

Ione
Public
Cemetery

2016 and
2017

For the Fiscal Years Ended June 30, 2016
and June 30, 2017

**Annual
Financial
Report**

IONE PUBLIC CEMETERY

BOARD OF DIRECTORS

As of June 30, 2017

<u>MEMBER</u>	<u>POSITION</u>	<u>TERM ENDS</u>
Donald Smith	Chairman	2020
Judy Allen	Vice Chairman	2018
Thomas Reed	Treasurer	2018
Larry Slayton	Secretary	2020
Tony Beuving	Trustee	2019

IONE PUBLIC CEMETERY

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✦ **CATHY CASTILLO**

CERTIFIED PUBLIC ACCOUNTANT

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Susan Bordwell

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Ione Public Cemetery
Ione, California

I have reviewed the accompanying financial statements of the government activities and each fund of Ione Public Cemetery (the Cemetery) as of and for the fiscal years ending June 30, 2016 and 2017, and the related notes to the financial statements, which comprise the Cemetery's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

lone Public Cemetery has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historic context. My opinion on the basic financial statements is not affected by this missing information. The District has elected to include a budgetary statement as part of the basic financial statements, and not as supplementary information.

A handwritten signature in black ink, appearing to read 'Cathy Castillo', with a long, sweeping horizontal line extending from the end of the signature.

Cathy Castillo
Certified Public Accountant

October 12, 2017
Sutter Creek, California

**IONE PUBLIC CEMETERY
STATEMENTS OF NET POSITION
June 30, 2016 and 2017**

ASSETS	<u>2016</u>	<u>2017</u>
Cash:		
Unrestricted cash		
Cash in county treasury	\$ 78,682	\$ 94,112
Cash on hand	50	50
Checking	<u>1,005</u>	<u>1,005</u>
Total unrestricted cash	79,737	95,167
Restricted cash		
Endowment care fund	<u>46,321</u>	<u>50,001</u>
Total restricted cash	46,321	50,001
Total cash	126,058	145,168
Prepaid insurance	3,159	3,557
Capital assets:		
Construction in progress	17,712	-
Land	48,000	48,000
Other capital assets, net of accumulated depreciation	<u>205,120</u>	<u>234,050</u>
Total capital assets, net	270,832	282,050
Total Assets	<u>\$ 400,049</u>	<u>\$ 430,775</u>
LIABILITIES		
Accrued payroll	\$ 1,188	\$ 2,237
Warrants payable	<u>1,792</u>	<u>2,207</u>
Total Liabilities	<u>2,980</u>	<u>4,444</u>
Net Position		
Net investment in capital assets	270,832	282,050
Restricted for special programs	46,321	50,001
Unrestricted	<u>79,916</u>	<u>94,280</u>
Total Net Position	<u>397,069</u>	<u>426,331</u>
Total Liabilities and Net Position	<u>\$ 400,049</u>	<u>\$ 430,775</u>

"See accompanying notes and independent accountant's review report"

IONE PUBLIC CEMETERY
STATEMENTS OF ACTIVITIES
For the Fiscal Years Ended June 30, 2016 and 2017

EXPENSES	<u>2016</u>	<u>2017</u>
Board stipends	\$ 5,800	\$ 5,800
Care and maintenance of cemetery	4,326	4,887
Depreciation expense	13,816	9,843
Liability insurance	1,454	1,461
Maintenance of buildings	4,470	5,593
Maintenance of equipment	842	936
Minor equipment purchases and rental	1,965	1,865
Office expense	1,532	2,004
Payroll taxes	2,129	2,151
Professional services	10,754	6,767
Salaries	27,833	27,562
Special department expense	1,194	480
Utilities	5,865	7,767
Worker's compensation	1,698	1,698
Total Expenses	<u>83,678</u>	<u>78,814</u>
 PROGRAM REVENUES		
Charges for cemetery services	<u>4,621</u>	<u>9,275</u>
Total Program Revenues	<u>4,621</u>	<u>9,275</u>
 GENERAL REVENUES		
Charges for admin services	5,200	4,800
Homeowner's prop tax relief	1,098	1,113
Interest income	498	653
Miscellaneous revenue	100	100
Property taxes	80,974	88,710
State mandated cost	977	-
Total General Revenues	<u>88,847</u>	<u>95,376</u>
 REVENUES OVER EXPENSES	<u>9,790</u>	<u>25,837</u>
 RESTRICTED FOR SPECIAL PROGRAMS		
Endowment care deposits	<u>825</u>	<u>3,425</u>
CHANGE IN RESTRICTED FOR SPECIAL PROGRAMS	<u>825</u>	<u>3,425</u>
 CHANGE IN NET POSITION	10,615	29,262
 Net Position-beginning of year	<u>386,454</u>	<u>397,069</u>
Net Position-end of year	<u>\$ 397,069</u>	<u>\$ 426,331</u>

"See accompanying notes and independent accountant's review report"

**IONE PUBLIC CEMETERY
BALANCE SHEET-GOVERNMENTAL FUNDS
June 30, 2016**

	General Fund	Endowment Care Fund	Total 2016
ASSETS			
Cash:			
Cash in county treasury	\$ 78,682	\$ 46,321	\$ 125,003
Cash on hand	50	-	50
Checking	1,005	-	1,005
Total cash	<u>79,737</u>	<u>46,321</u>	<u>126,058</u>
Prepaid insurance	3,159	-	3,159
Total Assets	<u>\$ 82,896</u>	<u>\$ 46,321</u>	<u>\$ 129,217</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued payroll	\$ 1,188	\$ -	\$ 1,188
Warrants payable	1,792	-	1,792
Total Liabilities	<u>2,980</u>	<u>-</u>	<u>2,980</u>
Fund Balances:			
Nonspendable for:			
Prepaid insurance	3,159	-	3,159
Restricted	-	46,321	46,321
Unassigned	76,757	-	76,757
Total Fund Balances	<u>79,916</u>	<u>46,321</u>	<u>126,237</u>
Total Liabilities and Fund Balances	<u>\$ 82,896</u>	<u>\$ 46,321</u>	<u>\$ 129,217</u>

RECONCILIATION OF THE BALANCE SHEET-GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION

Total Fund Balances of Governmental Funds	<u>2016</u> \$ 126,237
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets, net of accumulated depreciation, are not current financial resources and are not reported in governmental funds	270,832
Net Position of Governmental Activities	<u>\$ 397,069</u>

"See accompanying notes and independent accountant's review report"

**IONE PUBLIC CEMETERY
BALANCE SHEET-GOVERNMENTAL FUNDS
June 30, 2017**

	General Fund	Endowment Care Fund	Total 2017
ASSETS			
Cash:			
Cash in county treasury	\$ 94,112	\$ 50,001	\$ 144,113
Cash on hand	50	-	50
Checking	1,005	-	1,005
Total cash	<u>95,167</u>	<u>50,001</u>	<u>145,168</u>
Prepaid insurance	3,557	-	3,557
Total Assets	<u>\$ 98,724</u>	<u>\$ 50,001</u>	<u>\$ 148,725</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued payroll	\$ 2,237	\$ -	\$ 2,237
Warrants payable	2,207	-	2,207
Total Liabilities	<u>4,444</u>	<u>-</u>	<u>4,444</u>
Fund Balances:			
Nonspendable for:			
Prepaid insurance	3,357	-	3,357
Restricted	-	50,001	50,001
Unassigned	90,923	-	90,923
Total Fund Balances	<u>94,280</u>	<u>50,001</u>	<u>144,281</u>
Total Liabilities and Fund Balances	<u>\$ 98,724</u>	<u>\$ 50,001</u>	<u>\$ 148,725</u>

RECONCILIATION OF THE BALANCE SHEET-GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION

Total Fund Balances of Governmental Funds	<u>2017</u> \$ 144,281
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets, net of accumulated depreciation, are not current financial resources and are not reported in governmental funds	282,050
Net Position of Governmental Activities	<u>\$ 426,331</u>

"See accompanying notes and independent accountant's review report"

IONE PUBLIC CEMETERY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	General Fund	Endowment Care Fund	Total 2016
REVENUES			
Charges for admin services	\$ 5,200	\$ -	\$ 5,200
Charges for cemetery services	4,621	-	4,621
Homeowner's prop tax relief	1,098	-	1,098
Interest income	314	184	498
Miscellaneous revenue	100	-	100
Property taxes	80,974	-	80,974
State mandated cost	977	-	977
Total Revenues	93,284	184	93,468
EXPENDITURES			
Current:			
Board stipends	5,800	-	5,800
Care and maintenance of cemetery	4,326	-	4,326
Capital outlay	52,633	-	52,633
Liability insurance	1,454	-	1,454
Maintenance of buildings	4,470	-	4,470
Maintenance of equipment	842	-	842
Minor equipment purchases	1,965	-	1,965
Office expense	1,532	-	1,532
Payroll taxes	2,129	-	2,129
Professional services	10,754	-	10,754
Salaries	27,833	-	27,833
Special department expenses	1,194	-	1,194
Utilities	5,865	-	5,865
Worker's compensation	1,698	-	1,698
Total Expenditures	122,495	-	122,495
REVENUES OVER EXPENDITURES	(29,211)	184	(29,027)
CHANGES IN TRUST BALANCE			
Deposits from endowment care sales	-	825	825
NET CHANGE IN FUND BALANCES	(29,211)	1,009	(28,202)
Beginning of year	109,127	45,312	154,439
End of year	\$ 79,916	\$ 46,321	\$ 126,237

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**

	2016
Net Change in Fund Balances-Total Government Funds	\$ (28,202)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditure for capital assets	52,633
Current year depreciation	(13,816)

Change in Net Position of Governmental Funds	\$ 10,615
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"See accompanying notes and independent accountant's review report"

IONE PUBLIC CEMETERY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES- GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

	General Fund	Endowment Care Fund	Total 2017
REVENUES			
Charges for admin services	\$ 4,800	\$ -	\$ 4,800
Charges for cemetery services	9,275	-	9,275
Homeowner's prop tax relief	1,113	-	1,113
Interest income	398	255	653
Miscellaneous revenue	100	-	100
Property taxes	88,710	-	88,710
Total Revenues	104,396	255	104,651
EXPENDITURES			
Current:			
Board stipends	5,800	-	5,800
Care and maintenance of cemetery	4,887	-	4,887
Capital outlay	21,061	-	21,061
Liability insurance	1,461	-	1,461
Maintenance of buildings	5,593	-	5,593
Maintenance of equipment	936	-	936
Minor equipment purchases and rentals	1,865	-	1,865
Office expense	2,004	-	2,004
Payroll taxes	2,151	-	2,151
Professional services	6,767	-	6,767
Salaries	27,562	-	27,562
Special department expenses	480	-	480
Utilities	7,767	-	7,767
Worker's compensation	1,698	-	1,698
Total Expenditures	90,032	-	90,032
REVENUES OVER EXPENDITURES	14,364	255	14,619
CHANGES IN TRUST BALANCE			
Deposits from endowment care sales	-	3,425	3,425
NET CHANGE IN FUND BALANCES	14,364	3,680	18,044
Beginning of year	79,916	46,321	126,237
End of year	\$ 94,280	\$ 50,001	\$ 144,281

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**

	<u>2017</u>
Net Change in Fund Balances-Total Government Funds	\$ 18,044

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditure for capital assets	21,061
Current year depreciation	(9,843)

Change in Net Position of Governmental Funds	\$ 29,262
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IONE PUBLIC CEMETERY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS- BUDGETS AND ACTUAL
For the Fiscal Year Ended June 30, 2016

	Original and Final Budgeted Amount	Actual	Variance (Unfavorable)
REVENUES			
Charges for admin services	\$ -	\$ 5,200	\$ 5,200
Charges for cemetery services	-	4,621	4,621
Endowment care sales	-	825	825
Homeowner's prop tax relief	1,100	1,098	(2)
Interest income	500	498	(2)
Miscellaneous revenue	10,000	100	(9,900)
Property taxes	80,000	80,974	974
State mandated cost	-	977	977
Total Revenues	91,600	94,293	2,693
EXPENDITURES			
Board stipends	6,000	5,800	200
Care and maintenance of cemetery	4,500	4,326	174
Capital outlay	69,000	52,633	16,367
Clothing and personal supplies	1,000	-	1,000
Liability insurance	4,000	1,454	2,546
Maintenance of buildings	1,500	4,470	(2,970)
Maintenance of equipment	2,000	842	1,158
Minor equipment purchases and rentals	3,500	1,965	1,535
Office expense	3,000	1,532	1,468
Payroll taxes	2,400	2,129	271
Professional services	7,000	10,754	(3,754)
Salaries	30,000	27,833	2,167
Special department expenses	1,500	1,194	306
Utilities	8,000	5,865	2,135
Worker's compensation	2,000	1,698	302
Total Expenditures	145,400	122,495	22,905
Net Change in Fund Balances	\$ (53,800)	\$ (28,202)	\$ (20,212)

"See accompanying notes and independent accountant's review report"

IONE PUBLIC CEMETERY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS- BUDGETS AND ACTUAL
For the Fiscal Year Ended June 30, 2017

	Original and Final Budgeted Amount	Actual	Variance (Unfavorable)
REVENUES			
Charges for admin services	\$ -	\$ 4,800	\$ 4,800
Charges for cemetery services	-	9,275	9,275
Endowment care sales	-	3,425	3,425
Homeowner's prop tax relief	1,100	1,113	13
Interest income	500	653	153
Miscellaneous revenue	10,000	100	(9,900)
Property taxes	80,000	88,710	8,710
State mandated cost	-	-	-
Total Revenues	91,600	108,076	16,476
EXPENDITURES			
Board stipends	6,000	5,800	200
Care and maintenance of cemetery	5,000	4,887	113
Capital outlay	32,000	21,061	10,939
Clothing and personal supplies	1,000	-	1,000
Liability insurance	2,000	1,461	539
Maintenance of buildings	1,500	5,593	(4,093)
Maintenance of equipment	1,000	936	64
Minor equipment purchases and rentals	4,000	1,865	2,135
Office expense	2,000	2,004	(4)
Payroll taxes	2,400	2,151	249
Professional services	6,500	6,767	(267)
Salaries	30,000	27,562	2,438
Special department expenses	3,000	480	2,520
Utilities	8,000	7,767	233
Worker's compensation	1,700	1,698	2
Total Expenditures	106,100	90,032	16,068
 Net Change in Fund Balances	\$ (14,500)	\$ 18,044	\$ 408

"See accompanying notes and independent accountant's review report"

IONE PUBLIC CEMETERY
Notes to the Financial Statements
June 30, 2016 and 2017

NOTE 1- ORGANIZATION AND PURPOSE

Nature of Activities:

Ione Public Cemetery (herein after known as the cemetery) provides maintenance and services for the city cemetery in Ione, CA. The cemetery was created in 1850. The cemetery receives tax revenue from Amador County as well as current service fees collected from the sale of cemetery plots. The cemetery is approximately 8.95 acres. The cemetery is divided into two sections- an older section with concrete curbs and upright memorials and a newer section with grass and flat markers. The cemetery is currently governed by Township Number 2 Cemetery District, which was created in 1940. The governing board consists of five trustees appointed by the Amador County Board of Supervisors.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation:

Government -wide Statements:

The government- wide financial statements (i.e. the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues are reported separately.

The statement of activities demonstrates the degree to which 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 revenues that are restricted to meeting the operational requirements of a particular function or activity. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements:

Separate financial statements are provided for governmental funds. All individual governmental funds are reported as separate columns in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, and reserves, fund equity, revenues and expenditures. The funds have been established for the purpose of accounting for specific activities or attaining certain objectives in accordance with applicable regulations, restrictions or limitations.

Governmental Fund

The focus of governmental funds' measurement is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the cemetery:

The ***General Fund*** is the primary operating fund of the cemetery and is used to account for all activities except those legally or administratively required to be accounted for in other funds.

The ***Endowment Care Fund*** is a fund established by the cemetery to accumulate funds for future repairs and maintenance to cemetery grounds.

IONE PUBLIC CEMETERY
Notes to the Financial Statements
June 30, 2016 and 2017

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Basis of Accounting:

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 the related cash flows.

The fund financial statements are reported on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are reported when susceptible to accrual; both measurable and available. "Available" means collectible within the current period or within 60 days after the year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to the general rule is that principal and interest on general obligation long-term debt is recognized when due.

Budgetary Control:

The cemetery establishes the fiscal year as the twelve-month period beginning July 1. The budget is to be formally adopted by the Board of Directors by July of each year. This budget is prepared on the cash basis of accounting, which does not vary significantly from the modified accrual basis of accounting used in the financial statements. The Board monitors monthly expenses using the budgets as a control device.

Capital Assets:

Fixed assets, which consist of land, building and improvements, and equipment, are reported in the governmental activities columns in the fund financial statements. All fixed assets are valued at historical cost or estimated historical cost if actual historical is not available. Contributed fixed assets are valued at their fair market value. Repairs and maintenance are recorded as expenses if they do not add to the value of the asset or materially extend the asset life. Capital assets, which may include renewals and betterments, are defined by the cemetery as assets with an initial, individual cost of more than \$2,500.

Depreciation is estimated on the straight-line basis over the useful life of the asset. Estimated useful life for the cemetery's assets ranges from 5 to 40 years. Depreciation expense for the fiscal year ended June 30, 2016 and 2017 was \$13,816 and \$9,843, respectively.

Estimates and Assumptions:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates as assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Prepaid Items:

Prepaid balances are for payments made by the cemetery in the current year to provide services occurring in the subsequent fiscal year. The prepaid item has been recorded to signify that a portion of the fund balance is not available for other subsequent expenditures. The prepaid item for the cemetery represents insurance expenditures allocable between fiscal years.

IONE PUBLIC CEMETERY
Notes to the Financial Statements
June 30, 2016 and 2017

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Equity Classifications:

Government-wide statements

Equity is classified as net position, which comprises the various net earnings from operating income, non-operating revenues and expenses and capital contributions. Net position is classified in the following three components:

Net investment in capital assets - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances on any borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted - This component of net position consists of constraints imposed by creditors (such as through debt covenants), contributors, or laws of other governmental entities, or constraints imposed by law through constitutional provisions or enabling legislation. The cemetery has one restricted fund, Endowment Care Fund.

Unrestricted net position - This component of net position consists of equity that does not meet the definition of "restricted" or "net investment in capital assets".

Fund Financial Statements

Governmental fund equity is defined as fund balance. Fund balance is further classified as follows:

Nonspendable: amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to remain intact.

Restricted: amounts that can only be spent for specific purposes because of enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations from other government entities.

Committed: amounts that can only be used for specific purposes determined by a formal action taken by the Board. The Township No. 2 Cemetery District is the highest level of governing board for the cemetery. Commitments may be established, modified, or rescinded only through resolutions or motions approved by the Board.

Assigned: amounts that do not meet the criteria to be classified as restricted or committed, but are intended to be used for specific purposes. Only the Board has the authority to assign amounts for specific purposes.

Unassigned: all other spendable amounts.

When both restricted and unrestricted resources are available, it is the cemetery's policy to use unrestricted resources first, in order of least to most restricted (committed, assigned, then unassigned), then restricted resources, as they are needed.

IONE PUBLIC CEMETERY
Notes to the Financial Statements
June 30, 2016 and 2017

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Revenue:

Property Taxes: The cemetery recognizes property tax revenue when the County distributes and records the revenue is cemetery funds. The general operations of the cemetery are funded primarily by property tax assessments. Amador County is responsible for assessing, collecting, and distributing the assessments. Assessments are billed with the county in two installments and become delinquent after December 10th and April 10th. Liens on real property are established on March 1 for the ensuing year.

The County also levies taxes on personal property, known as unsecured taxes. A mid-year completion of construction or transfer of property will generate a supplemental tax bill reflecting the market value at the time. The required payment of this tax is in addition to the regular tax roll and may become due at various times throughout the year.

Interest: The cemetery received interest paid on all pooled money held with the County of Amador. Interest is paid in quarterly allocations to the general fund and endowment care fund.

Endowment Care Deposits: The cemetery has collected the minimum endowment amounts as required by law (Health and Safety Code Section 8738) and deposited them within 30 days as required by law (Health and Safety Code 8738 and 8775).

NOTE 3- CASH

Amador County acts as a financial agent for the cemetery, and as such, holds the cemetery's cash and investments within Amador County's external investment pool. The County sponsors an investment pool that is managed by the County Treasurer. Cash and investments for most County activities are included in the investment pool. The State of California statutes requires certain special districts to maintain their cash surplus with the County Treasurer. All monies held by the Amador County Treasurer receive quarterly allocations of County investment income based on the cemetery's share of cash in relation to the total invested cash by the County. Required disclosure information regarding categorization of investments, credit risk, interest rate risk and concentration of credit risk disclosures can be found in the County's financial statements. The County's financial statements may be obtained by contacting the County of Amador Auditor-Controller's Office at 810 Court Street, Jackson, CA 95642.

The cemetery also has a checking account held at the American River Bank branch located in Ione, California. The account is non-interest bearing.

Custodial credit risk is the risk that in the event of a bank failure, the cemetery's deposits may not be returned or the cemetery will not be able to recover collateral securities in the possession of an outside party. The cemetery's bank deposits are required by state law to be secured by the deposit of certain securities with the cemetery or trustee institution. The value of the securities must amount to the total of the cemetery's cash not insured by the Federal Deposit Insurance Corporation.

As of June 30, 2016 and 2017, the cemetery's bank balances were entirely secured or collateralized with securities held by the cemetery or by its agents in the cemetery's name.

Restricted cash consists of funds in the Endowment Care Fund. These monies have restricted purposes as described in Note 2.

IONE PUBLIC CEMETERY
Notes to the Financial Statements
June 30, 2016 and 2017

NOTE 4- CAPITAL ASSETS

Capital assets at June 30, 2016 consisted of the following:

	Beg. Balance 7/1/2015	additions	deletions	End Balance 6/30/2016
Capital assets not being depreciated:				
Land	\$ 48,000	\$ -	\$ -	\$ 48,000
Construction in progress	-	17,712	-	17,712
Total capital assets not being depreciated	<u>48,000</u>	<u>17,712</u>	<u>-</u>	<u>65,712</u>
Capital assets being depreciated:				
Buildings and improvements	176,447	3,321	(5,681)	174,087
Equipment	9,917	-	-	9,917
Land improvements	-	31,600	-	31,600
Software	7,000	-	-	7,000
Total capital assets being depreciated	<u>186,364</u>	<u>3,321</u>	<u>(5,681)</u>	<u>222,604</u>
Less accumulated depreciation	<u>(9,349)</u>	<u>(13,816)</u>	<u>5,681</u>	<u>(17,484)</u>
Total capital assets being depreciated, net	<u>177,015</u>	<u>(10,495)</u>	<u>-</u>	<u>205,120</u>
Total capital assets, net				<u><u>\$ 270,832</u></u>

Capital assets at June 30, 2017 consisted of the following:

	Beg. Balance 7/1/2016	additions	deletions	End Balance 6/30/2017
Capital assets not being depreciated:				
Land	\$ 48,000	\$ -	\$ -	\$ 48,000
Construction in progress	17,712	-	(17,712)	-
Total capital assets not being depreciated	<u>65,712</u>	<u>-</u>	<u>(17,712)</u>	<u>48,000</u>
Capital assets being depreciated:				
Buildings and improvements	174,087	34,463	-	208,550
Equipment	9,917	4,310	-	14,227
Land improvements	31,600	-	-	31,600
Software	7,000	-	-	7,000
Total capital assets being depreciated	<u>184,004</u>	<u>38,773</u>	<u>-</u>	<u>261,377</u>
Less accumulated depreciation	<u>(17,484)</u>	<u>(9,843)</u>	<u>-</u>	<u>(27,327)</u>
Total capital assets being depreciated, net	<u>166,520</u>	<u>28,930</u>	<u>-</u>	<u>234,050</u>
Total capital assets, net				<u><u>\$ 282,050</u></u>

As of June 30, 2016, construction in progress consisted of a columbarium on the cemetery grounds that was completed in July 2016.

IONE PUBLIC CEMETERY
Notes to the Financial Statements
June 30, 2016 and 2017

NOTE 5- PREPAID INSURANCE

Prepaid insurance consisted of worker's compensation insurance and general liability insurance at June 30, 2016 and 2017 in the amounts of \$3,159 and \$3,557, respectively.

NOTE 6- COMMITMENTS AND CONTIGENCIES

The cemetery is unaware of any claims against it, which may have a material effect on the financial statements as of June 30, 2016 and 2017.

NOTE 7- RISK MANAGEMENT

The cemetery is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors or omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties.