

***DIXON RESOURCE CONSERVATION DISTRICT
OF SOLANO COUNTY***

Report on Audits
Years Ended June 30, 2023 and 2022

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

TABLE OF CONTENTS

June 30, 2023 and 2022	Page
Independent Auditor's Report	1
Management's Discussion and Analysis	4
Basic Financial Statements - Government-Wide Financial Statements:	
Statements of Net Position	11
Statements of Activities	12
Basic Financial Statements - Fund Financial Statements:	
Balance Sheets - Governmental Funds	13
Reconciliation of the Balance Sheets of the Governmental Funds to the Statements of Net Position	14
Statements of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	15
Reconciliation of the Statements of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statements of Activities	16
Notes to the Financial Statements	17
Required Supplementary Information:	
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	25
Notes to the Required Supplementary Information	26

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Independent Auditor's Report

To the Board of Directors
Dixon Resource Conservation District
of Solano County
Dixon, California

Opinions

We have audited the accompanying financial statements of the governmental activities of Dixon Resource Conservation District of Solano County (the District) as of and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of Dixon Resource Conservation District of Solano County, as of June 30, 2023 and 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of Dixon Resource Conservation District of Solano County, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

To the Board of Directors
Dixon Resource Conservation District
of Solano County
Dixon, California

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

To the Board of Directors
Dixon Resource Conservation District
of Solano County
Dixon, California

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Perry, Bunch & Johnston, Inc.

Woodland, California
October 27, 2023

The Dixon Resource Conservation District of Solano County

Management's Discussion and Analysis

As management of the Dixon Resource Conservation District of Solano County, California (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal years ended June 30, 2023 and 2022. We encourage readers to consider the information presented here in conjunction with additional information in our financial statements.

Financial Highlights

- The District's net position totaled \$651,895 at June 30, 2023 and \$618,641 at June 30, 2022. Of these amounts, \$594,883 and \$577,446 (unrestricted net position) at June 30, 2023 and 2022, respectively, may be used to meet the District's ongoing obligations to citizens and creditors (Page 10).
- The District's total net position increased by \$33,254 as a result of the current year's operations and increased by \$14,821 as a result of fiscal year ended June 30, 2022 operations.
- The District's governmental funds reported an ending fund balance of \$605,556 at June 30, 2023 and \$598,082 at June 30, 2022, of which \$56,870 and \$102,582, respectively, are available for spending at the District's discretion (unassigned). At June 30, 2023, the remaining amount of \$25,500 is reserved for the imprest cash fund, and \$473,186 are designated for future capital improvements, and \$50,000 other general purposes, respectively. At June 30, 2022, the remaining amount of \$25,500 is reserved for the imprest cash fund, and \$420,000 are designated for future capital improvements, and \$50,000 other general purposes, respectively (Page 12).

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements - The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Overview of the Financial Statements (Continued)

Primary government - Most of the District's basic services are reported here. These services include employee services, maintenance services, professional and specialized services and supplies. Property taxes, enrollment fees, charges for services and leases finance most of these activities.

The government-wide financial statements can be found on pages 10-11 of this report.

Fund financial statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The basic governmental fund financial statements can be found on pages 12-15 of this report.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 16-23 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budgetary comparison schedule for the general fund.

Required supplementary information can be found on pages 24-25 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a District's financial position. In the case of the District, assets exceeded liabilities by \$651,895 and \$618,641 at June 30, 2023 and 2022, respectively.

**Dixon Resource Conservation District of Solano County
Summary of Statement of Net Position**

	2023	2022	2021
Assets:			
Current and other assets	\$ 672,044	\$ 652,842	\$ 612,879
Capital assets, net of accumulated depreciation	57,012	41,195	47,287
Total Assets	\$ 729,056	\$ 694,037	\$ 660,166
Liabilities:			
Current liabilities	\$ 54,908	\$ 54,760	\$ 35,293
Noncurrent liabilities	22,253	20,636	21,053
Total Liabilities	77,161	75,396	56,346
Net Position:			
Net Investment in Capital Assets	57,012	41,195	47,287
Unrestricted	594,883	577,446	556,533
Total Net Position	651,895	618,641	603,820
Total Liabilities and Net Position	\$ 729,056	\$ 694,037	\$ 660,166

The District's net investment in capital assets totaled \$57,012 and \$41,195 or approximately 8.7% and 6.7% of the District's net position for the fiscal years ended June 30, 2023 and 2022, respectively. The net investment in capital assets is composed of infrastructure, and equipment, less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt, if any, must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The key elements for the significant changes in current assets and liabilities are as follows:

Current assets: Current assets increased by \$19,202 from fiscal year 2022 to 2023 and increased by \$39,963 from fiscal year 2021 to 2022. The primary reason for the increase from fiscal year 2021 to 2022 and the increase from 2022 to 2023 is attributable to the cyclical nature in expenditures associated with ditch maintenance and biennial audit. The increase in current assets from 2022 to 2023 is also attributed to additional revenues from grants, property taxes and fees.

Current liabilities: Current liabilities increased by \$148 from fiscal year 2022 to 2023 and increased by \$19,467 from fiscal year 2021 to 2022, respectively. The primary reason for the fluctuations in current liabilities is due to changes in the number of year end transactions and amounts.

Government Activities

The District's net position increased by \$33,254 during fiscal year 2023, which represents an increase of 5.4% from fiscal year 2022 to fiscal year 2023. The change in net position for fiscal year 2022 was an increase of \$14,821, which represents a 2.5% increase from fiscal year 2021.

The key elements in the significant changes in net position are as follows:

Program/General Revenues:

Revenues increased by \$46,652 between fiscal years 2022 and 2023. Revenues increased by \$9,193 from fiscal year 2021 to fiscal year 2022. The variability was attributable to a change in professional services provided (primarily to the Water Quality Program) as well as increases in ditch fees and property taxes.

Program Expenditures:

Expenditures increased by \$26,666 from fiscal year 2022 to fiscal year 2023. Expenditures increased by \$12,103 between fiscal year 2021 and 2022. Variability was attributed to the cyclical nature in expenditures associated with ditch maintenance and biennial audit, as well as staffing changes in 2022.

Dixon Resource Conservation District of Solano County Changes in Net Position for the Fiscal Years Ended June 30,

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Expenses:			
Communication	\$ 1,620	\$ 1,320	\$ 1,920
Depreciation	4,444	6,092	6,410
Employee services	251,890	220,084	213,290
Facility rent	16,212	17,053	17,085
Fees and permits	3,324	3,146	3,011
Insurance	4,248	3,982	4,761
Maintenance	301	454	834
Memberships	8,613	8,272	8,688
Non-capitalized equipment	1,198	810	1,330
Office expenses and supplies	7,477	7,133	5,729
Professional and specialized services	65,606	51,969	63,799
Property tax refunds	308	253	435
Special district expense	1,272	1,126	225
Supplies	111,615	129,552	111,563
Transportation and travel	368	584	647
Total Program Expenses	<u>478,496</u>	<u>451,830</u>	<u>439,727</u>
Program Revenues:			
Charges for services	<u>328,285</u>	<u>319,965</u>	<u>309,761</u>
Total Program Revenues	<u>328,285</u>	<u>319,965</u>	<u>309,761</u>
Net Program Expenses (carried forward)	<u>\$ (150,211)</u>	<u>\$ (131,865)</u>	<u>\$ (129,966)</u>

(Continued from page 7)

**Dixon Resource Conservation District of Solano County
Changes in Net Position for the Fiscal Years Ended June 30,**

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Net Program Expenses (brought forward)	<u>\$ (150,211)</u>	<u>\$ (131,865)</u>	<u>\$ (129,966)</u>
General Revenues (Expenses):			
Property taxes	154,651	140,018	131,462
Grant revenue	13,585	3,116	9,184
Revenues from the use of money and property	12,994	1,854	4,302
Miscellaneous revenues	3,788	1,698	-
Loss on disposal of asset	<u>(1,553)</u>	<u>-</u>	<u>945</u>
Total General Revenues	<u>183,465</u>	<u>146,686</u>	<u>145,893</u>
Change in Net Position	33,254	14,821	15,927
Net Position, Beginning of Year	<u>618,641</u>	<u>603,820</u>	<u>587,893</u>
Net Position, End of Year	<u><u>\$ 651,895</u></u>	<u><u>\$ 618,641</u></u>	<u><u>\$ 603,820</u></u>

Financial Analysis of the District's Governmental Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds - The General Fund is a governmental fund type that is used to account for general government functions of the District. The focus of the District's governmental fund is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2023 and 2022, the District's governmental funds reported an ending fund balance of \$605,556 and \$598,082, respectively, resulting in an increase of \$7,474 and \$20,496 for fiscal years ended June 30, 2023 and 2022, respectively. Of the ending fund balances at June 30, 2023 and 2022, \$56,870 and \$102,582, respectively, constitutes unassigned fund balance, which are available for spending at the District's discretion.

Governmental revenues totaled \$501,723 in fiscal year 2023, and \$466,651 in fiscal year 2022. This represents an increase of 7.5% from fiscal year 2022 to 2023 and an increase of 2.4% from fiscal year 2021 to 2022. The primary factors resulting in the increase in the amount of \$35,072 from fiscal year 2022 to 2023 are due to increases in property taxes, grant funds and ditch maintenance fees.

The primary factors resulting in the increase in the amount of \$10,997 from fiscal years 2021 to 2022 are due to increase in professional services provided to the water quality program and to Solano RCD for office management support.

Financial Analysis of the District's Governmental Funds (Continued)

Conversely, governmental expenditures totaled \$494,249 in fiscal year 2023, and \$446,155 in fiscal year 2022. This represents a increase of 10.8% from fiscal year 2022 to 2023 and an increase of 4.6% from fiscal year 2021 to 2022. The primary factor resulting in the increase in governmental expenditures between fiscal years 2022 and 2023 is due to increases in employee services in the amount of \$31,806.

The primary factors resulting in the increases in fiscal year 2022 to 2023 are due to increases in, employee hours, professional and specialized services totaling \$48,647.

General Fund Budgetary Highlights

The General Fund budgets (Original and Final versions) are reflected in the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, as presented on pages 24-25 in the Required Supplementary Information (RSI) section of this report.

There were a few changes between the original budget and the final amended budget of the General Fund in fiscal year 2023. For fiscal year 2023, revenues recognized were less than budget by \$38,428 and expenditures incurred were less than budget by \$72,454.

There were few changes between the original budget and the final amended budget of the General Fund in fiscal year 2022. For fiscal year 2022, revenues recognized were less than budgeted revenues by \$24,788 and expenditures incurred were less than budget by \$81,184.

Capital Asset and Debt Administration

Capital assets - The District's net investment in capital assets as of June 30, 2023 and 2022, amount to \$57,012 and \$41,195, respectively, (net of accumulated depreciation and related debt). This net investment in capital assets includes equipment, and infrastructure. The total increase in the District's net investment in capital assets from fiscal year 2022 to 2023 was 38.4% and the total decrease in the District's net investment in capital assets from fiscal year 2021 to 2022 was 12.9%.

The District's capital expenditures during the fiscal year 2023 and 2022 were for infrastructure improvements of \$21,814 and \$0.

**Dixon Resource Conservation District of Solano County
Capital Assets
(net of accumulated depreciation)**

	2023	2022	2021
Infrastructure	\$ 57,012	\$ 41,195	\$ 47,287
Equipment	-	-	-
Total Capital Assets	\$ 57,012	\$ 41,195	\$ 47,287

Additional information on the District's capital assets can be found in Note 5 on page 21 of this report.

Capital Asset and Debt Administration (Continued)

Long-term debt - At June 30, 2023 and 2022 the District had \$22,253 and \$20,636, respectively, of long-term debt owed for compensated absences. This amount is entirely backed by the full faith and credit of the District. For more information see Note 5 on pages 21-22 of this report.

Economic Factors and Next Year's Operating Activities

The District's management anticipates a moderate increase in various general revenue sources in the upcoming fiscal year, more specifically, property taxes and interest income. The program revenues associated with the charges for ditch fees will remain constant unless and until a new rate structure is adopted. The program revenues associated with the services provided to other programs will fluctuate annually based on need for staff services to the JPA management and the Water Quality Coalition. The District anticipated moderate variation in expenditures for capital improvements, ditch maintenance and office lease expenses. The District plans to continue to monitor other operating costs to ensure they remain inline with budgeted amounts.

The District's management anticipates a moderate increase in various general revenue sources in the upcoming fiscal year, more specifically, property taxes and interest income. The program revenues associated with the charges for ditch fees will remain c

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District's Board of Directors, 1170 North Lincoln St., Suite 110, Dixon, CA 95620.

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

STATEMENTS OF NET POSITION

June 30.	2023	2022
ASSETS		
	Total Governmental Activities	Total Governmental Activities
ASSETS:		
Current Assets:		
Cash and cash equivalents	\$ 608,655	\$ 602,774
Accounts receivable	-	616
Due from other agencies	35,570	14,719
Due from related parties	27,819	34,733
Total Current Assets	<u>672,044</u>	<u>652,842</u>
Non-Current Assets:		
Capital assets, net		
Infrastructure	57,012	41,195
Equipment	-	-
Total Non-Current Assets	<u>57,012</u>	<u>41,195</u>
Total Assets	<u>\$ 729,056</u>	<u>\$ 694,037</u>
LIABILITIES AND NET POSITION		
LIABILITIES:		
Current Liabilities:		
Accounts payable	\$ 49,074	\$ 52,428
Outstanding warrants	500	-
Due to other agencies	5,334	2,332
Total Current Liabilities	<u>54,908</u>	<u>54,760</u>
Non-Current Liabilities:		
Non-current portion of long term obligations	22,253	20,636
Total Non-Current Liabilities	<u>22,253</u>	<u>20,636</u>
Total Liabilities	<u>77,161</u>	<u>75,396</u>
NET POSITION:		
Net investment in capital assets	57,012	41,195
Unrestricted	594,883	577,446
Total Net Position	<u>651,895</u>	<u>618,641</u>
Total Liabilities and Net Position	<u>\$ 729,056</u>	<u>\$ 694,037</u>

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

STATEMENTS OF ACTIVITIES

Years Ended June 30,	2023	2022
	<u>Total Governmental Activities</u>	<u>Total Governmental Activities</u>
PROGRAM EXPENSES:		
Communication	\$ 1,620	\$ 1,320
Depreciation	4,444	6,092
Employee services	251,890	220,084
Facility rent	16,212	17,053
Fees and permits	3,324	3,146
Insurance	4,248	3,982
Maintenance	301	454
Memberships	8,613	8,272
Non-capitalized equipment	1,198	810
Office expenses and supplies	7,477	7,133
Professional and specialized services	65,606	51,969
Property tax refunds	308	253
Special district expense	1,272	1,126
Supplies	111,615	129,552
Transportation and travel	368	584
Total Program Expenses	<u>478,496</u>	<u>451,830</u>
PROGRAM REVENUES:		
Charges for services	<u>328,285</u>	<u>319,965</u>
Total Program Revenues	<u>328,285</u>	<u>319,965</u>
Net Program Expense	<u>(150,211)</u>	<u>(131,865)</u>
GENERAL REVENUES (EXPENSES):		
Property taxes	154,651	140,018
Grant revenue	13,585	3,116
Revenues from the use of money and property	12,994	1,854
Miscellaneous	3,788	1,698
Loss on disposal of asset	(1,553)	-
Total General Revenues	<u>183,465</u>	<u>146,686</u>
Change in Net Position	33,254	14,821
Net Position, Beginning of Year	<u>618,641</u>	<u>603,820</u>
Net Position, End of Year	<u>\$ 651,895</u>	<u>\$ 618,641</u>

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

BALANCE SHEETS - GOVERNMENTAL FUNDS

June 30,	2023	2022
ASSETS		
	General	General
ASSETS:		
Cash and cash equivalents	\$ 608,655	\$ 602,774
Accounts receivable	-	616
Due from other agencies	23,990	14,719
Due from related parties	27,819	34,733
	<u>27,819</u>	<u>34,733</u>
Total Assets	<u>\$ 660,464</u>	<u>\$ 652,842</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES:		
Accounts payable	\$ 49,074	\$ 52,428
Outstanding warrants	500	-
Due to other agencies	5,334	2,332
	<u>5,334</u>	<u>2,332</u>
Total Liabilities	<u>54,908</u>	<u>54,760</u>
FUND BALANCE:		
Committed:		
Future capital improvements	473,186	420,000
General	50,000	50,000
Imprest cash	25,500	25,500
Unassigned	56,870	102,582
	<u>56,870</u>	<u>102,582</u>
Total Fund Balance	<u>605,556</u>	<u>598,082</u>
Total Liabilities and Fund Balance	<u>\$ 660,464</u>	<u>\$ 652,842</u>

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

**RECONCILIATION OF THE BALANCE SHEETS OF THE
GOVERNMENTAL FUNDS TO THE STATEMENTS OF NET POSITION**

Years Ended June 30,	2023	2022
Governmental fund balance	\$ 605,556	\$ 598,082
Amounts reported for governmental activities in the statement of net assets are different because:		
Receivables not received within 60 days of fiscal year end are not financial resources and, therefore, not reported in the funds.		
Due from other agencies	11,580	-
Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds.		
Infrastructure and equipment, net of \$123,364 and \$125,299 accumulated depreciation year ending 2023 and 2022, respectively.	57,012	41,195
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	<u>(22,253)</u>	<u>(20,636)</u>
Net Position of Governmental Activities	<u>\$ 651,895</u>	<u>\$ 618,641</u>

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS

Years Ended June 30,	2023	2022
	<u>General</u>	<u>General</u>
REVENUES:		
Charges for services	\$ 328,285	\$ 319,965
Miscellaneous revenues	3,788	1,698
Property taxes	154,651	140,018
Grant revenue	2,005	3,116
Revenues from the use of money and property	12,994	1,854
	<u>501,723</u>	<u>466,651</u>
Total Revenues		
	501,723	466,651
EXPENDITURES:		
Capital outlay	21,814	-
Communication	1,620	1,320
Employee services	250,273	220,501
Facility rents	16,212	17,053
Fees and permits	3,324	3,146
Insurance	4,248	3,982
Maintenance	301	454
Memberships	8,613	8,272
Non-capitalized equipment	1,198	810
Office expense and supplies	7,477	7,133
Professional and specialized services	65,606	51,969
Property tax refunds	308	253
Special district expenses	1,272	1,126
Supplies	111,615	129,552
Transportation and travel	368	584
	<u>494,249</u>	<u>446,155</u>
Total Expenditures		
	494,249	446,155
Change in Fund Balance	7,474	20,496
Fund Balance, Beginning of Year	598,082	577,586
	<u>598,082</u>	<u>577,586</u>
Fund Balance, End of Year	<u>\$ 605,556</u>	<u>\$ 598,082</u>

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

**RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENTS OF ACTIVITIES**

Years Ended June 30,	2023	2022
Net change in fund balance	\$ 7,474	\$ 20,496
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds do not report revenue if it has not been received within 60 days of fiscal year end. However, in the statement of activities, revenue is recorded regardless of collection.		
Grant revenue	11,580	-
This is the amount by which depreciation expense exceeded capital outlay in the current period.		
Capital outlay	21,814	-
Depreciation expense	(4,444)	(6,092)
Loss on disposal of asset	(1,553)	-
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental fund.		
Compensated absences	<u>(1,617)</u>	<u>417</u>
Change in Net Position of Governmental Activities	<u>\$ 33,254</u>	<u>\$ 14,821</u>

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

FINANCIAL REPORTING ENTITY AND NATURE OF ACTIVITIES:

The Dixon Resource Conservation District (District) of Solano County was organized on September 2, 1952, and operates under the Public Resources Code. The District was formed to construct, operate, and maintain a seventy-mile-long system of ditches designed to provide winter drainage, reduce duration of flooding, and diminish ponding of winter water on agricultural lands. The District also strives to make available technical, financial and educational resources, whatever their source, and focus or coordinate them so that they meet the needs of the local land manager for conservation of soil, water and related natural resources.

The Board of Directors consisting of five (5) members, serving four-year terms, governs the District. The Board of Supervisors of Solano County approves the appointment of each Director, in-lieu of an election. The District defines its reporting entity in accordance with accounting principles generally accepted in the United States of America (GAAP), which provides guidance for determining which governmental activities, organizations, and functions should be included in the reporting entity. The accompanying financial statements present information on the activities of the reporting entity, including all fund types of the District (the primary government) and its component unit.

GAAP requires that component units be separated into blended or discretely presented units for reporting purposes. Per GASB 14, discretely presented component units are reported in the notes to the financial statements of the primary government to emphasize that they are legally separate from them.

The Dixon/Solano RCD Water Quality Coalition (Coalition), which is overseen by a separate advisory committee, is a discretely presented component unit in the District's basic financial statements. The Coalition was formed solely to implement and manage the Irrigated Lands Regulatory Program that provides services entirely to the owners of irrigated lands.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION:

Government-Wide Financial Statements:

The government-wide financial statements (i.e., the statements of net position and the statements of activities) report information on all activities of the District.

The statements of activities demonstrate the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

The government-wide financial statements utilize a net position presentation. Net position is displayed in three components.

- Net Investment in Capital Assets - This category groups all capital assets into one component of net assets. Accumulated depreciation and the outstanding balances of debt, attributable to the acquisition, construction or improvement of these assets reduces the balance in this category.

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Government-Wide Financial Statements: (Continued)

- Restricted - This category represents net assets of the District that are legally restricted for special projects as defined by various agreements.
- Unrestricted - This category represents net assets of the District, not restricted for any project or other purpose.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. The District had no restricted resources at year-end for all fiscal years presented.

Fund Financial Statements:

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The District uses a single general fund to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The single general fund utilized by the District is a governmental fund. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. The difference between governmental fund assets and liabilities is reported as fund balance.

Under GASB 54, fund balances are required to be reported according to the following classifications:

- Nonspendable fund balance - Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables.
- Restricted fund balance - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).
- Committed fund balance - Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the government's highest level of decision-making authority.
- Assigned fund balance - Amounts that are constrained by the District's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body, another body (such as a Finance Committee), or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.
- Unassigned fund balance - This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Fund Financial Statements: (Continued)

The District reports the following major governmental fund:

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

The amounts reported as program revenues in the statement of activities include charges to customers for goods and services, grant funding, lease revenue, and program enrollment fees. General revenues include all taxes (property) and interest income.

In the fund financial statements, reservations of fund balance segregate portions of fund balance that are either not available or have been earmarked for specific purposes. The various reserves and designations are established by GAAP and by actions of the Board.

As of June 30, 2023, the District reserved \$25,500 for imprest cash, \$473,186 for future capital improvements, and \$50,000 for other general purposes. As of June 30, 2022, the District reserved \$25,500 for imprest cash, \$420,000 for future capital improvements, and \$50,000 for other general purposes.

BUDGETS:

Budgets are adopted on a basis consistent with generally accepted accounting principles. All budgetary changes during the fiscal year required the approval of the District's Board of Directors. The District's budgetary period is from July 1st to June 30th. All unencumbered annual appropriations lapse at the end of each fiscal year.

ACCOUNTS RECEIVABLE:

Property taxes, licenses, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash.

DUE FROM OTHER AGENCIES:

Due from other agencies represents amounts owed from governmental entities outside the District.

CAPITAL ASSETS:

Capital assets are defined by the District as assets with an initial, individual cost of more than \$3,000. Such capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at fair value at the date of the donation. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets as follows:

<u>Description</u>	<u>Estimated Useful Life</u>
Vehicles and equipment	5 - 20 years
Buildings and improvements	12 - 20 years

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

ASSESSMENTS:

Program revenue consists entirely of property tax assessments. Solano County, through the Auditor-Controller's office and the Treasurer-Tax Collector, is responsible for assessing, collecting and distributing property taxes 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 the funds. Funds are distributed as follows: 50 percent in December, 45 percent in April and 5 percent in June.

ACCOUNTS PAYABLE:

Accounts payable represents the balance due for goods received and/or services rendered.

OUTSTANDING WARRANTS:

Outstanding warrants represent the amount of treasury warrants issued but not yet presented to the Treasurer for payment. When warrants are mailed, expenditures are recorded and an outstanding warrant liability is created, pending payment of the warrant.

COMPENSATED ABSENCES:

It is the District's policy to permit permanent employees to accumulate earned but unused vacation and sick leave benefits. Accrued vacation and compensated time is paid at the time of the employee's termination based on established District limitations. Compensated absences leave is accrued when incurred in the government-wide financial statements. A liability is reported in the governmental fund only if unused vacation and compensated time after limitations are expected to be liquidated (paid out due to an employee separating from service with the District) with expendable available financial resources.

IMPREST CASH:

The Board of the District reserves a fixed balance by regular replenishments that is used for small routine operating expenses and recurring payroll expenses.

USE OF ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 - ACCOUNTS AND RECORDS:

The Auditor-Controller of Solano County maintains records of the District's transactions. The Solano County Treasurer collects the District's property tax revenues. The District submits claims for expenditures to the Solano County Auditor-Controller's Office for processing and payment.

NOTE 3 - CASH AND CASH EQUIVALENTS:

The District deposits its cash in the Solano County Treasury. Funds deposited with the County are part of an investment pool that is managed by the County Treasurer. The District's equity in the County's investment pool is determined by the dollar amount of its deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Accrued interest and realized and unrealized gains, net of expenses, are apportioned to the District each quarter. Income from the County's pooled investments is allocated to the District based on the District's average daily cash balance for each quarter in relationship to the total of the pooled cash and investments.

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 3 - CASH AND CASH EQUIVALENTS: (Continued)

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. The County has established a treasury oversight committee to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6, Section 27131 of the California Government Code. The Board of Supervisors reviews and approves the investment policy annually. The oversight committee reviews investment activity and results quarterly. The County Treasurer prepares and submits a comprehensive investment report to the Board of Supervisors every month. The report covers the type of investments in the pool, maturity dates, par value, actual costs, and fair value.

See Solano County's Comprehensive Annual Financial Report (CAFR) for more details regarding the County's investment pool, including its investment types, investment policy and disclosures related to investment credit risk, concentration of credit risk, interest rate risk and custodial credit risk, as required by GASB Statement No. 40.

NOTE 4 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY:

PROPERTY TAXES:

The State of California (State) Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed one percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value as defined by Article XIII and may be adjusted by no more than two percent per year unless the property is sold or transferred. The State Legislature has determined the method of distributing receipts from a one percent tax levy among the counties, cities, school districts, and other districts.

Secured property taxes are apportioned in advance of collection. All other taxes are apportioned after collection.

GANN APPROPRIATIONS LIMIT:

Article XIII B of the California Constitution provides exceptions for some special districts for establishing an appropriations limit. As per Article XIII B, the District is not subject to the appropriations limit because the District's tax levy for fiscal year 1978 and 1977 was below 12 1/2 cents per \$100 of assessed valuation.

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DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 5 - DETAILED NOTES:

CAPITAL ASSETS:

Capital assets activity for the fiscal year ended June 30, 2023 was as follows:

Governmental Activities:	Balance at			Balance at
Capital assets being depreciated:	July 1, 2022	Additions	Deletions	June 30, 2023
Infrastructure	\$ 125,025	\$ 21,814	\$ 7,932	\$ 138,907
Equipment	41,469	-	-	41,469
Total Capital Assets Being Depreciated	166,494	21,814	7,932	180,376
Less accumulated depreciation for:				
Infrastructure	83,830	4,444	6,379	81,895
Equipment	41,469	-	-	41,469
Total Accumulated Depreciation	125,299	4,444	6,379	123,364
Total Capital Assets - Net of Depreciation	\$ 41,195			\$ 57,012

Capital assets activity for the fiscal year ended June 30, 2022 was as follows:

Governmental Activities:	Balance at			Balance at
Capital assets being depreciated:	July 1, 2021	Additions	Deletions	June 30, 2022
Infrastructure	\$ 125,025	\$ -	\$ -	\$ 125,025
Equipment	41,469	-	-	41,469
Total Capital Assets Being Depreciated	166,494	-	-	166,494
Less accumulated depreciation for:				
Infrastructure	77,738	6,092	-	83,830
Equipment	41,469	-	-	41,469
Total Accumulated Depreciation	119,207	6,092	-	125,299
Total Capital Assets - Net of Depreciation	\$ 47,287			\$ 41,195

LONG-TERM LIABILITIES:

The District's long-term liability consists entirely of compensated absences.

Long-term liability activity for the fiscal year ended June 30, 2023, was as follows:

Governmental Activities:	Balance at			Balance at
Compensated absences	July 1, 2022	Additions	Deletions	June 30, 2023
	\$ 20,636	\$ 1,617	\$ -	\$ 22,253
Total Long-Term Liabilities	\$ 20,636	\$ 1,617	\$ -	\$ 22,253

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 5 - DETAILED NOTES: (Continued)

Long-term liability activity for the fiscal year ended June 30, 2022, was as follows:

	Balance at July 1, 2021	Additions	Deletions	Balance at June 30, 2022
Governmental Activities:				
Compensated absences	\$ 21,053	\$ -	\$ 417	\$ 20,636
Total Long-Term Liabilities	<u>\$ 21,053</u>	<u>\$ -</u>	<u>\$ 417</u>	<u>\$ 20,636</u>

NOTE 6 - DIXON/SOLANO RCD WATER QUALITY COALITION:

The following is condensed financial statement information from the Dixon/Solano RCD Water Quality Coalition, a component unit of the District.

Statements of Net Position

	2023	2022
Assets:		
Current and other assets	\$ 234,034	\$ 228,184
Total Assets	<u>\$ 234,034</u>	<u>\$ 228,184</u>
Liabilities:		
Due to Dixon RCD	\$ 27,819	\$ 34,733
Due to Solano RCD	1,094	1,258
Total Liabilities	<u>28,913</u>	<u>35,991</u>
Net Position:		
Unrestricted	205,121	192,193
Total Net Position	<u>205,121</u>	<u>192,193</u>
Total Liabilities and Net Position:	<u>\$ 234,034</u>	<u>\$ 228,184</u>

Changes in Net Position

	2023	2022
Program Expenses:		
Fees and permits	\$ 156,515	\$ 147,040
Other	4,012	3,485
Professional and specialized services	282,550	371,031
Total Program Expenses	<u>443,077</u>	<u>521,556</u>
Program Revenues:		
Enrollment fees	448,774	451,493
Total Program Revenues	<u>448,774</u>	<u>451,493</u>
Net Program Revenues (Expenses)	<u>5,697</u>	<u>(70,063)</u>

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

NOTES TO THE FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

NOTE 6 - DIXON/SOLANO RCD WATER QUALITY COALITION: (Continued)

Changes in Net Position

	<u>2023</u>	<u>2022</u>
General Revenues:		
Revenues from the use of money and property	\$ 7,231	\$ 1,065
Total General Revenues	<u>7,231</u>	<u>1,065</u>
Change in Net Position	12,928	(68,998)
Net Position, Beginning of Year	<u>192,193</u>	<u>261,191</u>
Net Position, End of Year	<u>\$ 205,121</u>	<u>\$ 192,193</u>

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 omissions; and natural disasters. The District is a member of the Special District Risk Management Authority (SDRMA), an intergovernmental risk sharing joint powers authority created pursuant to California Government Code Sections 6500 et. seq. The District pays an annual premium to SDRMA for its General and Auto Liability, Public Officials' and Employees' Errors and Omissions, Employment Practices Liability, and Workers' Compensation insurance coverage, among others. There have been no known losses during the past 4 years.

NOTE 8 - EMPLOYEE RETIREMENT PLAN:

PLAN DESCRIPTION:

The District participates in a retirement plan for its employees. Eligible employees may participate in the District's SIMPLE IRA retirement plan. Eligible employees are defined as all employees who received at least \$5,000 in compensation from the District during any two preceding calendar years (whether consecutive or not consecutive) and who are reasonably expected to receive at least \$5,000 in compensation during the calendar year. The District will match dollar for dollar employee contributions to the District retirement plan up to 3 percent of the employee's gross salary. The employee contribution to the District's retirement plan shall be deducted, pre-tax, from the employee's monthly paycheck.

For fiscal years 2021 and 2020, the total employer contributions were \$6,346 and \$5,043, respectively.

NOTE 9 - RELATED PARTY TRANSACTIONS:

The District is reimbursed by Dixon/Solano RCD Water Quality Coalition for administration services and direct expenses associated with operating the Coalition. Amounts received from the Coalition for the years ended June 30, 2023 and 2022 were \$118,458 and \$136,118, respectively. Amounts due from Dixon/Solano RCD Water Quality Coalition at June 30, 2023 and 2022 were \$27,819 and \$34,733, respectively.

NOTE 10 - SUBSEQUENT EVENTS:

Management has considered all subsequent events for disclosure in the financial statements through October 27, 2023, which represents the date the financial statements were available to be issued.

***DIXON RESOURCE CONSERVATION DISTRICT
OF SOLANO COUNTY***

Required Supplementary Information
Years Ended June 30, 2023 and 2022

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Years Ended June 30, 2023 and 2022

	2023				2022			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final			Original	Final		
Fund Balance, Beginning of Year	\$ 598,082	\$ 598,082	\$ 598,082	\$ -	\$ 577,586	\$ 577,586	\$ 577,586	\$ -
RESOURCES (INFLOWS):								
Charges for services	377,061	377,061	328,285	(48,776)	348,562	348,558	319,965	(28,593)
Miscellaneous	500	500	3,788	3,288	2,500	2,500	1,698	(802)
Property taxes	135,000	150,410	154,651	4,241	128,873	134,881	140,018	5,137
Grant revenue	-	12,000	2,005	(9,995)	2,000	2,000	3,116	1,116
Revenues from the use of money and property	1,500	1,500	12,994	11,494	3,500	3,500	1,854	(1,646)
Amounts Available for Appropriations	1,112,143	1,139,553	1,099,805	(39,748)	1,063,021	1,069,025	1,044,237	(24,788)
CHARGES TO APPROPRIATIONS (OUTFLOWS):								
Advertising	50	50	-	50	50	50	-	50
Capital outlay	30,000	30,000	21,814	8,186	30,000	35,094	-	35,094
Communication	1,920	1,920	1,620	300	1,920	1,920	1,320	600
Employee services	250,452	250,452	250,273	179	229,906	229,906	220,501	9,405
Facility rent	18,912	18,912	16,212	2,700	18,675	17,725	17,053	672
Fees and permits	3,500	3,500	3,324	176	3,000	3,000	3,146	(146)
Insurance	4,535	4,535	4,248	287	4,500	4,500	3,982	518
Maintenance	1,000	1,000	301	699	1,000	500	454	46
Memberships	8,750	8,750	8,613	137	8,750	8,750	8,272	478
Non-capitalized equipment	2,500	2,500	1,198	1,302	2,500	1,500	810	690
Office expenses and supplies	9,650	8,650	7,477	1,173	11,850	9,710	7,133	2,577
Professional and specialized services	67,029	71,029	65,606	5,423	69,930	66,930	51,969	14,961
Property tax refunds	250	250	308	(58)	250	250	253	(3)
Special district expense	2,200	2,200	1,272	928	2,200	1,700	1,126	574
Supplies	133,295	159,295	111,615	47,680	130,234	141,234	129,552	11,682
Transportation and travel	4,250	2,660	368	2,292	4,250	2,750	584	2,166
Publications and legal notices	1,000	1,000	-	1,000	1,000	500	-	500
Total Charges to Appropriations	539,293	566,703	494,249	72,454	520,015	526,019	446,155	79,864
Budgetary Fund Balances, End of Year	\$ 572,850	\$ 572,850	\$ 605,556	\$ 32,706	\$ 543,006	\$ 543,006	\$ 598,082	\$ 55,076

See accompanying notes.

DIXON RESOURCE CONSERVATION DISTRICT OF SOLANO COUNTY

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Years Ended June 30, 2023 and 2022

Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures.

	<u>2023</u>	<u>2022</u>
Sources/Inflows of Resources:		
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 1,099,805	\$ 1,044,237
Differences - Budget to GAAP:		
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes.	<u>(598,082)</u>	<u>(577,586)</u>
Total revenues as reported on the statements of revenues, expenditures and changes in fund balance - governmental funds.	<u>\$ 501,723</u>	<u>\$ 466,651</u>
Uses/Outflows of Resources:		
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	<u>\$ 494,249</u>	<u>\$ 446,155</u>
Total expenditures as reported on the statements of revenues, expenditures and changes in fund balance - governmental funds.	<u>\$ 494,249</u>	<u>\$ 446,155</u>

Budgetary Information:

Although the District is not required to utilize formal budgetary procedures, the District follows the County budget requirement and calendar. An operating budget is prepared on a modified accrual basis each fiscal year for the General Fund. The final budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). The District has established budgetary control at the object code level within the District's financial accounting system. All annual appropriations lapse at fiscal year end.