

POPLAR COMMUNITY SERVICES DISTRICT

**BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2020

(With Independent Auditor's Report Thereon)

**POPLAR COMMUNITY SERVICES DISTRICT
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JUNE 30, 2020**

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Poplar Community Services District
Porterville, California

Report on the Audit of the Financial Statements

Opinions

I have audited the accompanying financial statements of the governmental activities and general fund of the Poplar Community Services District (District), California, as of and for the year ended June 30, 2020, 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 my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the major funds of the Poplar Community Services District as of June 30, 2025, 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

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My responsibilities under those standards are further described in Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the district, and to meet other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Responsibilities of Management 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 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 Poplar

Community Services 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 Responsibility for the Audit of the Financial Statements

My 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 my 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 and *Government 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 omission, 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 and *Government Auditing Standards*, I:

- 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 Poplar Community Services 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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Poplar Community Services District's ability to continue as a going concern for a reasonable period.

I am 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 I identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and budgetary comparison schedule 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, which considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historic context. I 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 to 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 I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated September 29, 2025, on my consideration of the Poplar Community Services District's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Poplar Community Services District's internal control over financial reporting and compliance.

Bill R. Walker CPA

Certified Public Accountant

Bakersfield, California

September 29, 2025

POPLAR COMMUNITY SERVICES DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2020

As management of the Poplar Community Services District (the District), we offer readers of the District's basic financial statements this narrative overview and analysis of the District's financial performance during the year ending June 30, 2020. Please read it in conjunction with the District's financial statements, which follow in this section.

Financial Highlights

The District's total net position decreased \$ 227,452 or 6.3% over the course of the year's operations. This increase was primarily related to operational expenses increasing 13.2%, total expenses increasing 13.9%, and non-operating revenue increasing 45.0%, for the fiscal year ended June 30, 2020.

The District's total operational revenue decreased \$58,777 or 11.6% during the year ended June 30, 2020.

The District's operating expenses increased \$80,232 or 13.2% during the fiscal year ended June 30, 2020.

The District's capital assets, before accumulated depreciation increased \$131,810 or 4.6% during the fiscal year ended June 30, 2020.

POPLAR COMMUNITY SERVICES DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2020

Overview of the Financial Statements

This annual report includes this management's discussion and analysis report, the independent auditor's report, the financial statements of the District and selected additional information. The financial statements also include notes that explain in more detail some of the information in the financial statements.

Required Financial Statements

The financial statements of the District report information of the District using accounting methods like those used by private sector companies. These statements offer short and long term financial information about its activities. The Statement of Net Position includes all of District's assets and liabilities and provides information about the nature and amounts of investments in resources (assets) and the obligations to District creditors (liabilities). It also provides the basis for evaluating the capital structure of the District and for assessing the liquidity and financial flexibility of the District.

All the current year's revenues and expenses are accounted for in the Statement of Revenues and Expenses, and Changes in Net Position. These statements measure the success of the District's operations over the past year and can be used to determine whether the District has successfully recovered all of its costs through its contract revenue and contributions - other districts and other charges, as well as its profitability and credit worthiness.

The final required financial statement is the Statement of Cash Flows. This statement reports cash receipts , cash payments, and net changes in cash resulting from operations, investing, and financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in the cash balance during the reporting period.

Financial Analysis of the District

One of the most important questions asked about the District's finances is," Is the District as a whole better off or worse off because of the year's activities?" The Statement of Net Position, and the Statements of Revenues and Expenses, and Changes in Net Position report information about the District's activities in a way that will help answer this question. These three statements report the net position of the District and the changes in them. One can think of the District's net position, is one indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, and new or changed government legislation.

POPLAR COMMUNITY SERVICES DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2020

Net Position

To begin our analysis, a summary of the District's Statements of Net Position is presented in Table A-1

Table A - 1
Condensed Statements of Net Position
June 30, 2019 and 2018

| | <u>2020</u> | <u>2019</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|--|----------------------------|----------------------------|----------------------------|---------------------------|
| Current Assets | \$ 1,512,893 | \$ 1,067,340 | \$ 445,553 | 41.7% |
| Capital Assets | 2,719,997 | 2,931,751 | (211,754) | -7.2% |
| Other Assets | - | - | - | 0.0% |
| Total Assets | <u>4,232,890</u> | <u>3,999,091</u> | <u>233,799</u> | <u>5.8%</u> |
| Current Liabilities | 533,505 | 63,767 | 469,738 | 736.6% |
| Long- Term Debt | 332,011 | 340,498 | (8,487) | -2.5% |
| Other Liabilities | - | - | - | - |
| Total Liabilities | <u>865,516</u> | <u>404,265</u> | <u>461,251</u> | <u>114.1%</u> |
| Unrestricted Net Position | 477,911 | 477,911 | - | 0.0% |
| Restricted Net Position - Proposition 84 | 552,857 | 547,203 | 5,654 | 1.0% |
| Invested in Capital Assets, net of Related Debt | <u>2,336,606</u> | <u>2,569,712</u> | <u>(233,106)</u> | <u>-9.1%</u> |
| | <u><u>\$ 3,367,374</u></u> | <u><u>\$ 3,594,826</u></u> | <u><u>\$ (227,452)</u></u> | <u><u>-6.3%</u></u> |

As can be seen from the table above, total assets increased \$233,799 to \$4,232,890 at June 30, 2020 up from \$3,999,091 at June 30, 2019. The increase in total assets of the District was composed of two factors: current assets increased \$445,553, and capital assets net of depreciation decreased \$211,754.

POPLAR COMMUNITY SERVICES DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2020

Table A-2 Condensed Statements of Revenues and Expenses and
Changes in Net Position
Year Ended June 30, 2020 and 2019

| | <u>2020</u> | <u>2019</u> | <u>Dollar Change</u> | <u>Percentage Change</u> |
|------------------------|-------------------|-------------------|--------------------------|------------------------------|
| Operating Revenues | \$ 415,449 | \$ 507,429 | \$ (91,980) | -18.1% |
| Non-operating Revenues | <u>52,145</u> | <u>35,968</u> | <u>16,177</u> | <u>45.0%</u> |
| Total Revenues | <u>\$ 467,594</u> | <u>\$ 543,397</u> | <u>\$ (75,803)</u> | <u>-13.9%</u> |
| Operating Expenses | 685,921 | 605,689 | 80,232 | 13.2% |
| Non-operating Expenses | <u>9,125</u> | <u>4,382</u> | <u>4,743</u> | <u>108.2%</u> |
| Total Expenses | <u>\$ 695,046</u> | <u>\$ 610,071</u> | <u>\$ 84,975</u> | <u>13.9%</u> |

The District's operating revenues decreased \$91,080 to \$415,449 during the year ended June 30, 2020 from \$507,429 during the year ended June 30, 2019. The District's non-operating revenues increased \$16,177 to \$52,145 during the year ended June 30, 2020 from \$35,968 during the year ended June 30, 2019.

The District's operating expenses increased \$80,232 to \$685,921 during the year ended June 30, 2020 from \$605,689 during the year ended June 30, 2019.

The District's non-operating expenses increased \$4,743 to \$9,125 during the year ended June 30, 2020 from \$4,382 during the year ended June 30, 2019.

POPLAR COMMUNITY SERVICES DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2020

Table A-3
Schedule of Capital Assets
Year Ended June 30, 2020 and 2019

| | <u>2020</u> | <u>2019</u> | <u>Dollar Change</u> | <u>Percentage Change</u> |
|--|---------------------|---------------------|--------------------------|------------------------------|
| <i><u>Capital Assets Being Depreciated</u></i> | | | | |
| Water Fund | \$ 1,606,225 | \$ 1,606,225 | \$ - | 0.0% |
| Sewer Fund | 2,990,721 | 2,858,911 | 131,810 | 4.6% |
| Parks and Recreation Fund | <u>6,205</u> | <u>4,922</u> | <u>1,283</u> | <u>26.1%</u> |
| Less, Accumulated Depreciation | <u>(2,991,449)</u> | <u>(2,887,449)</u> | <u>(104,000)</u> | <u>8.6%</u> |
| Depreciable Assets, Net of Accumulated Depreciation | <u>\$ 1,611,702</u> | <u>\$ 1,582,609</u> | <u>\$ 29,093</u> | <u>1.8%</u> |
| <i><u>Capital Assets Not Being Depreciated</u></i> | | | | |
| Water Fund | 295,120 | 251,269 | 43,851 | 17.5% |
| Sewer Fund | 601,373 | 881,535 | (280,162) | -31.8% |
| Parks and Recreation Fund | <u>211,802</u> | <u>216,338</u> | <u>(4,536)</u> | <u>-2.1%</u> |
| Total Capital Assets not Being Depreciated | <u>1,108,295</u> | <u>1,349,142</u> | <u>(240,847)</u> | <u>-17.9%</u> |
| Total Capital Assets , Net of Accumulated Depreciation | <u>\$ 2,719,997</u> | <u>\$ 2,931,751</u> | <u>\$ (211,754)</u> | <u>-7.2%</u> |

Table A-4
Changes in long-Term Liabilities

| | <u>Balance 07/01/2019</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance 06/30/2020</u> |
|---|-------------------------------|------------------|-------------------|-------------------------------|
| United States Department of Agriculture | <u>\$ 379,498</u> | <u>\$ -</u> | <u>\$ 19,000</u> | <u>\$ 360,498</u> |

POPLAR COMMUNITY SERVICES DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2020

Contacting District Management

This financial report is designed to provide our customers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District at 14656 Road 192, Porterville, California 93257

FINANCIAL STATEMENTS

**POPLAR COMMUNITY SERVICES DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2020**

| | |
|---|---------------------|
| ASSETS | |
| CURRENT ASSETS | |
| Cash and cash equivalents | \$ 53,683 |
| Restricted cash | 1,197,512 |
| Accounts receivable | 239,331 |
| Grants receivable | 8,080 |
| Prepaid expenses | 8,396 |
| Interfund receivable | 5,891 |
| Total Current Assets | 1,512,893 |
| NON-CURRENT ASSETS | |
| Capital assets net of accumulated depreciation | 2,719,997 |
| Total Non-Current Assets | 2,719,997 |
| TOTAL ASSETS | 4,232,890 |
| LIABILITIES | |
| CURRENT LIABILITIES | |
| Accounts payable | 507,765 |
| Compensated absences | 848 |
| Interfund payable | 5,892 |
| Current portion of long-term debt | 19,000 |
| Total Current Liabilities | 533,505 |
| NON-CURRENT LIABILITIES | |
| Notes payable , net of current portion | 332,011 |
| Total Non-Current Liabilities | 332,011 |
| TOTAL LIABILITIES | 865,516 |
| NET POSITION | |
| Investment in capital assets, net of related debt | 2,336,606 |
| Restricted | 552,857 |
| Unrestricted | 477,911 |
| TOTAL NET POSITION | \$ 3,367,374 |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
COMBINED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING JUNE 30, 2020**

| | |
|--|---------------------|
| Operating Revenues | |
| Customer service fees | \$ 415,449 |
| Total Operating Revenues | 415,449 |
| Operating Expenses | |
| Salaries and wages | 143,820 |
| Employee benefits | 25,743 |
| Repairs and maintenance | 61,009 |
| Insurance | 32,938 |
| Professional and specialized fees | 104,454 |
| Office expense | 58,770 |
| Supplies | 27,769 |
| Utilities | 67,193 |
| Depreciation | 104,000 |
| Permits and assessments | 54,654 |
| Miscellaneous | 55 |
| Travel | 5,516 |
| Total Operating Expenses | 685,921 |
| Operating(Loss) | (270,472) |
| Non-operating Revenues (Expenses) | |
| Property tax revenue | 33,203 |
| Intergovernmental revenue | 12,433 |
| Rental income | 1,386 |
| Miscellaneous income | 5,123 |
| Miscellaneous expense | (9,125) |
| Non-Operating Revenues (Expenses) (Net) | 43,020 |
| Change in Net Position | (227,452) |
| NET POSITION, Beginning of the Year | 3,594,826 |
| NET POSITION, End of the Year | \$ 3,367,374 |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDING JUNE 30, 2020**

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|---|----------------|
| Change in net position | \$ (227,452) |
| Adjustments to reconcile Change in Net Position to Net Cash Flows from Operating Activities: | |
| Depreciation | 104,000 |
| (Increase) decrease in accounts receivable | (236,075) |
| (Increase) decrease in grant receivable | (55) |
| Increase (decrease) in accounts payable | 470,724 |
| Increase (decrease) in interfund payable | 14 |
| | 338,608 |
| Net Cash Provided (Used) by Operating Activities | 338,608 |

CASH FLOWS FROM INVESTING ACTIVITIES

| | |
|---|------------------|
| Purchase of equipment | (104,040) |
| | (104,040) |
| Net Cash Provided (Used) by Operating Activities | (104,040) |

CASH FLOWS FROM FINANCING ACTIVITIES

| | |
|---|---------------------|
| Principal payments on long-term debt | (8,487) |
| | (8,487) |
| Net Cash Provided (Used) by Financing Activities | (8,487) |
| Net Increase (Decrease) in Cash | 226,081 |
| Cash, Beginning of Period | 1,025,114 |
| | 1,025,114 |
| Cash, End of Period | \$ 1,251,195 |
| | \$ 1,251,195 |

RECONCILIATION TO BALANCE SHEET

| | |
|-------------------|---------------------|
| Unrestricted cash | \$ 53,683 |
| Restricted cash | 1,197,512 |
| | 1,197,512 |
| | \$ 1,251,195 |

**SUPPLEMENTAL DISCLOSURES OF
CASH FLOW INFORMATION**

| | |
|---------------|------|
| Interest Paid | \$ - |
| | - |

The accompanying notes are an integral part of these financial statements

POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020

1 Summary of Significant Accounting Policies

Organization of the District

Poplar Community Services District (the District) is a California Special District providing water and sewer service to approximately 580 residences in the community of Poplar, California. The District was founded in 1978-1979 and is governed by a board of directors. The District also administers the Park and Recreation Fund for the community of Poplar.

Reporting Entity

The District's basic financial statements include the accounts of all of its operations. The District evaluated whether any other entity should be included in these financial statements. The criteria for including organizations as component units within the District's reporting entity, as set forth in Governmental Accounting Standards Board (GASB) Statement Number 14, The Financial Reporting Entity, as amended by GASB Statement Number 39, Determining Whether Certain Organizations are Component Units, include whether:

- the organization is legally separate (can sue and be sued in its name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit /burden on the District
- exclusion of the organization would render the financial statements incomplete or misleading

Based on these criteria, the District has no component units. Additionally, the District is not a component unit of any other reporting entity as defined by the GASS statements.

Fund Accounting

The operations of the District are accounted for in an enterprise fund. An enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises where costs (expenses, including depreciation) of providing services to the general public on a continuing basis are financed through user charges.

Basis of Accounting

The District, as an enterprise fund, accounts for its operations in a manner similar to private business enterprise. The intent of the governing body is that the costs (including depreciation and amortization) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The focus of enterprise fund measurement is based upon determination of operating income, changes in net assets, financial reporting, and cash flows. The District's enterprise fund financial statements are presented on the accrual basis of accounting, revenues are

POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020

1 Summary of Significant Accounting Policies (Continued)

Basis of Accounting

recognized when earned and expenses are recognized when incurred.

The District's operating revenues are those that result from providing services and producing and delivering goods, and include all other revenues that do not result from transactions defined by GASS Statements Number 9 as capital and related financing, non-capital financing, or investing activities.

Under the provision of Governmental Accounting Standards Board (GASS) Pronouncement Number 20, the District has elected to follow all GASS pronouncements and Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, except for those that conflict with GASS pronouncements.

When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first, and then use unrestricted resources as they are needed.

Budgets and Budgetary Accounting

By state law, the District's governing board must approve a tentative budget no later than July 1 and adopt a final budget no later than September 15. A public hearing must be conducted to receive comments prior to adoption. The District's governing board satisfied these requirements.

These budgets are reviewed by the District's governing board during the year to give consideration to unanticipated income and expenditures.

principal activity of the funds. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as property taxes and investment earnings, result from non-exchange transactions or ancillary services.

Cash Equivalents and Investments

The District considers all highly liquid investments (including restricted cash and investments) with maturities of three months or less when purchased to be cash equivalents. This includes bank accounts and deposits with the County of Tulare (County).

Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020

1 Summary of Significant Accounting Policies (Continued)

Basis of Accounting

Interfund Activity

Interfund activity results from reimbursements or transfers between funds. Reimbursements occur when one fund incurs a cost, charges the appropriate benefitting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and transfers out are netted and treated as single "Transfers" line on the Statement of Activities. Similarly, interfund receivables and payables are netted and presented as "Interfund Receivable" and "Interfund Payable" on the Statement of Net Position.

Capital Assets

Capital assets are stated at cost. Maintenance and repairs are charged to expenses as incurred and improvements and renewals are capitalized.

Depreciation is calculated on the straight-line method over useful lives which range from five to forty years.

Compensated Absences

Accumulated unpaid employee vacation benefits are reconized as a liability of the District. The District allows employees to accumulte vacationn days up to a maximum of 30 days. Employees do not gain a vested right to accumulated sick leave . Therefore, accumulated sick leave benefits are not recognized as a liability of the District, but recorded a expenditures in the year they are utilized.

Net Position

Net position comprise the 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 of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restric: This component of netposition consists of constraints imposed by creditors (such as through debt covenants) grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

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

**POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020**

1 Summary of Significant Accounting Policies (Continued)

Basis of Accounting

Accounts Receivable

The District deems all accounts receivable collectible; accordingly, no allowance for doubtful accounts is reported. If amounts become uncollectible, they will be charged to operations when the determination is made.

Property Taxes

Secured property taxes attach as an enforceable lien on property as of January 1. These taxes are levied from July 1 through June 30. Taxes are payable in two installments on November 1 and February 1 and are collectible December 10 through April 10. Unsecured property taxes are payable in one installment on or before August 31.

The County of Tulare bills and collects taxes for the District. Property tax revenues are recognized by the District when received, except at year-end. An accrual is made when property taxes are received soon enough thereafter to pay liabilities of the current period.

Management's Review

In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through September 29, 2025, the date the financial statements were available to be issued.

2 Cash and Investments

Cash and investments as of June 30, 2020, are classified in the accompanying financial statements as follows:

| | Water | Sewer | Parks and Recreation | Total |
|--|-------------------|-------------------|-------------------------|---------------------|
| Deposits: | | | | |
| Cash on hand and in banks | \$ 43,672 | \$ 9,841 | \$ 170 | \$ 53,683 |
| Pooled Funds: | | | | |
| Cash in County Treasury Investment Fund | 654,960 | 464,444 | 78,108 | 1,197,512 |
| Total Cash and Investments | \$ 698,632 | \$ 474,285 | \$ 78,278 | \$ 1,251,195 |

Restricted and unrestricted cash and cash investments at June 30, 2019, were as follows:

| | Water | Sewer | Parks and Recreation | Total |
|-----------------|-------------------|-------------------|-------------------------|-------------------|
| Restricted for: | | | | |
| Debt service | \$ - | \$ 20,000 | \$ - | \$ 20,000 |
| Connection fees | 271,493 | 51,553 | - | 323,046 |
| Unrestricted | 171,031 | 231,574 | 75,306 | 477,911 |
| | \$ 442,524 | \$ 303,127 | \$ 75,306 | \$ 820,957 |

**POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020**

2 Cash and Investments (Continued)

The District's cash in the Tulare County Treasury is pooled with other entities and invested in several types of investments. The total of Tulare County Investments as of June 30, 2020 was as follows:

| Credit Rating | Book Value | Percentage of Portfolio |
|------------------------------|-------------------------|----------------------------|
| AAA | \$ 79,921,900 | 5% |
| A-1+/A-1 (Short-term Rating) | 191,812,560 | 12% |
| AA | 879,140,899 | 55% |
| A | 287,718,840 | 18% |
| BBB* | 15,984,380 | 1% |
| Not Rated** | 95,906,280 | 6% |
| Cash*** | 47,953,140 | 3% |
| Total | \$ 1,598,437,999 | 100% |

* Securities rated in the BBB category by S & P are reated A- or the equivalent or better by at least one NRSRO

** The portion of the portfolio that is invested in LAIF, the State of California Pooled Investment Fund is not rated. The Remaining portion not rated comprises individual securities with ratings of A- or the equivalent or better by at least one NRSRO.

*** Fully collateralized in accordance with California Government Code.

Investments Authorized by the District's Investment Policy

The District's Investment Policy only authorizes investment in the local government investment pool administered by the County of Tulare, California. The District's investment policy does not contain any specific provisions intended to limit the District's exposure to interest rate risk, credit risk, and concentration of credit risk.

Disclosures Related to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates, As of year-end, the weighted average maturity of the investments contained in the County of Tulare investment pool is approximately 711 days.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the maturity date of each investment.

**POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020**

2 Cash and Investments (Continued)

| <u>Investment Type</u> | <u>Amount</u> | <u>Maturity Date</u> |
|------------------------|---------------------|----------------------|
| County Investment Pool | \$ 1,197,512 | 711 days |
| Total | <u>\$ 1,197,512</u> | |

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County of Tulare Investment Pool does not have a rating provided by a nationally recognized statistical rating organization.

Concentration of Credit Risk

The investment policy of the County contains a limitation on the amount that can be invested in any one issuer beyond that stipulated by the California government Code. There are no investments in any one issuer that represents 10% or more of Total County's investments.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code and the County's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by a state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated by the governmental unit. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies.

Investment in State Investment Pool

The County is a voluntary participant in the State Treasurer's Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Authority's investment in this pool is reported at amounts based upon the County's pro-rata share of the fair value provided by LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

**POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020**

2 Cash and Investments (Continued)

The Tulare County Treasurer is authorized to invest in the following: 1,197,512

A listing of the securities owned by Tulare County is shown below:

| | Portfolio Composition | | | Permitted by Policy |
|--|-------------------------|-------------------------|----------------|---------------------|
| | Book Value | Market Value | % of Portfolio | |
| U. S. Treasuries | 426,131,000 | 447,420,000 | 27% | 100% |
| Federal Agencies | 325,887,000 | 333,198,000 | 20% | 75% |
| Agency Mortgage backed Securities (MBS) | 53,254,000 | 54,223,000 | 3% | |
| U. S. Instrumentalities - Supranationals | 26,054,000 | 26,919,000 | 2% | 30% |
| Negotiable CDs | 139,523,000 | 141,103,000 | 9% | 30% |
| Floating Rate Negotiable CD | - | - | <1% | 30% |
| Corporate Bonds and Notes | 334,465,000 | 344,717,000 | 21% | 30% |
| Municipal Obligations | 30,755,000 | 31,178,000 | 2% | 30% |
| Asset Backed Securities | 39,886,000 | 40,598,000 | 2% | 20% |
| Commercial Paper | 74,911,000 | 74,987,000 | 5% | 40% |
| Local Agency Investment Fund (LAIF) | 74,315,000 | 74,681,000 | 4% | \$65 Million |
| California Asset Management Program (CAMP) | 28,941,000 | 28,941,000 | 2% | 50% |
| Money Market Funds | 13,000 | 13,000 | <1% | 15% |
| Money Market Accounts | 47,487,000 | 47,487,000 | 1% | 50% |
| Cash | (3,184,000) | (3,184,000) | 0% | 100% |
| | <u>\$ 1,598,437,999</u> | <u>\$ 1,642,280,998</u> | <u>100%</u> | |

All cash is payable to the District upon demand. Poplar Community Services District's portion of pooled funds at June 30, 2020 was \$1,193,512.

**POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020**

3 Capital Assets

A schedule of changes in capital assets for the year ending June 30, 2020 is shown below:

| | Balance 7/1/2019 | Additions | Deletions | Balance 6/30/2020 |
|----------------------------------|---------------------|-----------|-----------|----------------------|
| Water Fund | | | | |
| Nondepreciable capital assets: | | | | |
| Land | \$ 27,956 | \$ - | \$ - | \$ 27,956 |
| Construction in Progress | 223,313 | 43,851 | | 267,164 |
| Total Nondepreciable Assets | 251,269 | 43,851 | - | 295,120 |
| Depreciable capital assets: | | | | |
| Buildings | 1,570,518 | | | 1,570,518 |
| Equipment | 34,207 | | | 34,207 |
| Vehicles | 1,500 | | | 1,500 |
| Total Depreciable Capital Assets | 1,606,225 | - | - | 1,606,225 |
| Less, accumulated depreciation: | | | | |
| Buildings | 1,072,974 | - | - | 1,072,974 |
| Equipment | 16,393 | 27,000 | - | 43,393 |
| Vehicles | 1,500 | - | - | 1,500 |
| Total Accumulated Depreciation | 1,090,867 | 27,000 | - | 1,117,867 |
| Net Depreciable Capital Assets | 515,358 | (27,000) | - | 488,358 |
| Total Capital Assets, Net | \$ 766,627 | \$ 16,851 | \$ - | \$ 783,478 |

POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020

3 Capital Assets (Continued)

| <u>Sewer Fund</u> | Balance 7/1/2019 | Additions | Deletions | Balance 6/30/2020 |
|----------------------------------|---------------------|-----------|------------|----------------------|
| Nondepreciable capital assets: | | | | |
| Land | \$ 601,373 | \$ - | \$ - | \$ 601,373 |
| Construction in Progress | 280,162 | - | 280,162 | - |
| Total Nondepreciable Assets | 881,535 | - | 280,162 | 601,373 |
| Depreciable capital assets: | | | | |
| Buildings | 2,788,721 | - | - | 2,788,721 |
| Equipment | 68,690 | 131,810 | - | 200,500 |
| Vehicles | 1,500 | - | - | 1,500 |
| Total Depreciable Capital Assets | 2,858,911 | 131,810 | - | 2,990,721 |
| Less, accumulated depreciation: | | | | |
| Buildings | 1,738,384 | 77,000 | - | 1,815,384 |
| Equipment | 51,776 | - | - | 51,776 |
| Vehicles | 1,500 | - | - | 1,500 |
| Total Accumulated Dereciation | 1,791,660 | 77,000 | - | 1,868,660 |
| Net Depreciable Capital Assets | 1,067,251 | 54,810 | - | 1,122,061 |
| Total Capital Assets, Net | \$ 1,948,786 | \$ 54,810 | \$ 280,162 | \$ 1,723,434 |
| | | | | |
| <u>Parks and Recreation Fund</u> | Balance 7/1/2019 | Additions | Deletions | Balance 6/30/2020 |
| Nondepreciable capital assets: | | | | |
| Land | \$ 216,338 | - | \$ 4,536 | \$ 211,802 |
| Total Nondepreciable Assets | 216,338 | - | 4,536 | 211,802 |
| Depreciable capital assets: | | | | |
| Equipment | 4,922 | 1,283 | - | 6,205 |
| Total Depreciable Capital Assets | 4,922 | 1,283 | - | 6,205 |
| Less, accumulated depreciation: | | | | |
| Equipment | 4,922 | - | - | 4,922 |
| Total Accumulated Dereciation | 4,922 | - | - | 4,922 |
| Net Depreciable Capital Assets | - | 1,283 | - | 1,283 |
| Total Capital Assets, Net | \$ 216,338 | \$ 1,283 | \$ 4,536 | 213,085 |

**POPLAR COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL SERVICES
JUNE 30, 2020**

4 Notes Payable

Bond payable to United States Department of Agriculture authorized and issued for construction of the sewer system. Terms: Payable in semiannual installments, including interest at 5.0% per annum. The original note was \$642,000, due October 1, 2031, secured by the District's sewer system.

\$ 351,011

Less, Current Portion

19,000

Long-term Portion

\$ 332,011

The debt payment schedule for the year ending June 30, 2020 is as follows:

| Year Ending June 30, | Sewer | |
|-------------------------|--------------------------|--------------------------|
| | Principal | Interest |
| 2021 | \$ 19,000 | \$ 17,588 |
| 2022 | 21,000 | 16,563 |
| 2023 | 23,000 | 15,463 |
| 2024 | 24,000 | 14,785 |
| 2025-2028 | 109,000 | 62,970 |
| 2029-2032 | <u>136,011</u> | <u>20,990</u> |
| Total | <u><u>\$ 332,011</u></u> | <u><u>\$ 148,359</u></u> |

Changes in long-Term Liabilities

| | Balance 07/01/2019 | Additions | Reductions | Balance 06/30/2020 |
|---|-----------------------|-------------|-----------------|-----------------------|
| United States Department of Agriculture | <u>\$ 340,498</u> | <u>\$ -</u> | <u>\$ 8,487</u> | <u>\$ 332,011</u> |

5 Risk Management

The District has purchased commercial insurance policies for various risks of loss related to torts, theft, damage or destruction of assets, wrongful acts, injuries to employees, and employee health and life. Payments of premiums for these policies are recorded as expenses of the District. Insurance settlements have not exceeded insurance coverage in any of the past three years. There are no significant reductions in coverage compared to prior years.

BILL R. WALKER
Certified Public Accountant

1805 Spring Grove Lane, Bakersfield, California 93311-1630
Tel. 661-428-2919, Fax 661-369-7618, email billwalkercpa@gmail.com

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors
Poplar Community Services District
Porterville, California

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Poplar Community Services District (the District), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued my report thereon dated September 29, 2025.

Report on Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered Poplar Community Services District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Poplar Community Services District's internal control. Accordingly, I do not express an opinion on the effectiveness of Poplar Community Services District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit, I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Poplar Community Services District's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Bill R. Walker CPA

Bakersfield, California

September 29, 2025

SUPPLEMENTARY INFORMATION

**POPLAR COMMUNITY SERVICES DISTRICT
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2020**

| | <u>Water Fund</u> | <u>Sewer Fund</u> | <u>Parks and Recreation Fund</u> | <u>Total</u> |
|--|-------------------|-------------------|--------------------------------------|------------------|
| ASSETS | | | | |
| CURRENT ASSETS | | | | |
| Cash and cash equivalents | \$ 43,672 | \$ 9,841 | \$ 170 | \$ 53,683 |
| Restricted cash | 654,960 | 464,444 | 78,108 | 1,197,512 |
| Accounts receivable | 17,669 | 1,995 | 219,667 | 239,331 |
| Grants receivable | 8,080 | - | - | 8,080 |
| Prepaid expenses | 4,198 | 4,198 | - | 8,396 |
| Interfund receivable | 5,891 | - | - | 5,891 |
| Total Current Assets | 734,470 | 480,478 | 297,945 | 1,512,893 |
| NON-CURRENT ASSETS | | | | |
| Capital assets net of accumulated depreciation | 783,478 | 1,723,434 | 213,085 | 2,719,997 |
| Total Non-Current Assets | 783,478 | 1,723,434 | 213,085 | 2,719,997 |
| TOTAL ASSETS | 1,517,948 | 2,203,912 | 511,030 | 4,232,890 |
| LIABILITIES | | | | |
| CURRENT LIABILITIES | | | | |
| Accounts payable | 406,817 | 100,948 | - | 507,765 |
| Compensated absences | 1,286 | (438) | - | 848 |
| Interfund payable | 5,878 | - | 14 | 5,892 |
| Current portion of long-term debt | - | 19,000 | - | 19,000 |
| Total Current Liabilities | 413,981 | 119,510 | 14 | 533,505 |
| NON-CURRENT LIABILITIES | | | | |
| Notes payable , net of current portion | 40,206 | 291,805 | - | 332,011 |
| Total Non-Current Liabilities | 40,206 | 291,805 | - | 332,011 |
| TOTAL LIABILITIES | 454,187 | 411,315 | 14 | 865,516 |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2020**

| | <u>Water Fund</u> | <u>Sewer Fund</u> | <u>Parks and Recreation Fund</u> | <u>Total</u> |
|--|---------------------|---------------------|--------------------------------------|---------------------|
| NET POSITION | | | | |
| Investment in capital assets, net of related debt | 621,237 | 1,502,296 | 213,073 | 2,336,606 |
| Restricted | 271,493 | 58,727 | 222,637 | 552,857 |
| Unrestricted | 171,031 | 231,574 | 75,306 | 477,911 |
| TOTAL NET POSITION | \$ 1,063,761 | \$ 1,792,597 | \$ 511,016 | \$ 3,367,374 |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING JUNE 30, 2020**

| | <u>Water Fund</u> | <u>Sewer Fund</u> | <u>Parks and Recreation Fund</u> | <u>Total</u> |
|--|-------------------|-------------------|--------------------------------------|------------------|
| Operating Revenues | | | | |
| Customer service fees | \$ 198,698 | \$ 216,751 | \$ - | \$ 415,449 |
| Total Operating Revenues | 198,698 | 216,751 | - | 415,449 |
| Operating Expenses | | | | |
| Salaries and wages | 71,910 | 71,910 | - | 143,820 |
| Employee benefits | 12,872 | 12,871 | - | 25,743 |
| Repairs and maintenance | 30,504 | 30,505 | - | 61,009 |
| Insurance | 16,469 | 16,469 | - | 32,938 |
| Professional and specialized fees | 88,055 | 16,209 | 190 | 104,454 |
| Office expense | 29,483 | 29,287 | - | 58,770 |
| Supplies | 18,619 | 9,150 | - | 27,769 |
| Utilities | 33,500 | 33,500 | 193 | 67,193 |
| Depreciation | 27,000 | 77,000 | - | 104,000 |
| Permits and assessments | 27,327 | 27,327 | - | 54,654 |
| Miscellaneous | 25 | 30 | - | 55 |
| Travel | 2,759 | 2,757 | - | 5,516 |
| Total Operating Expenses | 358,523 | 327,015 | 383 | 685,921 |
| Operating(Loss) | (159,825) | (110,264) | (383) | (270,472) |
| Non-operating Revenues (Expenses) | | | | |
| Property tax revenue | 28,249 | 4,954 | - | 33,203 |
| Intergovernmental revenue | 6,216 | 6,217 | - | 12,433 |
| Rental income | - | - | 1,386 | 1,386 |
| Miscellaneous income | 5,123 | - | - | 5,123 |
| Miscellaneous expense | (4,563) | (4,562) | - | (9,125) |
| Non-Operating Revenues (Expenses) (Net) | 35,025 | 6,609 | 1,386 | 43,020 |
| Change in Net Position | (124,800) | (103,655) | 1,003 | (227,452) |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING JUNE 30, 2020**

| | <u>Water Fund</u> | <u>Sewer Fund</u> | <u>Parks and Recreation Fund</u> | <u>Total</u> |
|-------------------------------------|---------------------|---------------------|--------------------------------------|---------------------|
| NET POSITION, Beginning of the year | <u>1,188,561</u> | <u>1,896,252</u> | <u>510,013</u> | <u>3,594,826</u> |
| NET POSITION, End of the Year | <u>\$ 1,063,761</u> | <u>\$ 1,792,597</u> | <u>\$ 511,016</u> | <u>\$ 3,367,374</u> |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
COMBINED STATEMENT OF ACTIVITIES - BUDGET VS ACTUAL
FOR THE YEAR ENDING JUNE 30, 2020**

| | BUDGETED AMOUNTS | ACTUAL AMOUNTS | BUDGET VARIANCE |
|--|-----------------------------|---------------------------|----------------------------|
| Operating Revenues | | | |
| Customer service fees | \$ 700,000 | \$ 415,449 | \$ (284,551) |
| Total Operating Revenues | 700,000 | 415,449 | (284,551) |
| Operating Expenses | | | |
| Salaries and wages | 150,000 | 143,820 | 6,180 |
| Employee benefits | 25,000 | 25,743 | (743) |
| Repairs and maintenance | 55,000 | 61,009 | (6,009) |
| Insurance | 33,000 | 32,938 | 62 |
| Professional and specialized fees | 100,000 | 104,454 | (4,454) |
| Office expense | 65,000 | 58,770 | 6,230 |
| Supplies | 30,000 | 27,769 | 2,231 |
| Utilities | 70,000 | 67,193 | 2,807 |
| Depreciation | 104,000 | 104,000 | - |
| Permits and assessments | 60,000 | 54,654 | 5,346 |
| Miscellaneous | - | 55 | (55) |
| Travel | 1,000 | 5,516 | (4,516) |
| Total Operating Expenses | 693,000 | 685,921 | 7,079 |
| Operating Income (Loss) | 7,000 | (270,472) | (277,472) |
| Non-operating Revenues (Expenses) | | | |
| Property tax revenue | 33,203 | 33,203 | - |
| Intergovernmental revenue | - | 12,433 | (12,433) |
| Rental income | 1,500 | 1,386 | 114 |
| Miscellaneous income | - | 5,123 | (5,123) |
| Miscellaneous expense | - | (9,125) | 9,125 |
| Non-Operating Revenues (Expenses) (Net) | 34,703 | 9,817 | 44,520 |
| Change in Net Position | \$ 41,703 | \$ (260,655) | \$ (218,952) |

The accompanying notes are an integral part of these financial statements

**POPLAR COMMUNITY SERVICES DISTRICT
PORTERVILLE, CALIFORNIA**

June 30, 2020

| <u>GOVERNANCE MEMBER</u> | <u>OFFICE</u> | <u>TERM EXPIRES</u> |
|---------------------------------|------------------------|----------------------------|
| Rachele Alcantar | President | June 2028 |
| Billy Soto | Vice President | June 2028 |
| Arturo Rodriquez | Director | June 2026 |
| Aziez Hassan | General Manager | Board appointed |
| Marisol Alvarado | Office Manager | Board appointed |