

**AN AUDIT OF THE
VACAVILLE-ELMIRA CEMETERY DISTRICT
OF SOLANO COUNTY**



**Independent Auditor's Report and Financial Statements
For the fiscal years ended June 30, 2021 and 2020**

**Vacaville-Elmira Cemetery District of Solano County
For the fiscal years ended June 30, 2021 and 2020**

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**Vacaville-Elmira Cemetery District of Solano County
For the fiscal years ended June 30, 2021 and 2020**

Board of Trustees*

Ronald Rushford – Chairperson

Wendy Wigmore-Jackson - Vice Chairperson

Milton Steck - Trustee

Eloa Dorjahn – Trustee

Vacant

* As of May 26, 2022

District Manager - Heather Strachan

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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Vacaville-Elmira Cemetery District
Vacaville, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Vacaville-Elmira Cemetery District (District), as of and for the fiscal years ended June 30, 2021 and 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to error or fraud. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of net pension liability and related ratios and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Melinda S Ingram

Melinda S. Ingram, CPA
Fairfield, California
May 26, 2022

Vacaville-Elmira Cemetery District

Management's Discussion and Analysis

As management of the Vacaville-Elmira Cemetery District of Solano County, California (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal years ended June 30, 2021 and 2020. We encourage readers to consider the information presented here in conjunction with additional information in our financial statements.

Financial Highlights

- The District's net position totaled \$6,735,470 at June 30, 2021 and \$6,292,408 at June 30, 2020. Of these amounts, \$1,800,628 and \$1,986,183 at June 30, 2021 and June 30, 2020, respectively, (unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors.
- The District's total net position increased by \$443,062 as a result of the current year's operations and increased by \$344,110 as a result of fiscal year 2019/20 operations.
- The District's governmental funds reported an ending fund balance of \$5,102,673 at June 30, 2021 and \$5,126,886 at June 30, 2020, of which \$1,403,514 and \$1,554,802, respectively, are available for spending at the District's discretion (unassigned fund balance).
 - At June 30, 2021, the other amount of \$2,587,443 is categorized as nonexpendable endowment principal. The remaining amounts are assigned by the Board of Trustees for the following purposes: \$172,122 for endowment care of the cemetery, \$392,021 for future capital improvements, and \$547,573 for deposits with others (investments).
 - At June 30, 2020, the other amount of \$2,521,465 is categorized as nonexpendable endowment principal. The remaining amounts are assigned by the Board of Trustees for the following purposes: \$131,236 for endowment care of the cemetery, \$379,886 for future capital improvements, and \$539,497 for deposits with others (investments).

Overview of the Financial Statements

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

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

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

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

The government-wide financial statements can be found on pages 12-13 of this report.

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

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

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

The basic governmental fund financial statements can be found on pages 14-19 of this report.

Notes to the financial statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 20-39 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budgetary comparison schedules for the General Fund as well as the schedules of funding progress for the defined benefit pension plan. Required supplementary information can be found on pages 41-45 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a District's financial position. At June 30, 2021 and 2020 the District reported a net position of \$6,735,470 and \$6,292,408, respectively.

Vacaville-Elmira Cemetery District's Net Position

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Assets			
Current assets	\$ 6,278,066	\$ 6,207,942	\$ 5,777,491
Noncurrent assets	<u>2,175,277</u>	<u>1,653,524</u>	<u>1,656,330</u>
Total assets	<u>8,453,343</u>	<u>7,861,466</u>	<u>7,433,821</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions	<u>142,442</u>	<u>144,377</u>	<u>146,836</u>
Total deferred outflows of resources	<u>142,442</u>	<u>144,377</u>	<u>146,836</u>
Liabilities			
Current liabilities	1,175,393	1,081,056	1,069,236
Noncurrent liabilities	<u>636,587</u>	<u>571,926</u>	<u>506,575</u>
Total liabilities	<u>1,811,980</u>	<u>1,652,982</u>	<u>1,575,811</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions	<u>48,335</u>	<u>60,453</u>	<u>56,548</u>
Total deferred inflows of resources	<u>48,335</u>	<u>60,453</u>	<u>56,548</u>
Net Position			
Net investment in capital assets	2,175,277	1,653,524	1,656,330
Restricted for:			
Endowment principal (nonexpendable)	2,587,443	2,521,465	2,380,209
Endowment care (expendable)	172,122	131,236	123,781
Unrestricted	<u>1,800,628</u>	<u>1,986,183</u>	<u>1,787,978</u>
Total net position	<u>\$ 6,735,470</u>	<u>\$ 6,292,408</u>	<u>\$ 5,948,298</u>

Analysis of the Change in Net Position

Current assets: Current assets increased by approximately 1% and 7.4% for both fiscal year 2020/21 and 2019/20, respectively. The increase is due to favorable operations during both fiscal years resulting in an increase to the District's cash balance.

Noncurrent assets: Noncurrent assets increased by approximately 31% at June 30, 2021. The increase is due to significant capital asset acquisitions/projects approved by the Board of Trustees.

Deferred outflows of resources: Deferred outflows of resources remained relatively stable from fiscal year 2019/20 to fiscal year 2020/21. Any changes during the fiscal year are attributable to employer contributions to the pension plan applicable to a future accounting period and other actuarial related factors as determined by CalPERS.

Current liabilities: The increase in current liabilities of approximately 9% from fiscal year 2019/20 to fiscal year 2020/21 is due to increases in deposits payable for pre-need services purchased by District residents.

Noncurrent liabilities: Noncurrent liabilities increased by approximately 11% from fiscal year 2019/20 to 2020/21. This is the result of changes to the District's pension liability that will fluctuate based on various factors affecting the District's pension plan, as determined by CalPERS. In addition, compensated absences increased based on employee leave balances at fiscal year-end.

Deferred inflows of resources: Deferred inflows of resources decreased by approximately 20% from fiscal year 2019/20 to fiscal year 2020/21. The decrease is attributable to actuarial related factors impacting the District's net pension liability, as determined by CalPERS.

Governmental activities increased the District's net position by \$443,062 and \$344,110 for the fiscal years ended June 30, 2021 and 2020, respectively.

Vacaville-Elmira Cemetery District's Change in Net Position			
	<u>2021</u>	<u>2020</u>	<u>2019</u>
Program expenses:			
Employee services	\$ 667,042	\$ 643,367	\$ 598,475
Depreciation	109,920	68,199	61,720
Cemetery supplies	57,845	35,155	30,146
Professional & specialized services	52,476	86,118	64,160
Maintenance	24,720	26,911	36,562
Household expense	19,088	18,193	17,172
Supplies	15,564	9,774	7,768
Insurance	13,843	12,146	10,707
Utilities	10,298	17,375	16,178
Transportation & travel	7,316	7,672	9,280
Special district expense	4,542	3,264	15,943
Non-capitalized equipment	4,300	518	1,989
Memberships	4,195	-	3,779
Small tools & instruments	2,111	-	3,439
Communication	2,039	1,876	1,841
Property tax refunds	1,957	1,572	3,126
Rents & leases	580	231	1,285
Miscellaneous	237	5,944	207
Total program expenses	<u>998,073</u>	<u>938,315</u>	<u>883,777</u>
Program revenues:			
Charges for services	494,752	293,609	342,379
Operating grants and contributions	75,008	40,850	48,325
Total program revenues	<u>569,760</u>	<u>334,459</u>	<u>390,704</u>
Net program expenses	<u>428,313</u>	<u>603,856</u>	<u>493,073</u>
General revenues:			
Property taxes	808,453	748,821	737,351
Increase in fair value of investments	35,873	125,578	
Interest income	26,671	60,978	192,111
Lease income	-	11,000	11,000
Miscellaneous	378	1,589	4,725
Total general revenues	<u>871,375</u>	<u>947,966</u>	<u>945,187</u>
Change in net position	443,062	344,110	452,114
Net position- beginning	<u>6,292,408</u>	<u>5,948,298</u>	<u>5,496,184</u>
Net position- ending	<u>\$ 6,735,470</u>	<u>\$ 6,292,408</u>	<u>\$ 5,948,298</u>

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

Program expenses: Program expenses totaled \$998,073 and \$938,315 in fiscal year 2020/21 and 2019/20, respectively. The increase of \$59,758 from fiscal year 2019/20 is mainly due to an increase in employee services (salary merit increases and increased employer annual contribution rate as established by CalPERS), depreciation expense (significant capital asset project) and cemetery supplies (purchases for resale to district customers) and an offsetting decrease in professional & specialized services (biennial audit fee incurred in fiscal year 2019/20).

Program revenues: Program revenue totaled \$569,760 and \$334,459 in fiscal year 2020/21 and 2019/20, respectively. The increase of \$235,301 from fiscal year 2019/20 is due to a higher volume of internment services provided to District residents.

General revenues: General revenue totaled \$871,375 and \$947,966 in fiscal year 2020/21 and 2019/20, respectively. The decrease of \$76,591 from fiscal year 2019/20 to fiscal 2020/21 is due to the decrease of the unrealized net gain in the fair value of the District's investments totaling \$89,705 or 71%. Additional decreases to interest income (34,307 or 56%) and lease income (\$11,000 or 100%), as well as an increase to property tax revenue (\$59,632 or 8%) account for the overall decrease.

Financial Analysis of the District's Governmental Funds

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

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

At June 30, 2021 and 2020, the District's governmental funds reported a combined ending fund balance of \$5,102,673 and \$5,126,886, respectively. This represents a decrease to fund balance totaling \$24,213 and an increase totaling \$418,631, for fiscal years 2020/21 and 2019/20, respectively.

Governmental revenues totaled \$1,441,135 and \$1,282,425 in fiscal years 2020/21 and 2019/20, respectively. This represents an increase of \$158,710 for fiscal year 2020/21 that is due to a greater amount of property tax revenue and charges for services, offset by a net decrease of \$89,705 resulting from the unrealized net loss in the fair value of the District's investments.

Governmental expenditures totaled \$1,465,348 and \$863,794 in fiscal year 2020/21 and 2019/20, respectively. This represents an increase of \$601,554 for fiscal year 2020/21 that is due primarily to the increase in capital outlay (\$566,342) resulting from a major capital asset project.

The Permanent Fund is the District's perpetual-care fund, which provides resources for the current and future maintenance of the cemetery. The District's Permanent Fund reports resources that are legally restricted to the extent that only earnings (expendable funds), and not principal (nonexpendable funds), can be used to support the District's current maintenance costs, if necessary.

Budgetary Highlights

The General Fund budget (Adopted and Final versions) is reflected in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual, as presented on pages 43-44 in the Required Supplementary Information (RSI) section of this report.

There were five changes between the adopted budget and the final budget of the General Fund for fiscal year 2020/21 that was the result of an increase of \$86,175 to capital outlay for unanticipated costs associated with a capital improvement project, decreases to professional and specialized services (\$5,000) and household expenses (\$3,500) and increases to maintenance (\$5,000) and supplies (\$3,500). Overall, revenues recognized exceeded budget by \$334,924 and expenditures incurred were less than budget by \$65,327. This was the result of the District receiving more property tax revenue in addition to more services provided to customers (charges for services) than anticipated. Appropriations for employee services, maintenance, special district expense and capital outlay were under-utilized, and cemetery supplies exceeded the budgeted amount, while most of the other expenditures were close to being fully utilized.

There were two changes between the adopted budget and the final budget of the General Fund for fiscal year 2019/20 that was the result of an increase to maintenance and a decrease to capital outlay. Revenues recognized exceeded budget by \$50,558 and expenditures incurred were less than budget by \$202,506. This was primarily the result of the District receiving more property tax and interest earnings than anticipated. Appropriations for employee services, maintenance and capital outlay services were under-utilized while most of the other expenditures were close to being fully utilized.

Capital Asset and Debt Administration

Capital assets. The District’s investment in capital assets as of June 30, 2021 and 2020 totaled \$2,175,227 and \$1,653,524 (net of accumulated depreciation), respectively. This investment in capital assets includes land, infrastructure, equipment, intangibles, and structures and improvements. The net capital assets increased by \$521,703 (capital asset acquisitions less current year depreciation expense) at June 30, 2021 and decreased by \$2,806 (current year depreciation expense) at June 30, 2020.

The District’s Board of Trustees approved several capital assets additions in fiscal year 2020/21, which included the Road/Curb Replacement Project, the purchase of a Toro Riding Mower, a John Deere Gator and a Security Camera System. For fiscal year 2019/20, the District approved the purchase of a Wacker Neuson Dump Truck and Cemsites Software. In addition, several capital assets were retired from service during both fiscal years.

Vacaville-Elmira Cemetery District Capital Assets (net of depreciation)			
	2021	2020	2019
Land	\$ 661,575	\$ 661,575	\$ 661,575
Infrastructure	176,790	177,474	178,157
Structures and improvements	1,187,363	703,154	760,400
Equipment	134,528	94,550	56,198
Intangibles	15,021	16,771	-
Total net position	<u>\$ 2,175,277</u>	<u>\$ 1,653,524</u>	<u>\$ 1,656,330</u>

Additional information on the District's capital assets can be found in Note III B on pages 31- 32 of this report.

Long-term obligations. At June 30, 2021 and 2020 the District had \$636,587 and \$571,926 respectively, of long-term obligations owed for the net pension liability and compensated absences. These amounts are entirely backed by the full faith and credit of the District. For more information, see Note III C on page 32 of this report.

Economic factors and Next Year's Operating Activity,

The following factors were considered in preparing the District's budget for the fiscal year 2021/22:

- The District plans to continue its fiscal policy of managing operating costs to ensure they remain in line with budgeted amounts.
- Continue assigning a percentage (typically 10%) of current year earnings to Future Capital Improvements.
- The following projects and purchases that are essential to and/or esthetically enhance the cemetery are considered for the upcoming fiscal year:
 - Cremation Section Expansion Project
 - Toro Riding Mower

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Vacaville-Elmira Cemetery District (District's Board of Trustees), P.O. Box 698, Vacaville, CA 95696.

Vacaville-Elmira Cemetery District
Statement of Net Position
June 30, 2021 and 2020

	2021	2020
ASSETS		
Current assets		
Cash & investments	\$ 6,214,138	\$ 6,182,949
Accounts receivable	63,928	22,943
Due from other agencies	-	2,050
Total current assets	6,278,066	6,207,942
Noncurrent assets		
Capital assets (Note D)		
Land	661,575	661,575
Structures and improvements, net	1,187,363	703,154
Equipment, net	134,528	94,550
Infrastructure	176,790	177,474
Intangibles	15,021	16,771
Total noncurrent assets	2,175,277	1,653,524
Total assets	8,453,343	7,861,466
 DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	142,442	144,377
Total deferred outflows of resources	142,442	144,377
 LIABILITIES		
Current liabilities		
Accounts payable	45,072	42,491
Due to other agencies	11,474	8,986
Deposits payable	1,118,847	1,029,579
Total current liabilities	1,175,393	1,081,056
Noncurrent liabilities		
Compensated absences	69,870	55,892
Net pension liability	566,717	516,034
Total noncurrent liabilities	636,587	571,926
Total liabilities	1,811,980	1,652,982
 DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	48,335	60,453
Total deferred inflows of resources	48,335	60,453
 NET POSITION		
Net investment in capital assets	2,175,277	1,653,524
Restricted for:		
Endowment principal (nonexpendable)	2,587,443	2,521,465
Endowment care (expendable)	172,122	131,236
Unrestricted	1,800,628	1,986,183
Total net position	\$ 6,735,470	\$ 6,292,408

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Statement of Activities
For the fiscal years ended June 30, 2021 and 2020

	2021	2020
Program expenses		
Employee services	\$ 667,042	\$ 643,367
Depreciation	109,920	68,199
Cemetery supplies	57,845	35,155
Professional & specialized services	52,476	86,118
Maintenance	24,720	26,911
Household expense	19,088	18,193
Supplies	15,564	9,774
Insurance	13,843	12,146
Utilities	10,298	17,375
Transportation & travel	7,316	7,672
Special district expense	4,542	3,264
Non-capitalized equipment	4,300	518
Memberships	4,195	-
Small tools & instruments	2,111	-
Communication	2,039	1,876
Property tax refunds	1,957	1,572
Rents & leases	580	231
Miscellaneous	237	5,944
Total program expenses	998,073	938,315
Program revenues		
Charges for services	494,752	293,609
Operating grants and contributions	75,008	40,850
Total program revenues	569,760	334,459
Net program expenses	428,313	603,856
General revenues		
Property taxes	808,453	748,821
Interest income	26,671	60,978
Increase/(decrease) in fair value of investments	35,873	125,578
Lease income	-	11,000
Miscellaneous	378	1,589
Total general revenues	871,375	947,966
Change in net position	443,062	344,110
Net position- beginning	6,292,408	5,948,298
Net position- ending	\$ 6,735,470	\$ 6,292,408

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Balance Sheet
Governmental Funds
June 30, 2021

	General	Permanent	Total Governmental Funds
Assets			
Cash & equivalents	\$ 3,460,073	\$ 2,754,065	\$ 6,214,138
Accounts receivable	58,428	5,500	63,928
Total assets	\$ 3,518,501	\$ 2,759,565	\$ 6,278,066
Liabilities			
Outstanding warrants	\$ 0	\$ -	\$ 0
Accounts payable	45,072	-	45,072
Due to other agencies	11,474	-	11,474
Deposits payable	1,118,847	-	1,118,847
Total liabilities	1,175,393	-	1,175,393
Fund Balances			
Nonspendable:			
Endowment principal (nonexpendable)	-	2,587,443	2,587,443
Assigned:			
Future capital improvements	392,021	-	392,021
Deposits with others	547,573	-	547,573
Endowment care (expendable)	-	172,122	172,122
Unassigned	1,403,514	-	1,403,514
Total fund balances	2,343,108	2,759,565	5,102,673
Total liabilities and fund balances	\$ 3,518,501	\$ 2,759,565	\$ 6,278,066

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Balance Sheet
Governmental Funds
June 30, 2020

	<u>General</u>	<u>Permanent</u>	<u>Total Governmental Funds</u>
Assets			
Cash & equivalents	\$ 3,537,348	\$ 2,645,601	\$ 6,182,949
Accounts receivable	17,893	5,050	22,943
Due from other agencies	-	2,050	2,050
Total assets	<u>\$ 3,555,241</u>	<u>\$ 2,652,701</u>	<u>\$ 6,207,942</u>
Liabilities			
Accounts payable	\$ 42,491	-	\$ 42,491
Due to other agencies	8,986	-	8,986
Deposits payable	1,029,579	-	1,029,579
Total liabilities	<u>1,081,056</u>	<u>-</u>	<u>1,081,056</u>
Fund Balances			
Nonspendable:			
Endowment principal (nonexpendable)	-	2,521,465	2,521,465
Assigned:			
Future capital improvements	379,886	-	379,886
Deposits with others	539,497	-	539,497
Endowment care (expendable)	-	131,236	131,236
Unassigned	1,554,802	-	1,554,802
Total fund balances	<u>2,474,185</u>	<u>2,652,701</u>	<u>5,126,886</u>
Total liabilities and fund balances	<u>\$ 3,555,241</u>	<u>\$ 2,652,701</u>	<u>\$ 6,207,942</u>

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
For the fiscal years ended June 30, 2021 & 2020

	2021	2020
Total governmental funds, fund balance	\$ 5,102,673	\$ 5,126,886
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds	2,175,277	1,653,524
Deferred inflows and outflows of resources related to the net pension liability are not due and payable in the current period and, therefore, are not reported in the funds:		
Deferred outflows related to pensions	142,442	144,377
Deferred inflows related to pensions	(48,335)	(60,453)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds		
Net pension liability	(566,717)	(516,034)
Compensated absences	(69,870)	(55,892)
Net position of governmental activities	\$ 6,735,470	\$ 6,292,408

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the fiscal year ended June 30, 2021

	<u>General</u>	<u>Permanent</u>	<u>Total Governmental Funds</u>
Revenues			
Property taxes	\$ 808,453	\$ -	\$ 808,453
Charges for services	494,752	-	494,752
Interest income	22,612	4,059	26,671
Increase/(decrease) in fair value of investments	8,076	27,797	35,873
Endowment fees	-	75,008	75,008
Miscellaneous	378	-	378
Total revenues	<u>1,334,271</u>	<u>106,864</u>	<u>1,441,135</u>
Expenditures			
Current:			
Employee services	612,565	-	612,565
Cemetery supplies	57,845	-	57,845
Professional & specialized services	52,476	-	52,476
Maintenance	24,720	-	24,720
Household expense	19,088	-	19,088
Supplies	15,564	-	15,564
Insurance	13,843	-	13,843
Utilities	10,298	-	10,298
Transportation & travel	7,316	-	7,316
Special district expense	4,542	-	4,542
Non-capitalized equipment	4,300	-	4,300
Memberships	4,195	-	4,195
Small tools & instruments	2,111	-	2,111
Communication	2,039	-	2,039
Property tax refunds	1,957	-	1,957
Rents & leases	580	-	580
Miscellaneous	174	-	174
Capital outlay	<u>631,735</u>	<u>-</u>	<u>631,735</u>
Total expenditures	<u>1,465,348</u>	<u>-</u>	<u>1,465,348</u>
Excess/(deficiency) of revenues over/(under) expenditures	(131,077)	106,864	(24,213)
Fund balance - beginning	<u>2,474,185</u>	<u>2,652,701</u>	<u>5,126,886</u>
Fund balance - ending	<u>\$ \$ 2,343,108</u>	<u>\$ 2,759,565</u>	<u>\$ 5,102,673</u>

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the fiscal year ended June 30, 2020

	<u>General</u>	<u>Permanent</u>	<u>Total Governmental Funds</u>
Revenues			
Property taxes	\$ 748,821	\$ -	\$ 748,821
Charges for services	293,609	-	293,609
Increase in fair value of investments	26,208	99,370	125,578
Interest income	52,489	8,489	60,978
Endowment fees	-	40,850	40,850
Lease income	11,000	-	11,000
Miscellaneous	1,589	-	1,589
Total revenues	<u>1,133,716</u>	<u>148,709</u>	<u>1,282,425</u>
Expenditures			
Employee services	571,652	-	571,652
Professional & specialized services	86,118	-	86,118
Cemetery supplies	35,155	-	35,155
Maintenance	26,911	-	26,911
Household expense	18,193	-	18,193
Utilities	17,375	-	17,375
Insurance	12,146	-	12,146
Supplies	9,774	-	9,774
Transportation & travel	7,672	-	7,672
Special district expense	3,264	-	3,264
Communication	1,876	-	1,876
Property tax refunds	1,572	-	1,572
Non-capitalized equipment	518	-	518
Rents & leases	231	-	231
Miscellaneous	5,944	-	5,944
Capital outlay	65,393	-	65,393
Total expenditures	<u>863,794</u>	<u>-</u>	<u>863,794</u>
Excess of revenues over expenditures	269,922	148,709	418,631
Fund balance - beginning	<u>2,204,263</u>	<u>2,503,992</u>	<u>4,708,255</u>
Fund balance - ending	<u>\$ 2,474,185</u>	<u>\$ 2,652,701</u>	<u>\$ 5,126,886</u>

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the fiscal years ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Net change in fund balances	\$ (24,213)	\$ 418,631
 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 assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	631,735	65,393
Depreciation expense	<u>(109,920)</u>	<u>(68,199)</u>
	521,815	(2,806)
 The net effect of various miscellaneous capital asset transactions, (i.e., sales trade-ins, and donations)		
	(62)	-
 Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental fund.		
Change in net pension liability	(40,500)	(60,708)
Change in compensated absences	<u>(13,978)</u>	<u>(11,007)</u>
	(54,478)	(71,715)
 Change in net position of governmental activities	 <u>\$ 443,062</u>	 <u>\$ 344,110</u>

The notes to the financial statements are an integral part of this statement.

Vacaville-Elmira Cemetery District of Solano County
Notes to the Basic Financial Statements
For the fiscal years ended June 30, 2021 and 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principals. In addition, the District complies with the uniform accounting system for districts prescribed by the State Controller in compliance with the Government Code of the State of California.

A. Reporting Entity

The Vacaville-Elmira Cemetery District (District) of Solano County was organized on June 7, 1926 and has operated one cemetery, the Vacaville-Elmira Cemetery, since its inception. The District owns additional undeveloped land on Pleasants Valley Road for future development of a second cemetery. The District boundaries include eastern portions of Vacaville, and the unincorporated communities of northeastern Solano County.

The District operates as a public cemetery under Sections 8125 to 8137 and Sections 9000 to 9093 of the Health and Safety Code of the State of California. The Board of Trustees consisting of five (5) members, serving four-year terms, governs the District. The Board of Supervisors of Solano County approves the appointment of each Trustee.

B. 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 or, for property tax revenue, in the period for which levied. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or as a reservation of fund balance. The District considers property taxes available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

C. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the primary government (the District). These statements include the financial activities of the overall government.

The statement of activities demonstrates the degree to which the program expenses of a given function or segment are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific function. Program revenues include 1) charges paid by recipients of goods and services offered by the programs, and 2) grants and contributions restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, are presented instead as general revenues.

Fund Financial Statements

The fund financial statements provide information about the District's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in separate columns.

The District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Permanent Fund* is the District's endowment fund. In August 1984, California Assembly Bill No. 3245 amended section 8952 of the Health and Safety Code, requiring cemetery districts to establish an endowment care fund. The endowment fund accounts for all financial resources of the District collected for the perpetual care of District cemeteries. The principal portion of these resources is not available for use by the District. The principal portion of the endowment fees are recorded as non-spendable fund balance in the District's financial statements. The interest earned on the endowment care fees are recorded as assigned expendable fund balance and is available for use by the District for the maintenance of the cemetery grounds.

D. Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance

1. Cash and Cash Equivalents

The District's cash is maintained in a commercial bank, brokerage investment accounts and the Solano County Treasury.

The Bank of the West bank account is funded on an imprest (advance) basis with the District's cash in the County Treasury. The District uses the commercial bank account to satisfy its obligations resulting from day-to-day operations. As of June 30, 2021 and 2020, the carrying amount and the bank balance were \$20,000, which is entirely covered by federal depository insurance.

The Stifel, Nicolaus & Company, Incorporated. brokerage accounts represents the investment of endowment principal and other District income. Investments are reported at fair value. Fair value represents the amount the District can reasonably expect to receive for an investment in a current sale between a willing buyer and seller. The fair value of investments is obtained from custodial investments. As of June 30, 2021 and 2020, the total value of the District's investments with the brokerage was

\$2,768,913 and \$2,733,040 respectively. The financial statements reflect unrealized gains in the amount of \$35,873 and \$125,578 for fiscal years 2020/21 and 2019/20, respectively.

The District's cash maintained in the Solano County Treasury is pooled with the County and various other depositors. The District is a mandatory depositor, pursuant to the California Health & Safety Code Section 9074. The District's ability to withdraw large sums of cash from the County Treasury may be subject to certain restrictions as set by the County Treasurer.

The County's pooled cash and investments are invested pursuant to investment policy guidelines established by the County Treasurer and approved by the County Board of Supervisors. The objectives of the policy (in order of priority) are: legality, preservation of capital, liquidity, and yield. The policy addresses the soundness of financial institutions in which the County will deposit funds, types of investment instruments as permitted by the California Government Code, and the percentage of the portfolio which may be invested in certain instruments with longer terms of maturity. A detailed breakdown of cash and investments and a categorization of risk factors per GASB Statement No. 40, *Deposits and Investment Risk Disclosures* and GASB Statement No. 72, *Fair Value Measurement and Application*, are presented in the County of Solano Comprehensive Annual Financial Report.

2. *Accounts Receivable*

Accounts receivable represents amounts due to the District for services rendered.

3. *Due from Other Agencies*

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

4. *Deposits with Others*

Deposits with others represents amounts invested with the brokerage Stifel, Nicolaus & Company, Incorporated.

5. *Capital Assets*

Capital assets, which include land, construction in progress, structures and improvements, infrastructure, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District's capitalization policy as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost if purchased or estimated historical cost if constructed. Donated capital assets are valued at their fair value on the date of donation.

Structures and improvements, equipment, and depreciable infrastructure assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Computer equipment	3-7
Office equipment	3-7
Specialty equipment and vehicles	3-20
Buildings and improvements	10-40
Roads (surface only)	10-20
Infrastructure	20

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

In the fund financial statements, fixed assets used in the District's operations are accounted for as capital outlay expenditures of the District's General Fund upon acquisition.

6. Accounts Payable

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

7. Due to Other Agencies

Due to other agencies represents amounts owed to governmental entities and others outside the District.

8. Deposits Payable

Deposits payable represent both full payment and installment payments collected from pre-need contracts. These include the sale of plots and niches, cemetery services/products such as opening and closing of graves or niches, vaults, grave liners, urns, vases, and endowment care fees. Amounts received are recognized as revenues upon actual delivery of the services/products or when payment in full has been received, depending on the item purchased.

9. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The District has several items reportable on the Statement of Net Position related to pensions resulting from employer contributions to the pension plan applicable to a future accounting period and the effects of adjustments due to differences in the District's proportionate share of the pool, changes in assumptions, as well as differences between expected and actual experience and projected and actual earnings on plan investments and other factors as determined by CalPERS.

In addition to liabilities, the statement of net position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has several items reportable on the Statement of Net Position related to pensions resulting from differences between expected and actual experience, changes of assumptions, differences between employer's actual and proportionate share of contributions and other factors as determined by CalPERS.

10. Compensated Absences

It is the District's policy to permit qualified employees to accumulate earned but unused vacation leave benefits. Accrued vacation leave is paid at the time of the employee's termination based on established District policy. In accordance with GASB Statement No. 16, the District's compensated absences leave is accrued when incurred in the government-wide financial statements. An expenditure is reported in the governmental fund only if unused vacation/sick leave is paid out due to an employee separating from service with the District.

District policy states upon termination of employment, except discharge for cause, a regular employee may be paid for fifty (50) percent of their accumulated unused sick leave, up to a maximum of 320 hours and convert the remainder of unused sick leave to CalPERS Service Credit or convert all unused sick leave to CalPERS Service Credit.

11. Pensions

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

12. Net Position/Fund Balance

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

- *Net invested in capital assets* – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt, attributable to the acquisition, construction or improvement of these assets reduces the balance in this category.
- *Restricted (Endowment Principal-nonexpendable)* - This category represents the permanent fund principal that is legally restricted for the perpetual care of the cemetery. This portion of net position is considered “nonexpendable” and is required to be retained in perpetuity.
- *Restricted (Endowment Principal-expendable)* - This category represents the interest earned on the endowment care fees and is available for maintenance of the cemetery grounds.
- *Unrestricted* – This category represents net position of the District, not restricted for any project or other purpose.

The various categories of fund balance represent relative strength or hierarchy of spending constraints. These categories are established either by inherent, external or internal limitations.

As of June 30, 2021 and 2020, fund balance was categorized as follows:

- *Nonspendable* – Non-spendable fund balance consists of funds that are legally or contractually required to be maintained intact (endowment care).
- *Assigned* – Assigned fund balance consists of funds constrained by the District's intent to be used for a specific purpose.
- *Unassigned* – Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

13. Fund Balance Policy

The District adopted a policy for GASB Statement No. 54, Fund Balance Reporting. GASB 54 establishes fund balance classifications that comprise a hierarchy based on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Assigned Fund Balance

During any District Board meeting, the Board of Trustees may establish or change an Assigned Fund Balance through Board approval of a 4/5 vote. The Board of Trustees is the only entity delegated to Assigned Fund Balance.

District Spending Priority Policy

The District's Spending Priority Policy applies to fund balance and revenue sources. In circumstances when expenditure is made for a purpose for which amounts are available in multiple fund balance classification, the use of fund balance will be applied in the following order:

1. Restricted
2. Committed
3. Assigned
4. Unassigned

14. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Property Taxes

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

Secured, unitary and supplemental property taxes are apportioned in advance of collection. Unsecured taxes are apportioned after collection.

B. GANN Appropriations Limit

In accordance with Article XIII B of the California Constitution, Special Districts are subject to the appropriations limit if the District was in existence on January 1, 1978, and the District's tax levy for fiscal year 1977/78 was above 12 ½ cents per \$100 of assessed valuation. Vacaville-Elmira Cemetery District is not subject to the appropriations limit because the District's tax levy for fiscal year 1977/78 was below 12 ½ cents per \$100 of assessed valuation.

III. DETAILED NOTES

A. Cash and Investments

The District's cash and investments at June 30, 2021 were as follows:

	<u>General Fund</u>	<u>Permanent Fund</u>
Checking account	\$ 20,000	\$ -
Imprest account	500	-
Investments with fiscal agents	547,573	2,221,340
Cash and investments in the County Treasury	<u>2,892,000</u>	<u>532,725</u>
Total Cash and Investments	<u>\$ 3,460,073</u>	<u>\$ 2,754,065</u>

The District's cash and investments at June 30, 2020 were as follows:

	<u>General Fund</u>	<u>Permanent Fund</u>
Checking account	\$ 20,000	\$ -
Imprest account	500	-
Investments with fiscal agents	539,497	2,193,543
Cash and investments in the County Treasury	<u>2,977,351</u>	<u>452,058</u>
Total Cash and Investments	<u>\$ 3,537,348</u>	<u>\$ 2,645,601</u>

1. Investment Policy

The District Board established an Investment Policy for the investments held by the brokerage. The policy includes authority to invest, objective, funds available for investment, investment authority, investing procedures, diversification requirements, surplus money, endowment care principal only, investment restrictions and required reports.

The District's investment policy is summarized as follows:

When investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the objective of the Board of Trustees shall be to safeguard the principal of the funds, provide the necessary liquidity of the funds and achieve the best rate of return possible without affecting the safety and liquidity of the funds. All investments shall be made by the authority of the Board of Trustees as an agenda item at a regular or Special Board meeting.

Pursuant to California Public Health and Safety Code § 9066: The Trustees may invest and reinvest the principal of the endowment care fund in securities and obligations set forth in Section 53601 of the Government Code and those investments set forth in this section.

California Government Code Section 53601: The legislative body of a local agency having money in a sinking fund of, or surplus money in its treasury, not required for the immediate necessities of the local agency, may invest any portion of the money that it deems wise or expedient in those investments set forth in this section.

2. Investments Authorized by the California Government Code and the District's Investment Policy

The tables below identify the investment types that are authorized for the Vacaville-Elmira Cemetery District by the California Government Code (or the District's investment policy, where more restrictive).

ENDOWMENT CARE PRINCIPAL ONLY:

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Authorized Limit (%)</u>	<u>Required Rating</u>
U.S. Treasury bills, notes bonds	30 years	100%	None
Corporation obligations	5 years	10%	AAA
City, county, municipal bonds	Unlimited	5%	None
State bonds	Unlimited	5%	None
Certificates of deposit (FDIC Insured) & Savings & Loan certificates (FSLIC insured) (Maximum \$100,000. per Institution)	Unlimited	30%	None
Local agency obligations	5 years	15%	None
Bank obligations (FNMA Insured)	5 years	15%	None
Bankers acceptances	270 days	5%	None
Commercial paper	180 days	15%	None
Purchase agreements	1 year	10%	None
Reverse repurchase agreements	92 days	20%	None
Corporate medium-term notes	5 years	30%	A+
Shares of beneficial Interest	5 years	15%	None
Mortgage pass-through securities	5 years	20%	A+
Money market mutual funds (Limited to 10% per mutual fund)	N/A		
Repurchase agreements	1 year	10%	None
Reverse repurchase agreements	92 days	20%	None
Corporation medium-term notes	5 years	30%	A+
Shares of beneficial interest	5 years	15%	None
Mortgage pass-through securities	5 years	20%	A+

SURPLUS MONEY (Endowment Care Interest, Capital Outlay Funds and Pre-Need Funds):

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Authorized Limit (%)</u>	<u>Required Rating</u>
U.S. Treasury bills, notes bonds	5 years	100%	None
Corporation obligations	5 years	10%	AAA
City, county, municipal bonds	5 years	5%	None
State bonds	5 years	5%	None
Certificates of deposit (FDIC Insured) & Savings & Loan certificates (FSLIC insured) (Maximum \$100,000. per Institution)	5 years	30%	None
Local agency obligations	5 years	15%	None
Bank obligations (FNMA Insured)	5 years	5%	None
Bankers acceptances	270 days	5%	None
Commercial paper	180 days	15%	None

3. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair market 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. The District manages its exposure to decline in fair values by following provisions of California Government Code § 53601, which limits maximum maturities to five years in most cases, unless the legislative body grants express authority to increase the maturity either specifically or as part of an investment program. Information about the sensitivity of the fair values of the District’s investments to market interest rate fluctuations is provided by the following tables that show the distribution of the District’s investment maturity.

The fair value of the District’s investments as of June 30, 2021 is as follows:

Investment Type	Total Fair Value	Term to Maturity			
		12 Months or less	13 to 24 Months	25 to 60 Months	Greater than 60 Months
Solano County Investment Pool	\$ 3,424,725	\$ 3,424,725	\$ -	\$ -	\$ -
Corporate Notes	691,678			577,736	113,942
Government Bonds	76,979			76,979	
Fixed Income Muni	583,783		70,396	421,345	92,043
U.S. Treasury Index Note	59,466				59,466
Certificate of Deposit	480,936			450,092	30,845
Mutual Funds	857,764	857,764	-	-	-
Cash and Sweep Balances	18,306	18,306	-	-	-
Totals	<u>\$ 6,193,638</u>	<u>\$ 4,300,795</u>	<u>\$ 70,396</u>	<u>\$ 1,526,151</u>	<u>\$ 296,296</u>

The fair value of the District’s investments as of June 30, 2020 is as follows:

Investment Type	Total Fair Value	Term to Maturity			
		12 Months or less	13 to 24 Months	25 to 60 Months	Greater than 60 Months
Solano County Investment Pool	\$ 3,429,409	\$ 3,429,409	\$ -	\$ -	\$ -
Corporate Notes	868,679			699,746	168,933
Government Bonds	78,805			78,805	
Fixed Income Muni	247,346	70,299	75,395	101,652	
U.S. Treasury Index Note	57,879				57,879
Certificate of Deposit	669,177			637,648	31,529
Mutual Funds	754,911	754,911	-	-	-
Cash and Sweep Balances	56,244	56,244	-	-	-
Totals	<u>\$ 6,162,449</u>	<u>\$ 4,310,863</u>	<u>\$ 75,395</u>	<u>\$ 1,517,850</u>	<u>\$ 258,341</u>

4. Credit Risk

Credit risk is the risk of loss due to the failure or credit downgrade of an issuer or backer. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations. The District’s investment policy mitigates its exposure to credit risk by:

- Limiting purchases to “investment grade securities”; and
- Diversifying the portfolio so the failure or downgrade of an individual security will have a minimal impact on the portfolio as a whole.

At June 30, 2021, the District's credit risks by investment type and amount are as follows:

Investment Type	Credit Rating S&P	Fair Value of Investments	Fair Value as a Percent of Investments
Solano County Investment Pool	Not Rated	\$ 3,424,725	55.29%
Corporate Notes	AA+	180,350	2.91%
Corporate Notes	AA	79,482	1.28%
Corporate Notes	AA-	142,643	2.30%
Corporate Notes	A+	70,631	1.14%
Corporate Notes	A	264,772	4.27%
Corporate Notes	A-	30,779	0.50%
Municipal Bonds	AA	269,209	4.35%
Municipal Bonds	A	146,601	2.37%
Municipal Bonds	A-	167,974	2.71%
U.S. Treasury Index Note	Not Rated	59,466	0.96%
Certificate of Deposit	Not Rated	480,936	7.76%
Mutual Funds	Not Rated	857,764	13.85%
Cash and Sweep Balances	Not Rated	18,306	0.30%
Total		\$ 6,193,638	100.00%

At June 30, 2020, the District's credit risks by investment type and amount are as follows:

Investment Type	Credit Rating S&P	Fair Value of Investments	Fair Value as a Percent of Investments
Solano County Investment Pool	Not Rated	\$ 3,429,409	55.65%
Corporate Notes	AA+	105,643	1.71%
Corporate Notes	A	352,224	5.72%
Corporate Notes	AA-	298,604	4.85%
Corporate Notes	A-	112,207	1.82%
Municipal Bonds	AA	101,652	1.65%
Municipal Bonds	A	145,694	2.36%
U.S. Treasury Index Notes	AA+	57,879	0.94%
U.S. Government Agency Notes	Not Rated	78,805	1.28%
Certificate of Deposit	Not Rated	669,177	10.86%
Mutual Funds	Not Rated	754,911	12.25%
Cash and Sweep Balances	Not Rated	56,244	0.91%
Total		\$ 6,162,449	100.00%

5. 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 custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of

another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure the District's deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

At June 30, 2021 and June 30, 2020, the District held no deposits with a depository financial institution meeting the above referenced requirements.

6. Fair Value Measurements

Fair value measurements are categorized based on valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs, including matrix pricing models; Level 3 inputs are significant unobservable inputs.

The District has the following fair value measurements as of June 30, 2021:

Investment Type	Total			
	Fair Value	Level 1	Level 2	Level 3
Corporate Notes	\$ 768,657	\$ -	\$ 768,657	\$ -
Government Bonds	583,783		583,783	\$ -
U.S. Treasury Index Notes	59,466	-	59,466	-
Certificate of Deposit	480,936	-	480,936	-
Mutual Funds	857,764	857,764	-	-
	<u>2,750,607</u>	<u>\$ 857,764</u>	<u>\$1,892,843</u>	<u>\$ -</u>
Uncategorized:				
Solano County Investment Pool	3,424,725			
Stifel Cash & Sweep Balances	18,306			
Total Uncategorized	<u>3,443,031</u>			
Total investment portfolio	<u>\$ 6,193,638</u>			

The District has the following fair value measurements as of June 30, 2020:

Investment Type	Total			
	Fair Value	Level 1	Level 2	Level 3
Corporate Notes	\$ 868,679	\$ -	\$ 868,679	\$ -
Government Bonds	247,346	\$ -	247,346	\$ -
U.S. Government Agency Notes	78,805	-	78,805	-
U.S. Treasury Index Notes	57,879	-	57,879	-
Certificate of Deposit	669,177	-	669,177	-
Mutual Funds	754,911	754,911	-	-
	<u>2,676,797</u>	<u>\$ 754,911</u>	<u>\$1,921,886</u>	<u>\$ -</u>
Uncategorized:				
Solano County Investment Pool	3,429,409			
Stifel Cash & Sweep Balances	56,244			
Total Uncategorized	<u>3,485,653</u>			
Total investment portfolio	<u>\$ 6,162,449</u>			

B. Capital Assets

Capital assets activity for the fiscal year ended June 30, 2021 was as follows:

Governmental activities	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets not being depreciated:				
Land	\$ 661,575	\$ -	\$ -	\$ 661,575
Total capital assets not being depreciated	<u>661,575</u>	<u>-</u>	<u>-</u>	<u>661,575</u>
Capital assets being depreciated:				
Infrastructure	350,682	-	-	350,682
Structures and improvements	1,618,222	580,130	-	2,198,352
Equipment	240,419	51,605	(16,652)	275,372
Intangibles	17,500	-	-	17,500
Total capital assets being depreciated	<u>2,226,823</u>	<u>631,735</u>	<u>(16,652)</u>	<u>2,841,906</u>
Less accumulated depreciation for:				
Infrastructure	(173,208)	(684)	-	(173,892)
Structures and improvements	(915,068)	(95,921)	-	(1,010,989)
Equipment	(145,869)	(11,627)	16,652	(140,844)
Intangibles	(729)	(1,750)	-	(2,479)
Total accumulated depreciation	<u>(1,234,874)</u>	<u>(109,982)</u>	<u>16,652</u>	<u>(1,328,204)</u>
Total capital assets being depreciated, net	<u>991,949</u>	<u>521,753</u>	<u>-</u>	<u>1,513,702</u>
Governmental activities capital assets, net	<u>\$ 1,653,524</u>	<u>\$ 521,753</u>	<u>\$ -</u>	<u>\$ 2,175,277</u>

Capital assets activity for the fiscal year ended June 30,2020 was as follows:

Governmental activities	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets not being depreciated:				
Land	\$ 661,575	\$ -	\$ -	\$ 661,575
Total capital assets not being depreciated	<u>661,575</u>	<u>-</u>	<u>-</u>	<u>661,575</u>
Capital assets being depreciated:				
Infrastructure	350,682	-	-	350,682
Structures and improvements	1,618,222	-	-	1,618,222
Equipment	222,696	47,893	(30,170)	240,419
Intangibles	-	17,500	-	17,500
Total capital assets being depreciated	<u>2,191,600</u>	<u>65,393</u>	<u>(30,170)</u>	<u>2,226,823</u>
Less accumulated depreciation for:				
Infrastructure	(172,525)	(683)	-	(173,208)
Structures and improvements	(857,822)	(57,246)	-	(915,068)
Equipment	(166,498)	(9,541)	30,170	(145,869)
Intangibles	-	(729)	-	(729)
Total accumulated depreciation	<u>(1,196,845)</u>	<u>(68,199)</u>	<u>30,170</u>	<u>(1,234,874)</u>
Total capital assets being depreciated, net	<u>994,755</u>	<u>(2,806)</u>	<u>-</u>	<u>991,949</u>
Governmental activities capital assets, net	<u>\$ 1,656,330</u>	<u>\$ (2,806)</u>	<u>\$ -</u>	<u>\$ 1,653,524</u>

C. Long-term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2021, was as follows:

Governmental Activities:	Beginning Balance	Additions	Reductions	Ending Balance
Net pension liability	\$ 516,034	\$ 105,965	\$ 55,282	\$ 566,717
Compensated absences	55,892	14,836	858	69,870
Total long-term liabilities	<u>\$ 571,926</u>	<u>\$ 120,801</u>	<u>\$ 56,140</u>	<u>\$ 636,587</u>

Long-term liability activity for the fiscal year ended June 30, 2020, was as follows:

Governmental Activities:	Beginning Balance	Additions	Reductions	Ending Balance
Net pension liability	\$ 461,690	\$ 103,564	\$ 49,220	\$ 516,034
Compensated absences	44,885	11,819	812	55,892
Total long-term liabilities	<u>\$ 506,575</u>	<u>\$ 115,383</u>	<u>\$ 50,032</u>	<u>\$ 571,926</u>

IV. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District continues to carry commercial insurance for all risks of loss, including general liability, business automobile liability, property, errors and omissions, pollution liability, fraud, workers' compensation and employee health and accident insurance.

B. Employee Pension Plan

1. Plan Description

The District's defined benefit plan, the Vacaville-Elmira Cemetery District's Miscellaneous Plan, provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The District's Miscellaneous Plan is part of the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer defined benefit pension plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. A menu of benefit provisions as well as other requirements is established by State statutes within the Public Employees' Retirement Law. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found at the CalPERS website.

2. Allocation of Net Pension Liability and Pension Expense to Individual Plans

Since the District's plan has less than 100 active members it is required to participate in a risk pool. A key aspect of GASB 68 pertaining to cost-sharing employers is the establishment of an approach to allocate the net pension liability and pension expense to the individual employers within the risk pool. The allocation method utilized by CalPERS determines the employer's share by reflecting the various relationships of the plans they sponsor within the risk pool. Plan liability and asset-related information are used where available, and proportional allocations of individual plan amounts as of the valuation date are used where not available. Please refer to the CalPERS Public Agency Cost-Sharing Allocation Methodology Report that can be obtained at the CalPERS' website.

3. Benefits Provided

CalPERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members (public employees) and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment and the final average compensation period of three years. All members are eligible for non-industrial disability benefits depending on years of service. The pre-retirement death benefit is Optional Settlement 2W benefit and the post-retirement death benefit is a lump sum payment of \$500. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The California Public Employees' Pension Reform Act of 2012 (PEPRA) legislation closed the District's CalPERS Miscellaneous 2% at 60 Risk Pool Retirement Plan (Classic Plan) to all new employee entrants, not previously employed by an agency under CalPERS. All employees hired after January 1, 2013 are eligible for the District's CalPERS Miscellaneous 2% at 62 Retirement Plan under PEPRA.

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

	Miscellaneous	
	Prior to	On or after
Hire date	January 1, 2013	January 1, 2013
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-55	52-62
Monthly benefits, as a % of eligible	1.4%-2%	1%-2%
Required employer contribution rates	8.794%	7.732%
Required employee contribution rates	7.00%	6.75%

The Plan's provisions and benefits in effect at June 30, 2020 are summarized as follows:

	Miscellaneous	
	Prior to	On or after
Hire date	January 1, 2013	January 1, 2013
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-55	52-62
Monthly benefits, as a % of eligible	1.4%-2%	1%-2%
Required employer contribution rates	8.081%	6.985%
Required employee contribution rates	7.00%	6.75%

4. Employees Covered

At June 30, 2021, the following employees were covered by the benefit terms for the District's Miscellaneous and PEPRA Plans:

- Active employees 6
- Retired employees 8

At June 30, 2020, the following employees were covered by the benefit terms for the District's Miscellaneous and PEPRA Plans:

- Active employees 6
- Retired employees 6

5. Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis. Funding contributions for the District's Miscellaneous Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the fiscal years ended June 30, 2021 and 2020, the contributions recognized as part of pension expense for the combined plans were \$65,626 and \$55,282, respectively.

6. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2021 & 2020 the District reported a net pension liability for its proportionate share of the collective net pension liability of the Plan in the amount of \$566,717 and \$516,034, respectively. The collective net pension liability for the Plan was measured as of June 30, 2020 and June 30, 2019. Plan fiduciary net position was valued as of the measurement date, while the total pension liability (TPL) was determined based upon rolling forward the TPL from actuarial valuations as of June 30, 2018 and June 30, 2017. The plan provisions used in the measurement of the net pension liability are the same as those used in the Cal PERS actuarial valuation as of June 30, 2018 and June 30, 2017 and are consistent with the requirements of GASB 68.

At June 30, 2021 and 2020, the District's proportion of the collective net pension liability was as follows:

	<u>Miscellaneous</u>
Proportion - June 30, 2019	0.00504%
Proportion - June 30, 2020	0.00521%
Change - Increase/(Decrease)	<u>0.00017%</u>

	<u>Miscellaneous</u>
Proportion - June 30, 2018	0.00479%
Proportion - June 30, 2019	0.00504%
Change - Increase/(Decrease)	<u>0.00025%</u>

The District recognized total pension expense of \$106,126 and \$115,990 for the fiscal years ended June 30, 2021 and 2020, respectively.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 29,205	\$ -
Changes of assumptions	-	(4,042)
Difference between the employer's contributions and the employer's proportionate share of contributions	-	(44,293)
Change in employer's proportion	30,776	-
Net difference between projected and actual earnings on plan investments	16,835	-
Pension contributions subsequent to measurement date	65,626	-
Total	<u>\$ 142,442</u>	<u>\$ (48,335)</u>

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 35,841	\$ (2,777)
Changes of assumptions	24,607	(8,723)
Difference between the employer's contributions and the employer's proportionate share of contributions	-	(39,818)
Change in employer's proportion	28,647	(113)
Net difference between projected and actual earnings on plan investments	-	(9,022)
Pension contributions subsequent to measurement date	55,282	-
Total	<u>\$ 144,377</u>	<u>\$ (60,453)</u>

At June 30, 2021 and 2020, the amounts reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the years ended June 30, 2022 and June 30, 2021, respectively.

At June 30, 2021, amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the following table:

Amortization Period Fiscal Year Ended June 30	Deferred Outflows/ (Inflows) of Resources
2022	\$ 1,117
2023	9,986
2024	9,303
2024	8,075
2026	-

At June 30, 2020, amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the following table:

Amortization Period Fiscal Year Ended June 30	Deferred Outflows/ (Inflows) of Resources
2021	\$ 30,196
2022	(5,944)
2023	2,567
2024	1,823
2024	-

7. Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Projected Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.15%
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds.
Post Retirement Benefit Increase	Contract COLA ranging from 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

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

Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Projected Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.15%
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds.
Post Retirement Benefit Increase	Contract COLA ranging from 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2019 and 2018 valuations were based on the results of an actuarial Experience Study. Further details of the Experience Study can found on the CalPERS website.

8. Discount Rate

The discount rate of 7.15% was used in the actuarial valuation to measure the total pension liability as of June 30, 2020 and 2019. This rate reflects the long-term expected rate of return for the plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15% discount rate is adequate, and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15% will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS's website.

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

In determining the long-term expected rate of return, CalPERS considered both short-term and long-term market return expectations as well as the expected pension fund (Public Employees' Retirement Fund C) cash flows. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short term (first 10 years) and the long term (11+ years) using a building-block approach. Using the expected nominal returns for both short term and long term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

The table below reflects long-term expected real rate of return by geometric mean rates of return and volatilities as of June 30, 2021.

Asset Class	Assumed Asset Allocation	Real Return Years 1-10 ¹	Real Return Years 11+ ²
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Estate	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	(0.92%)
	<u>100.0%</u>		

¹An expected inflation of 2.00% used for this period

²An expected inflation of 2.92% used for this period

The table below reflects long-term expected real rate of return by geometric mean rates of return and volatilities as of June 30, 2020.

Asset Class	Assumed Asset Allocation	Real Return Years 1-10 ¹	Real Return Years 11+ ²
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Estate	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	▶ (0.92%)
	<u>100.0%</u>		

¹An expected inflation of 2.00% used for this period

²An expected inflation of 2.92% used for this period

9. Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the District's Plan, calculated using the discount rate for the Plan, as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	Discount Rate		
	6.15% (1% Decrease)	7.15% (Current Rate)	8.15% (1% Increase)
Measurement Date	6/30/2020		
Fiscal Year End	6/30/2021		
Net Pension Liability	\$ 907,634	\$ 566,717	\$ 285,028

	Discount Rate		
	6.15% (1% Decrease)	7.15% (Current Rate)	8.15% (1% Increase)
Measurement Date	6/30/2019		
Fiscal Year End	6/30/2020		
Net Pension Liability	\$ 840,412	\$ 516,034	\$ 248,282

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports. See pages 41-42 for the required supplementary schedules.

REQUIRED SUPPLEMENTARY INFORMATION

Vacaville-Elmira Cemetery District
Required Supplementary Information
Schedule of District's Proportionate Share of the Net Pension Liability and Related Ratios
Last 10 Years

Measurement Date	2021 June 30, 2020	2020 June 30, 2019	2019 June 30, 2018	2018 June 30, 2017	2017 June 30, 2016	2016 June 30, 2015	2015 June 30, 2014
Plan's Proportion of Net Pension Liability	0.00521%	0.00504%	0.00479%	0.00475%	0.00454%	0.00394%	0.00502%
Plan's Proportionate Share of the Net Pension Liability	\$ 566,717	\$ 516,034	\$ 461,690	\$ 470,817	\$ 393,150	\$ 270,269	\$ 312,412
Plan's Covered-Employee Payroll	\$ 332,456	\$ 334,486	\$ 355,536	\$ 339,066	\$ 329,067	\$ 318,971	\$ 406,649
Plan's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	170.46%	154.28%	126.86%	138.86%	119.47%	87.73%	76.83%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	75.10%	75.26%	75.26%	73.31%	74.06%	78.40%	82.15%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 89,141	\$ 78,548	\$ 68,179	\$ 65,330	\$ 59,187	\$ 51,240	\$ 38,874

The schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, only information for those years for which information is available is presented.

Vacaville-Elmira Cemetery District
Required Supplementary Information
Schedule of District Plan Contributions
Miscellaneous Plan

Reporting Date	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>
Actuarially Determined Contribution	\$ 65,626	\$ 55,282	\$ 49,220	\$ 42,282	\$ 37,105	\$ 33,195	\$ 26,955
Contributions in Relation to the Actuarially Determined Contribution	<u>(65,626)</u>	<u>(55,282)</u>	<u>(49,220)</u>	<u>(42,282)</u>	<u>(37,105)</u>	<u>(33,195)</u>	<u>(26,955)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 359,155	\$ 332,456	\$ 334,486	\$ 355,536	\$ 339,066	\$ 329,067	\$ 318,971
Contributions as a Percentage of Covered Payroll	18.27%	16.63%	14.72%	11.89%	10.94%	10.09%	8.45%

The schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, only information for those years for which information is available is presented.

Vacaville-Elmira Cemetery District
Required Supplementary Information
Budget Comparison Schedule
General Fund
For the fiscal year ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Adopted</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 743,422	743,422	808,453	\$ 65,031
Charges for services	203,350	203,350	494,752	291,402
Interest income	41,500	41,500	22,612	(18,888)
Increase in fair value of investments	-	-	8,076	8,076
Lease income	11,000	11,000	-	(11,000)
Miscellaneous	75	75	378	303
Total revenues	<u>999,347</u>	<u>999,347</u>	<u>1,334,271</u>	<u>334,924</u>
Expenditures				
Employee services	636,100	636,100	612,565	23,535
Cemetery supplies	36,000	36,000	57,845	(21,845)
Professional & specialized services	56,500	51,500	52,476	(976)
Maintenance	37,000	42,000	24,720	17,280
Household expense	18,000	14,500	19,088	(4,588)
Supplies	10,000	13,500	15,564	(2,064)
Insurance	15,500	15,500	13,843	1,657
Utilities	19,200	19,200	10,298	8,902
Transportation & travel	13,350	13,350	7,316	6,034
Special district expense	15,000	15,000	4,542	10,458
Non-capitalized equipment	2,000	2,000	4,300	(2,300)
Memberships	4,300	4,300	4,195	105
Small tools & instruments	2,500	2,500	2,111	389
Communication	2,800	2,800	2,039	761
Property tax refunds	1,500	1,500	1,957	(457)
Rents & leases	1,500	1,500	580	920
Miscellaneous	250	250	174	76
Capital outlay	573,000	659,175	631,735	27,440
Total expenditures	<u>1,444,500</u>	<u>1,530,675</u>	<u>1,465,348</u>	<u>65,327</u>
Deficiency of revenues under expenditures	(445,153)	(531,328)	(131,077)	400,251
Fund balance - beginning	2,474,185	2,474,185	2,474,185	-
Fund balance - ending	<u>\$ 2,029,032</u>	<u>\$ 1,942,857</u>	<u>\$ 2,343,108</u>	<u>\$ 400,251</u>

The notes to the required supplementary information are an integral part of this statement.

Vacaville-Elmira Cemetery District
Required Supplementary Information
Budget Comparison Schedule
General Fund
For the fiscal year ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Adopted</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 731,205	\$ 731,205	\$ 748,821	\$ 17,616
Charges for services	290,750	290,750	293,609	2,859
Interest income	45,000	45,000	52,489	7,489
Increase in fair value of investments	-	-	26,208	26,208
Lease income	11,000	11,000	11,000	-
Miscellaneous	5,203	5,203	1,589	(3,614)
	<u>1,083,158</u>	<u>1,083,158</u>	<u>1,133,716</u>	<u>50,558</u>
Expenditures				
Employee services	597,300	597,300	571,652	25,648
Professional & specialized services	103,000	103,000	86,118	16,882
Cemetery supplies	36,000	36,000	35,155	845
Maintenance	60,000	62,000	26,911	35,089
Household expense	18,000	18,000	18,193	(193)
Utilities	19,200	19,200	17,375	1,825
Insurance	12,000	12,000	12,146	(146)
Supplies	10,000	10,000	9,774	226
Transportation & travel	13,350	13,350	7,672	5,678
Special district expense	17,000	17,000	3,264	13,736
Communication	2,800	2,800	1,876	924
Property tax refunds	2,100	2,100	1,572	528
Non-capitalized equipment	3,000	3,000	518	2,482
Rents & leases	1,500	1,500	231	1,269
Miscellaneous	7,050	7,050	5,944	1,106
Capital outlay	164,000	162,000	65,393	96,607
Total expenditures	<u>1,066,300</u>	<u>1,066,300</u>	<u>863,794</u>	<u>202,506</u>
Excess of revenues over expenditures	16,858	16,858	269,922	253,064
Fund balance - beginning	2,204,263	2,204,263	2,204,263	-
Fund balance - ending	<u>\$ 2,221,121</u>	<u>\$ 2,221,121</u>	<u>\$ 2,474,185</u>	<u>\$ 253,064</u>

The notes to the required supplementary information are an integral part of this statement.

Vacaville-Elmira Cemetery District of Solano County
Notes to Required Supplementary Information
For the fiscal years ended June 30, 2021 and 2020

Budgetary Information

Pursuant to Health and Safety Code Section 9070, on or before August 30 of each year, the District Board of Trustees shall adopt a final budget which shall conform to the accounting and budgeting procedures for Special Districts contained in the California Code of Regulations. The final budget shall establish its appropriations limit pursuant to Division 9 of the Government Code. All annual appropriations lapse at fiscal year-end.

An operating budget prepared on a modified accrual basis is adopted each fiscal year for the general fund. A budget is not prepared for the permanent fund. The Board of Trustees shall provide a copy of the final budget to the auditor of each county in which the District is located.