

JOHNSVILLE PUBLIC UTILITY DISTRICT

Financial Statements

And

Independent Auditor's Report

For the Years Ended June 30, 2023 & 2022

JOHNSVILLE PUBLIC UTILITY DISTRICT

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Blomberg & Griffin Accountancy Corporation
Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Johnsville Public Utility District
Johnsville, California

Opinions

We have audited the accompanying financial statements of the and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Johnsville Public Utility District, 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 Johnsville Public Utility District, as of June 30, 2023 and 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the years 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 and the State Controller's Minimum Audit Requirements for California Special District. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Johnsville Public Utility District, and to meet our other 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 Johnsville Public Utility 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.

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:

- 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 Johnsville Public Utility 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 Johnsville Public Utility District's ability to continue as a going concern for a reasonable period.

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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion (4 through 6) and analysis and budgetary comparison (pages 11-12) 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.

Blomberg & Griffin A.C.

Blomberg & Griffin, A.C.

Stockton, Ca.

October 23, 2023

JOHNSVILLE PUBLIC UTILITY DISTRICT

Management's Discussion and Analysis

June 30, 2023 and 2022

Our discussion and analysis of the Johnsville Public Utility District financial performance provides an overview of Districts financial Activities for the fiscal years ended June 30, 2023 and 2022.

Financial Highlights

As discussed in further detail in the discussion and analysis, the following represents the most significant financial highlight for the year ended June 30, 2023 and 2022.

The District total net position increased by \$89,732 in the fiscal year ending June 30, 2023. For the fiscal year ending June 30, 2022, the District net position increased by \$25,105.

Using this Annual Report

This annual report consists of a series of financial statements. The statement of net position and the statement of activities provide information about the activities of the District and present a longer-term view of the District's finances. This longer-term view uses the accrual basis of accounting which measures the cost of providing services during the fiscal year.

The District as a Whole

The following table shows, in a comparative, condensed format, the net position as of June 30, 2023 and 2022:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Assets	\$ 668,241	\$ 593,233
Liabilities	<u>56,579</u>	<u>71,303</u>
Net Position - Unrestricted	<u>\$ 611,662</u>	<u>\$ 521,930</u>

The following table shows, in a comparative, condensed format, the changes in net position as of June 30, 2023 and 2022:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Revenues		
Grant Revenue	\$ 90,177	\$ -
Service Charges	74,550	74,095
Property Taxes	9,664	8,873
Investment Earnings	-	97
Other	<u>1,727</u>	<u>16,883</u>
Total Revenues	176,118	99,948
Expenses	<u>86,386</u>	<u>74,843</u>
Changes in Net Positions	<u>\$ 89,732</u>	<u>\$ 25,105</u>

JOHNSVILLE PUBLIC UTILITY DISTRICT

Management's Discussion and Analysis

June 30, 2023 and 2022

District Activities

The District made capital improvements during fiscal year 2023 for the amount of \$110,917 and 23,462 for fiscal year 2022.

The District acquired a loan advance from RCAC. As of June 30, 2023, the District has an outstanding loan payable of \$56,430 to be refinanced with USDA long term financing.

Fund Budgetary Highlights

As shown in the budgetary comparison schedule (page 11) for fiscal year 2023, the District actual revenue was \$176,118 and actual expenditures were \$176,734. As a result, the total change in fund balance ended up as a deficit of \$(616). The significant budget to actual differences were a result of the following.

- Charges for services less than budget by \$1,432.
- Current secures taxes were up by \$819.
- There was no Investment earnings (interest) in budget or actual.
- Proceeds from the grant were more than budget by \$90,177.
- Maintenance was up by \$8,750.
- General Insurance was up by \$837.
- Office expenses were up by \$776.
- Utilities were up by \$5,055.
- Capital Improvement were up by \$10,917.

As shown in the budgetary comparison schedule (page 12) for fiscal year 2022, the District actual revenue was \$99,948 and expenditures were \$77,736. The total change in fund balance ended up as an increase of \$22,212. The significant budget to actual differences were a result of the following.

- Charges for services less than budget by \$1,887.
- Current secures taxes were up by \$69.
- Investment earnings (interest) were up \$97.
- Proceeds from the loan were more than budget by \$0.
- General Insurance was up by \$34.
- Office expenses were up by \$502.
- Utilities were up by \$1,958.
- Maintenance was up by \$1,587.
- Capital Improvement less by \$67,418.

The depreciation expense for the fiscal year 2023/22 and 2022/21 was \$20,569 & \$20,569, respectively. Moreover, the depreciation expense was not budgeted.

JOHNSVILLE PUBLIC UTILITY DISTRICT

Management's Discussion and Analysis

June 30, 2023 and 2022

Economic Factors and Next Year's Budgets

Due to the general economic conditions, the revenues for next fiscal year should be similar to current fiscal year result. In addition, capital expenditures are estimated for the construction of a new water tank and related equipment. Construction is dependent upon obtaining financing, permit and related agreements.

Contacting the District's Management

This financial report is intended to provide our citizens, taxpayers, customer, and investor with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information, we welcome you to contact the District's management at P.O. Box 294, Graeagle, CA 96103.

JOHNSVILLE PUBLIC UTILITY DISTRICT

Statement of Net Position

June 30, 2023 and 2022

	<u>Business-Type Activities 2023</u>	<u>Business-Type Activities 2022</u>
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 163,917	\$ 179,400
Accounts Receivable	-	-
Prepaid Insurance	<u>2,919</u>	<u>2,777</u>
Total Current Assets	<u>166,836</u>	<u>182,177</u>
NON-CURRENT ASSETS		
Water Plant	1,072,494	961,576
Accumulated Depreciation	<u>(571,089)</u>	<u>(550,520)</u>
Total Non-Current Assets	<u>501,405</u>	<u>411,056</u>
Total Assets	<u>\$ 668,241</u>	<u>\$ 593,233</u>
LIABILITIES AND NET POSITION		
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	\$ -	\$ 14,754
Accrued Wages and Benefits	<u>149</u>	<u>119</u>
Total Current Liabilities	<u>149</u>	<u>14,873</u>
NON-CURRENT LIABILITIES		
USDA Loan Advance	<u>56,430</u>	<u>56,430</u>
Total Non-Current Liabilities	<u>56,430</u>	<u>56,430</u>
Total Liabilities	<u>56,579</u>	<u>71,303</u>
NET POSITION		
Invested in Capital Assets	501,405	411,056
Unrestricted	<u>110,257</u>	<u>110,874</u>
Total Net Position	<u>611,662</u>	<u>521,930</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 668,241</u>	<u>\$ 593,233</u>

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

JOHNSVILLE PUBLIC UTILITY DISTRICT
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2023 and 2022

	<u>Business-Type Activities 2023</u>	<u>Business-Type Activities 2022</u>
OPERATING REVENUES		
Charges for Services (Note 5)	\$ 74,550	\$ 74,095
Total Operating Revenues	<u>74,550</u>	<u>74,095</u>
OPERATING EXPENSES		
Regular Wages	3,614	3,489
Payroll Taxes	276	267
Compensation Insurance	1,194	1,194
General Insurance	4,237	3,434
Maintenance	33,398	28,140
Maint Water Lines	852	947
Office Expense	1,776	1,252
Professional Services	5,450	3,912
Special Department Tax Service Fee	4,965	4,681
Utilities	10,055	6,958
Depreciation	<u>20,569</u>	<u>20,569</u>
Total Operating Expenses	<u>86,386</u>	<u>74,843</u>
Net Operating Loss	<u>(11,836)</u>	<u>(748)</u>
NON-OPERATING REVENUES (EXPENSES)		
Grant Revenue	90,177	-
Property Taxes	9,664	8,873
Interest Income	-	97
State Homeowner's Property Tax Relief	60	57
Misc. Revenue	<u>1,667</u>	<u>16,826</u>
Total Non-Operating Revenues	<u>101,568</u>	<u>25,853</u>
Change in Net Position	89,732	25,105
NET POSITION - BEGINNING OF YEAR	<u>521,930</u>	<u>496,825</u>
NET POSITION - END OF YEAR	<u>\$ 611,662</u>	<u>\$ 521,930</u>

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

JOHNSVILLE PUBLIC UTILITY DISTRICT
 Reconciliation of the Government Budgetary Schedule to the Statement of Activities
 For the Fiscal Years Ended June 30, 2023 and 2022

	2023	2022
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Uses	\$ (616)	\$ 22,212
<p>Amounts reported for governmental activities in the statement of activities are different from amounts reported in governmental funds because:</p> <p>Capital Outlay: In governmental funds, the costs of capital outlay are reported as expenditures in the period when the assets are acquired. In the statement of activities costs of capital assets are allocated over their estimated useful lives as depreciation expense. The difference between capital outlay expenditures and depreciation expense for the period is:</p>		
Expenditures for Capital Outlay	110,917	23,462
Depreciation Expense	(20,569)	(20,569)
<p>Debt Service: In governmental funds, proceeds from long-term debt are reported as other sources and repayments are reported as expenditures. In the government-wide statements, repayments of long-term debt are reported as reductions of liabilities.</p>		
Proceeds from the long-term debt	-	-
Changes in Net Position-Governmental Activities	\$ 89,732	\$ 25,105

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

JOHNSVILLE PUBLIC UTILITY DISTRICT

Statement of Cash Flows

For the Year Ended June 30, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts for Services	\$ 74,550	\$ 74,095
Payments to Suppliers	(76,823)	(49,665)
Payments to Employees	(3,860)	(3,490)
	<u>(6,133)</u>	<u>20,940</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Property Taxes	9,664	8,873
Other Income	1,727	16,883
	<u>11,391</u>	<u>25,756</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of Capital Assets	(110,918)	(23,462)
Proceeds from grants	90,177	-
	<u>(20,741)</u>	<u>(23,462)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Income	-	97
	<u>-</u>	<u>97</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(15,483)	23,331
Cash Balances - Beginning of Year	179,400	156,069
Cash Balances - End of Year	<u>\$ 163,917</u>	<u>\$ 179,400</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Net Operating Loss	\$ (11,836)	\$ (748)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:		
Depreciation	20,569	20,569
Changes in Assets and Liabilities:		
Receivable- Net	-	-
Prepaid Items	(142)	(269)
Accounts and Other Payables	(14,724)	1,388
Net Cash Provided (Used) by Operating Activities	<u>\$ (6,133)</u>	<u>\$ 20,940</u>

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

JOHNSVILLE PUBLIC UTILITY DISTRICT

Budgetary Comparison Schedule

For the Year Ended June 30, 2023

	<u>Original & Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUES			
Property Taxes:			
Current Secured	\$ 8,500	\$ 9,319	\$ 819
Current Unsecured	-	247	247
Prior Unsecured	-	2	2
Current Accelerated	-	96	96
Intergovernmental Revenues:			
State Homeowner's Property Tax Relief	-	60	60
Other State and Federal aid	50	1,667	1,617
Revenues for Use of Money:			
Interest	-	-	-
Service Revenues:			
Water Service Charges	75,982	74,550	(1,432)
Other Sources:			
Grant Revenue	-	90,177	90,177
Total Revenues	<u>84,532</u>	<u>176,118</u>	<u>91,586</u>
EXPENSES AND OTHER CHARGES			
Regular Wages	5,000	3,614	1,386
Payroll Taxes	-	276	(276)
Compensation Insurance	-	1,194	(1,194)
General Insurance	3,400	4,237	(837)
Maintenance	25,500	33,398	(7,898)
Maint Water Lines	-	852	(852)
Office Expense	1,000	1,776	(776)
Professional Services	3,500	5,450	(1,950)
Special Department Tax Service Fee	4,100	4,965	(865)
Utilities	5,000	10,055	(5,055)
Hydrant Maintenance	-	-	-
Capital Improvement	100,000	110,917	(10,917)
TOTAL EXPENSES AND OTHER CHARGES	<u>\$ 147,500</u>	<u>176,734</u>	<u>\$ (29,234)</u>
TOTAL CHANGE IN FUND BALANCE		<u>\$ (616)</u>	

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

JOHNSVILLE PUBLIC UTILITY DISTRICT

Budgetary Comparison Schedule

For the Year Ended June 30, 2022

	<u>Original & Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUES			
Property Taxes:			
Current Secured	\$ 8,441	\$ 8,510	\$ 69
Current Unsecured	243	248	5
Prior Unsecured	4	6	2
Current Accelerated	108	109	1
Intergovernmental Revenues:			
State Homeowner's Property Tax Relief	4	57	53
Other State and Federal aid	500	16,826	16,326
Revenues for Use of Money:			
Interest	-	97	97
Other Revenues:			
Water Service Charges	<u>75,982</u>	<u>74,095</u>	<u>(1,887)</u>
Total Revenues	<u>85,282</u>	<u>99,948</u>	<u>14,666</u>
EXPENSES AND OTHER CHARGES			
Regular Wages	3,000	3,489	(489)
Payroll Taxes	200	267	(67)
Compensation Insurance	900	1,194	(294)
General Insurance	3,400	3,434	(34)
Maintenance	25,000	28,140	(3,140)
Maint Water Lines	2,500	947	1,553
Office Expense	750	1,252	(502)
Professional Services	3,500	3,912	(412)
Special Department Tax Service Fee	4,300	4,681	(381)
Utilities	5,000	6,958	(1,958)
Hydrant Maintenance	-	-	-
Capital Improvement	<u>90,880</u>	<u>23,462</u>	<u>67,418</u>
TOTAL EXPENSES AND OTHER CHARGES	<u>\$ 139,430</u>	<u>77,736</u>	<u>\$ 61,694</u>
TOTAL CHANGE IN FUND BALANCE		<u>\$ 22,212</u>	

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

JOHNSVILLE PUBLIC UTILITY DISTRICT

Notes to Financial Statements

June 30, 2023, and 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization & Description of the District:

The District was organized in the 1950's for the purpose of providing water to residents and landowners within the boundaries of the District in the Johnsville area. The District also provides water to the Plumas – Eureka State Parks. This District operates under authority of the State of California as a California Special District.

The Reporting Entity:

The District's government-wide financial statements include the accounts of all District operations. The criteria for including organization as components units within the District's reporting entity, as set forth in Section 2100 of the Government Accounting Standards Boards (GASB) Codification of Government Accounting and Financial Reporting Standards, include whether:

- The organization is legally separated (can sue and be sued in their own name)
- The District holds the corporate powers of the organization
- The District appoints a voting majority of the organization's board
- The organization has the potential to impose a financial benefit/burden on the District
- There is fiscal dependency by the organization on the District

Based on the aforementioned criteria, the Johnsville Public Utility District has no components units. The District has one fund which is the water enterprise fund, a business-type activity.

Basis of Accounting:

The financial statements of the District are presented on the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and become measurable; expenses are recognized in the period incurred.

Budget:

The District develops and adopts an annual budget; however, this budget is a management tool and is not a legal requirement.

JOHNSVILLE PUBLIC UTILITY DISTRICT

Notes to Financial Statements

June 30, 2023, and 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Property Taxes:

The District's other source of revenues is derived from property taxes levied by the county. All funds collected are left on deposit with the Treasurer of Plumas County. The Districts are paid out of these funds only upon properly verified warrants drawn by the District.

Property Tax and Overrides

Property taxes and overrides are apportioned to the District and overrides calendar is based on the fiscal year ending June 30. All property taxes and overrides are levied as of July 1. Taxes are due and payable and delinquent as follows:

	<u>First Installements</u>	<u>Second Installements</u>
Due Date	November 1	February 1, following year
Delinquent Date	December 10	April 10, following year

Use of Estimates:

Management use estimates and assumption's in preparing financial statements. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingencies, assets and liabilities, and the reported revenue and expenditures. Actual results could differ from those estimates.

Capital Assets:

Capital assets are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlay that significantly extend the useful life of an asset are capitalized. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend the asset's lives are not capitalized but are expensed as incurred.

Depreciation and all capital assets are computed using a straight-line basis over the following estimated useful lives:

Buildings and Improvements	30 years
Furnishings	5 - 15 years
Equipment	5 - 20 years

JOHNSVILLE PUBLIC UTILITY DISTRICT

Notes to Financial Statements

June 30, 2023, and 2022

NOTE 2 CASH AND INVESTMENTS:

A. Deposits:

GASB 31 "Accounting and Financial Reporting for Certain Investments and for External Investment Pool's require that investments be carried at fair value with unrealized changes being recorded in the statements of revenues, expenditures and changes in fund balance.

The District's cash is held in an agency capacity by the County of Plumas Treasurer. The County operates the pooled cash fund for all of its District's funds. The carrying amount, as of June 30, 2023 and 2022, of cash held by the County of Plumas is \$163,917 and \$179,400 respectively.

The approved investment in the pool is carried at a cost, which approximates market value and may be liquidated as needed. The investment pool has not been assigned a risk category since the District is not issued any securities, but rather owns an undivided beneficial interest in the assets of this pool. The fund is not registered with the SEC. Financial statements for the investment pool can be obtained by writing the County of Plumas, Auditors-Controller's Office, 520 Main St., Room 205, Quincy, CA 95971

B. Custodial Credit Risk:

Financial instruments that potentially subject the District to concentration of credit risk consist of temporary cash investments held in an agency capacity at the County of Plumas Treasurer. The County of Plumas places its temporary cash investments with financial institutions to limit the credit exposure to any one financial institution.

NOTE 3 ACCOUNTS RECEIVABLE:

Accounts Receivable consists of another due for services provided. The total charges for the fiscal years ended June 30, 2023 and 2022 were paid in full, respectively.

JOHNSVILLE PUBLIC UTILITY DISTRICT

Notes to Financial Statements

June 30, 2023, and 2022

NOTE 4 CAPITAL ASSETS AND DEPRECIATION:

Capital assets activities for the year ended **June 30, 2023**, are as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets being depreciated:				
Water Plant	\$ 961,576	\$ 110,918	\$ -	\$ 1,072,494
Accumulated Depreciation	<u>(550,520)</u>	<u>(20,569)</u>	<u>-</u>	<u>(571,089)</u>
Net Capital Assets	<u>\$ 411,056</u>	<u>\$ 90,349</u>	<u>\$ -</u>	<u>\$ 501,405</u>

Capital assets activities for the year ended **June 30, 2022**, are as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets being depreciated:				
Water Plant	\$ 938,114	\$ 23,462	\$ -	\$ 961,576
Accumulated Depreciation	<u>(529,951)</u>	<u>(20,569)</u>	<u>-</u>	<u>(550,520)</u>
Net Capital Assets	<u>\$ 408,163</u>	<u>\$ 2,893</u>	<u>\$ -</u>	<u>\$ 411,056</u>

NOTE 5 ACCOUNTS PAYABLE:

Accounts payable on June 30, 2023, and 2022 is \$0 and \$14,754 respectively.

NOTE 6 LOAN PAYABLE:

The district has acquired a loan advance in the fiscal year 2020-2021 from RCAC in the amount of \$56,430 to be refinanced with the USDA in a long-term finance agreement to provide funds for construction of new water tank and related equipment. The terms of the long-term finance agreements, the related construction contract, and the refinance of the RCAC interest only loan is expected to be finalized in fiscal year 2024.

JOHNSVILLE PUBLIC UTILITY DISTRICT

Notes to Financial Statements

June 30, 2023, and 2022

NOTE 7 INSURANCE COVERAGE:

The District maintains the following major insurance coverage's:

General Liability - Each Occurrence	1,000,000
General Liability - Aggregate	3,000,000
Management Liability - Each Occurance	1,000,000
Management Liability - Aggregate	3,000,000
Property Damage	483,691

NOTE 8 CONTINGENCIES:

Litigation – No claims involving the District are currently outstanding. Management believes that there are no material adverse effects on the District's financial position or results of operations

NOTE 9 SUBSEQUENT EVENTS:

Management has evaluated subsequent events through October 23, 2023, the date these financial statements were available for release.

JOHNSVILLE PUBLIC UTILITY DISTRICT

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