued interest, which approximates fair value.

E. Inventories

Inventories are maintained to meet the operating and maintenance requirements of the District and are valued at cost, which approximates fair value, using the weighted average method.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

F. Capital Assets

Capital assets have been acquired for general operational purposes. Assets purchased are recorded as expenditures in the General Fund and capitalized at cost or estimated cost where no historical records are available in the government-wide financial statements. Donated capital assets are recorded at fair value at the time of the donation. The District defines capital assets as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are depreciated using the straight-line method over their estimated useful lives of 3 to 10 years for equipment and 10 to 50 years for structures and improvements in the government-wide statements.

G. Property Tax Revenue

Yolo County, through the Auditor-Controller's Office and the Treasurer-Tax Collector, is responsible for assessing, collecting, and distributing property taxes in accordance with enabling legislation. The County apportions property taxes according to the alternative method of distribution known as the Teeter Plan. Under the Teeter Plan, the current year's secured property tax levy is distributed to participating agencies within the County without consideration of delinquency factors. The District recognizes property taxes as revenue when the County distributes them.

H. Compensated Absences

District employees accumulate unpaid vested benefits for compensatory time-off and vacation, which is reported as a liability of the District. The accumulated benefits will be liquidated in future years as employees elect to use them. In the normal course of business, all payments of these accumulated benefits will be funded from appropriations of the year in which they are to be paid; therefore, the total liability is recorded as long-term. In accordance with GASB Statement No. 16, these amounts are not expected to be liquidated from expendable available financial resources.

I. Net Position/Fund Balances

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

Net Investment in Capital Assets

This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balance of debt that are attributable to capital assets, if any, reduce the balance in this category.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

I. Net Position/Fund Balances - continued

Restricted Net Position

This category presents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments, and restrictions imposed by law through constitutional provisions or enabling legislation. Restricted net assets are presented in two types: expendable and nonexpendable. Nonexpendable amounts represent amounts that are required to be retained in perpetuity. Expendable amounts represent amounts that can be spent.

Unrestricted Net Position

This category represents net position of the District not restricted for any project or any other purpose.

The District's fund balances are classified into five different components. The components are nonspendable, restricted, committed, assigned, and unassigned.

- Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- Committed – amounts that can be used only for specific purposes determined by a formal action of the District's Board of Trustees. The Board of Trustees is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through a Board resolution.
- Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the District's policy, the Board of Trustees may assign amounts for specific purposes. Such restraint can only be changed or removed by a vote of the Board.
- Unassigned – this classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balances of any other governmental funds that cannot be eliminated by offsetting of assigned fund balance amounts.

In order to preserve maximum flexibility, when any expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is presumed that restricted funds are spent first.

Similarly, when expenditures are incurred for purposes for which amounts in any unrestricted fund balances could be used, it is presumed that the committed amounts are spent first, then the assigned, then the unassigned amounts.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

I. Net Position/Fund Balances - continued

Unrestricted Net Position - continued

The Board of Trustees, upon the recommendation of the Davis Cemetery District superintendent, may authorize a different order of spending. The various committed and assigned are established by actions of the board and management and can be increased or eliminated by similar actions.

J. Deferred Outflows/Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. The District reports deferred outflows related to pensions related to the implementation of GASB 68 and the payment of pension contributions after the measurement date. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. The District reports deferred inflows related to pensions as a result of the implementation of GASB 68 and certain pension related items.

K. Use of Estimates

The preparation of financial statements, in conformity with GAAP, requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

L. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 2: CASH AND INVESTMENTS

The District holds restricted and unrestricted cash and investments with the Treasurer of the County of Yolo in a cash and investment pool. The County of Yolo Treasurer pools its funds with other governmental agencies in the County and invests them as prescribed by the California Government Code and the County of Yolo’s Investment Policy. The District’s deposits in the County pool may be accessed at any time. The District is allocated interest income on monies deposited with the County based on its proportional share of the pooled investments. All investments are carried at fair value.

The Treasurer’s investment and policies are overseen by the Yolo County Treasury Oversight Committee. The balances in the account as of June 30, 2021, 2020, and 2019 were as follows:

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Unrestricted:			
Cash in Treasury	\$ 1,541,672	\$ 1,329,177	\$ 1,202,153
Imprest Cash	500	500	500
Total Unrestricted	<u>1,542,172</u>	<u>1,329,677</u>	<u>1,202,653</u>
Restricted:			
Pre-Need	-	-	-
Capital Asset Replacement	97,694	103,114	165,024
Endowment Principal	980,083	914,358	855,853
Total Restricted	<u>1,077,777</u>	<u>1,017,472</u>	<u>1,020,877</u>
Total cash and investments	<u><u>\$ 2,619,949</u></u>	<u><u>\$ 2,347,149</u></u>	<u><u>\$ 2,223,530</u></u>

Restricted cash and investments are funds held to provide future care for the cemetery grounds into perpetuity. Upon cemetery capacity, the funds are used for care and upkeep of the grounds.

Investments

The District is authorized under California Government Code to make direct investments; however, the District has not adopted an investment policy and thus does not maintain policies for exposure to interest rate risk, credit risk, and concentration of credit risk. Investment policies and related credit, custodial credit, concentration of credit, interest rate, and foreign currency risks applicable to the District are those of the County and are disclosed in the County’s basic financial statements. For a copy of the County’s financial statements, contact the County of Yolo Auditor-Controller’s office located at 625 Court Street, Room 102, Woodland, California 95695.

DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019

NOTE 3: CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2021, is as follows:

	July 1, 2020	Additions	Disposals	Transfers	June 30, 2021
Non-depreciable:					
Land	\$ 100,634	\$ -	\$ -	\$ -	\$ 100,634
Construction in-progress	13,420	-	-	(13,420)	-
Total non-depreciable	<u>114,054</u>	<u>-</u>	<u>-</u>	<u>(13,420)</u>	<u>100,634</u>
Depreciable:					
Buildings and improvements	545,197	-	-	-	545,197
Property improvements	639,636	38,266	-	13,420	691,322
Equipment	310,619	-	-	-	310,619
Software	15,951	20,750	-	-	36,701
Total depreciable	<u>1,511,403</u>	<u>59,016</u>	<u>-</u>	<u>13,420</u>	<u>1,583,839</u>
Less accumulated depreciation	<u>(900,864)</u>	<u>(58,611)</u>	<u>-</u>	<u>-</u>	<u>(959,475)</u>
Total capital assets, net	<u>\$ 724,593</u>	<u>\$ 405</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 724,998</u>

For fiscal year 2021, depreciation expense of \$58,611 was charged to Cemetery Operations.

A summary of changes in capital assets for the year ended June 30, 2020, is as follows:

	July 1, 2019	Additions	Disposals	Transfers	June 30, 2020
Non-depreciable:					
Land	\$ 100,634	\$ -	\$ -	\$ -	\$ 100,634
Construction in-progress	-	13,420	-	-	13,420
Total non-depreciable	<u>100,634</u>	<u>13,420</u>	<u>-</u>	<u>-</u>	<u>114,054</u>
Depreciable:					
Buildings and improvements	545,197	-	-	-	545,197
Property improvements	639,636	-	-	-	639,636
Equipment	232,275	78,344	-	-	310,619
Software	15,951	-	-	-	15,951
Total depreciable	<u>1,433,059</u>	<u>78,344</u>	<u>-</u>	<u>-</u>	<u>1,511,403</u>
Less accumulated depreciation	<u>(841,555)</u>	<u>(59,309)</u>	<u>-</u>	<u>-</u>	<u>(900,864)</u>
Total capital assets, net	<u>\$ 692,138</u>	<u>\$ 32,455</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 724,593</u>

For fiscal year 2020, depreciation expense of \$59,309 was charged to Cemetery Operations.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 3: CAPITAL ASSETS - continued

A summary of changes in capital assets for the year ended June 30, 2019, is as follows:

	Restated July 1, 2018	Additions	Disposals	Transfers	June 30, 2019
Non-depreciable:					
Land	\$ 100,634	\$ -	\$ -	\$ -	\$ 100,634
Depreciable:					
Buildings and improvements	557,047	-	-	(11,850)	545,197
Property improvements	627,786	-	-	11,850	639,636
Equipment	220,290	11,985	-	-	232,275
Software	15,951	-	-	-	15,951
Total depreciable	<u>1,393,973</u>	<u>11,985</u>	<u>-</u>	<u>-</u>	<u>1,433,059</u>
Less accumulated depreciation	<u>(789,795)</u>	<u>(51,760)</u>	<u>-</u>	<u>-</u>	<u>(841,555)</u>
Total capital assets, net	<u>\$ 704,812</u>	<u>\$ (39,775)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 692,138</u>

For fiscal year 2019, depreciation expense of \$51,760 was charged to Cemetery Operations.

NOTE 4: UNEARNED REVENUE

In fiscal year 2008, the District began collecting pre-payments for burial services under its Pre-Need Program. Under this program, customers pay for burial fees in advance, allowing customers to mitigate rising burial costs. The District allows preplanning to purchase vaults, plots, and interment services in advance at current prices. Any burial plot sales in a pre-need purchase are recognized upon date of sale. The District recognizes revenue from the prepaid burial services when all services related to each burial has been performed. The District's unearned revenue account balances were reported as \$374,364, \$306,465, and \$283,770 for the years ended June 30, 2021, 2020, and 2019, respectively.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 5: LONG-TERM LIABILITIES

A schedule of long-term liabilities for the fiscal years ended June 30, 2021, 2020, and 2019 is as follows:

	July 1, 2020	Additions	Retirements	June 30, 2021	Due within 12 months
Compensated Absences	\$ 10,743	\$ -	\$ 274	\$ 10,469	\$ 10,469
	July 1, 2019	Additions	Retirements	June 30, 2020	Due within 12 months
Compensated Absences	\$ 7,710	\$ 3,033	\$ -	\$ 10,743	\$ 10,743
	July 1, 2018	Additions	Retirements	June 30, 2019	Due within 12 months
Compensated Absences	\$ 4,145	\$ 3,565	\$ -	\$ 7,710	\$ 7,710

NOTE 6: PENSION PLAN

Plan Description

District employees are eligible to participate in the District’s plan, a cost-sharing multiple-employer public employee defined benefit pension plan administered by the California Public Employees Retirement System (CalPERS). CalPERS acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the plan are established by State statute and may be amended by district resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment with the retirement formula of 2 percent @ 60 for existing “classic” members and 2 percent @ 62 for “new” members. The cost-of-living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 6: PENSION PLAN - continued

The Plan’s provisions and benefits in effect at June 30, 2021, are summarized as follows:

	<u>Classic</u>	<u>PEPRA</u>
Hire Date	Prior to <u>January 1, 2013</u>	Prior to <u>January 1, 2013</u>
Formula	2% @ 60	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	50-63	52-67
Monthly benefit, as a % of annual salary	1.426% to 2.418%	1.000% to 2.500%
Required employee contribution rates	7.00%	6.25%
Required employer contribution rates	11.50%	6.25%

Contributions

Section 20814(c) of the California Public Employees’ Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS’ annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan’s actuarially determined rate is based on the estimated amount necessary to pay the Plan’s allocated share of the risk pool’s costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employees under the Classic and PEPRA Tiers are required to contribute 7.0 percent and 6.25 percent of their annual pay, respectively. For the fiscal year ended June 30, 2021, the District contributed 5.0 percent of the employee’s required contribution.

DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019

NOTE 6: PENSION PLAN – continued

For the years ended June 30, 2021, 2020 and 2019, the District recognized pension expense of \$45,651, \$42,476, and \$19,696. At June 30, 2021, 2020, and 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2021	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 35,403	\$ -
Changes in employer proportions	15,868	-
Net differences between projected and actual earnings on plan investments	3,707	-
Changes in assumptions	-	890
Differences between Employer's contributions and proportionate share of contributions	7,493	-
Differences between expected and actual experience	6,429	-
Total	\$ 68,900	\$ 890
	2020	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 33,972	\$ -
Changes in employer proportions	15,151	-
Net differences between projected and actual earnings on plan investments	-	1,840
Changes in assumptions	5,018	1,779
Differences between Employer's contributions and proportionate share of contributions	1,528	65
Differences between expected and actual experience	7,309	566
Total	\$ 62,978	\$ 4,250

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 6: PENSION PLAN - continued

	2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 24,815	\$ -
Changes in employer proportions	16,464	-
Net differences between projected and actual earnings on plan investments	445	-
Changes in assumptions	10,252	2,513
Differences between Employer's contributions and proportionate share of contributions	626	436
Differences between expected and actual experience	3,450	1,174
Total	\$ 56,052	\$ 4,123

The amounts reported as deferred outflows of resources related to pension contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,	Amount
2022	\$ 12,761
2023	10,950
2024	7,119
2025	1,778
2026 and Thereafter	-
Total	\$ 32,608

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 6: PENSION PLAN - continued

Actuarial Assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	June 30, 2017-2019
Measurement Date	June 30, 2018-2020
Actuarial Cost Method	Entry-Age Normal Cost Method Actuarial
Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	2.75% ⁽¹⁾
Investment Rate of Return	7.15% ⁽²⁾
Mortality	Rates are from CalPERS 2016 Experience Study 20 years of mortality improvements using the Society of Actuaries Scale BB

(1) Depending on age, service, and type of employment

(2) Net of pension plan investment and administrative expenses, including inflation

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 6: PENSION PLAN - continued

Actuarial Assumptions - continued

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Real Return Years 1 – 10</u>	<u>Real Return Years 11+</u>
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	(0.92)%
Total	<u>100.0%</u>		

Discount Rate

The discount rate used to measure the total pension liability was 7.5% percent for each plan. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the district's contributions will be made at rates equal to the difference between actuarially determined contributions rates and the employee rate. Based on those assumptions, each pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 6: PENSION PLAN – continued

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following presents the District’s proportionate share of the net pension liability, calculated using the discount rate of 7.5% as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

		2021		
		1%	Current	1%
		Decrease	Discount Rate	Increase
		6.50%	7.50%	8.50%
District's proportionate share of the net pension liability		\$ 215,906	\$ 124,760	\$ 49,449
		2020		
		1%	Current	1%
		Decrease	Discount Rate	Increase
		6.50%	7.50%	8.50%
District's proportionate share of the net pension liability		\$ 194,972	\$ 105,230	\$ 31,154
		2019		
		1%	Current	1%
		Decrease	Discount Rate	Increase
		6.50%	7.50%	8.50%
District's proportionate share of the net pension liability		\$ 171,497	\$ 89,927	\$ 22,592

Pension Plan Fiduciary Net Position

Detailed information about each pension plans’ fiduciary net position is available in the separately issued CalPERS financial reports.

**DAVIS CEMETERY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 7: RISK MANAGEMENT

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

The District participates in the Yolo County Public Agency Risk Management Insurance Authority (YCPARMIA), a joint power agency (risk-sharing pool) made up of other governmental entities within the County. The District is covered for general liability and automobile liability, workers' compensation, property damage, and fidelity through YCPARMIA. Through YCPARMIA membership in the California Joint Powers Insurance Authority (CALJPIA), the District is provided with an excess coverage fund for catastrophic liability losses. Loss contingency reserves established by YCPARMIA are funded by contributions from member agencies.

The annual contribution YCPARMIA charges to each agency is based upon its pro-rata share of excess insurance premiums, charges for the pooled risk (losses) recognizing the deductible selected, claims adjusting and legal costs, and administrative and other costs to operate the YCPARMIA. Settled claims from these risks did not exceed coverage for the past two years.

The District's deductible and maximum coverage are as follows:

<u>2021 Coverage</u>	<u>Deductible</u>	<u>District</u>	<u>CJRMA</u>	<u>CSAC</u>	<u>Lloyd's London</u>
General and auto liability	\$ 5,000	\$ 500,000	\$ 40,000,000	\$ -	\$ -
Workers' compensation	1,000	500,000	-	Layered	-
Property insurance	1,000	25,000	-	959,357,100	-
Boiler and machinery coverage*	1,000	25,000	-	959,357,100	-
Cyber liability	-	-	-	-	1,000,000

* Included in Property Insurance

NOTE 8: PRIOR PERIOD ADJUSTMENT

Management performed a comprehensive inventory of capital assets and identified equipment still in service that was not included in the June 30, 2018 depreciation schedule. A prior period adjustment was recorded in the fiscal year ended June 30, 2019 in order to recognize the historical costs of capital assets still in service and reconcile to the District's records.

NOTE 9: SUBSEQUENT EVENTS

Management has evaluated activity through August 10, 2023, the date that the financial statements were available for issue. No events have occurred which would require disclosure in or adjustment to the financial statements as of June 30, 2021.

REQUIRED SUPPLEMENTARY INFORMATION

**DAVIS CEMETERY DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED
JUNE 30, 2021**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
REVENUES:				
Taxes	\$296,625	\$296,625	\$309,361	\$ 12,736
Revenue from use of money and property	18,200	18,200	24,320	6,120
Charges for services	140,000	140,000	183,862	43,862
Other income	201,015	201,015	318,189	117,174
Endowment deposits	-	-	65,725	65,725
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	655,840	655,840	901,457	245,617
EXPENDITURES:				
Current:				
Cemetery operations:				
Salaries and employee benefits	511,771	511,771	494,020	17,751
Services and supplies	130,375	130,375	145,804	(15,429)
Capital outlay	36,500	36,500	59,016	(22,516)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	678,646	678,646	698,840	(20,194)
	<hr/>	<hr/>	<hr/>	<hr/>
Change in Net Position	<u>\$ (22,806)</u>	<u>\$ (22,806)</u>	<u>\$ 202,617</u>	<u>\$ 225,423</u>

The accompanying notes are an integral part of these financial statements.

**DAVIS CEMETERY DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED
JUNE 30, 2020**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
REVENUES:				
Taxes	\$286,125	\$286,125	\$295,197	\$ 9,072
Revenue from use of money and property	13,500	13,500	44,809	31,309
Charges for services	175,000	175,000	160,712	(14,288)
Other income	175,540	175,540	271,798	96,258
Endowment deposits	-	-	58,505	58,505
 Total Revenues	 650,165	 650,165	 831,021	 180,856
EXPENDITURES:				
Current:				
Cemetery operations:				
Salaries and employee benefits	504,699	504,699	504,467	232
Services and supplies	107,660	107,660	137,398	(29,738)
Capital outlay	65,000	65,000	91,764	(26,764)
 Total Expenditures	 677,359	 677,359	 733,629	 (56,270)
 Change in Net Position	 \$(27,194)	 \$(27,194)	 \$ 97,392	 \$ 124,586

The accompanying notes are an integral part of these financial statements.

**DAVIS CEMETERY DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED
JUNE 30, 2019**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Taxes	\$274,685	\$274,685	\$282,462	\$ 7,777
Revenue from use of money and property	2,502	2,502	46,655	44,153
Charges for services	132,000	132,000	203,411	71,411
Other income	251,000	251,000	199,184	(51,816)
Endowment deposits	-	-	52,200	52,200
 Total Revenues	 660,187	 660,187	 783,912	 123,725
EXPENDITURES:				
Current:				
Cemetery operations:				
Salaries and employee benefits	473,200	473,200	454,410	18,790
Services and supplies	143,650	143,650	188,409	(44,759)
Capital outlay	22,000	22,000	11,985	10,015
 Total Expenditures	 638,850	 638,850	 654,804	 (15,954)
 Change in Net Position	 <u>\$ 21,337</u>	 <u>\$ 21,337</u>	 <u>\$129,108</u>	 <u>\$ 107,771</u>

The accompanying notes are an integral part of these financial statements.

**DAVIS CEMETERY DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEARS ENDED
JUNE 30, 2021, 2020, AND 2019**

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

The District operates under the general laws of the State of California and annually adopts a budget to be effective July 1 of the ensuing fiscal year. Formal budgetary integration is employed as a management control device during the year for all governmental fund types. The level of control (level at which expenditures may not exceed budget) is measured at the fund level. Unused appropriations for the entire above annually budgeted funds lapse at the end of the fiscal year.

Budgets are adopted on a modified accrual basis. Budget information is presented for all funds budgeted. The District makes adjustments to its original budget during the year. This enables the effectiveness of individual departments in meeting budget objectives to be evaluated and the adequacy of the budget itself to be judged. The only exceptions to this are the appropriations of unanticipated revenues and the revision of appropriations to reflect major economic up or down turns materially affecting estimated revenues. Expenditures in excess of budgeted amounts are approved individually by the Board. Annual appropriated budgets are adopted for the General Fund. It is this final revised budget that is presented in these financial statements.

**DAVIS CEMETERY DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION - PENSIONS
FOR THE YEARS ENDED
JUNE 30, 2021, 2020 AND 2019**

Last 10 Fiscal Years*:

	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>FY 2019</u>	<u>FY 2020</u>	<u>FY 2021</u>
District's proportion of the net pension liability	0.00086%	0.001580%	0.00083%	0.00093%	0.00093%	0.00103%	0.00115%
District's proportionate share of the net pension liability	\$ 53,416	\$ 43,352	\$ 72,187	\$ 91,819	\$ 89,927	\$105,230	\$124,760
District's covered employee payroll	226,770	243,032	254,086	193,245	292,131	344,681	335,770
District's proportionate share of net pension liability as a % of its covered-employee payroll	26.30%	17.84%	28.41%	47.51%	30.78%	30.53%	37.16%
Plan Fiduciary net position as a % of the total pension liability	79.82%	88.35%	75.39%	77.69%	77.69%	77.69%	77.69%

* Amounts presented above were determined as of 6/30.

Additional years will be presented as they become available.

CALPERS - Schedule of District Contributions

Last 10 Fiscal Years*:

	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>FY 2019</u>	<u>FY 2020</u>	<u>FY 2021</u>
Actuarially determined contribution	\$ 13,985	\$ 12,991	\$ 16,458	\$ 20,393	\$ 24,815	\$ 33,972	\$ 35,403
Total action contribution	<u>(13,985)</u>	<u>(12,991)</u>	<u>(16,458)</u>	<u>(20,393)</u>	<u>(24,815)</u>	<u>(33,972)</u>	<u>(35,403)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$226,770	\$243,032	\$254,086	\$193,245	\$292,131	\$344,681	\$335,770
Contributions as a % of covered employee payroll	6.17%	5.35%	6.48%	10.55%	8.49%	9.86%	10.54%