

RECLAMATION DISTRICT NO. 1601

FINANCIAL STATEMENTS
AND
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

AUGUST 17, 2021

Butterfield + Co CPAs, Inc.



Independent Accountants' Compilation Report

The Board of Trustees of
Reclamation District No. 1601

Management is responsible for the accompanying financial statements of **Reclamation District No. 1601** (the District), which comprise the statement of assets, liabilities and equity – modified cash basis as of August 17, 2021, and the related statement of revenue and expenses by project - modified cash basis for the period from July 1, 2021 through August 17, 2021, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information included in the budget vs. actual report for the period July 1, 2021 through August 17, 2021 and the general and administrative coverage ratio calculation for the period July 1, 2021 through August 17, 2021 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to **Reclamation District No. 1601**.

Butterfield + Co. CPAs, Inc.

Butterfield + Co. CPAS, Inc.
Certified Public Accountants
Stockton, California
August 17, 2021

Reclamation District 1601
Statement of Assets, Liabilities and Equity - Modified Cash
As of August 17, 2021

	Aug 17, 21
ASSETS	
Current Assets	
Checking/Savings	
1000-00 · Checking account	43,872.45
1025-00 · Savings account - Ag	635.93
1030-00 · 446A-County Revolving Account	973,331.70
1050-00 · 440A-Mitigation Site Trst Fund	39,914.95
1094.13 · 496B -Habitat Enhan Ph 2 14-1.1	102,587.25
1100-00 · 497B - Five-Year Plan 18-1.0	5,405.60
1111-00 · 446C-Wetland Develop(SMFA)	1,070,022.30
Total Checking/Savings	2,235,770.18
Accounts Receivable	
1225-00 · Accounts receivable - other	890.92
Total Accounts Receivable	890.92
Other Current Assets	
1040-00 · 455A-FEMA Account (County)	49.00
Total Other Current Assets	49.00
Total Current Assets	2,236,710.10
TOTAL ASSETS	2,236,710.10
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
2200-00 · Payroll Liabilities	1,227.27
Total Other Current Liabilities	1,227.27
Total Current Liabilities	1,227.27
Total Liabilities	1,227.27
Equity	
3140-00 · Fund Balance	1,491,394.82
Net Income	744,088.01
Total Equity	2,235,482.83
TOTAL LIABILITIES & EQUITY	2,236,710.10

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
 July 1 through August 17, 2021

	14-1.1 Habitat Mitig Enhan Ph 2	18-1.0 DWR 5 Year Plan
Income		
4000-00 · Assessment Income	0.00	0.00
4010-10 · State Assistance Reimbursements	0.00	0.00
4075-00 · Land Lease (117 & 394.5)	0.00	0.00
4090-00 · Interest Income	0.00	0.00
4099-00 · Reimbursed expenses	0.00	0.00
4100-00 · Sale of assets	0.00	0.00
Total Income	0.00	0.00
Gross Profit	0.00	0.00
Expense		
6000-00 · GENERAL AND ADMINISTRATIVE		
6010-00 · Accounting	387.58	184.50
6012-00 · Communications	0.00	0.00
6020-00 · Engineering	0.00	0.00
6022-00 · Insurance		
6022-20 · Health Insurance	0.00	0.00
6022-30 · Workers compensation	0.00	0.00
6022-00 · Insurance - Other	0.00	0.00
Total 6022-00 · Insurance	0.00	0.00
6024-00 · Legal	0.00	0.00
6026-00 · Office expense	0.00	0.00
6028-01 · Wages	0.00	0.00
6028-02 · Payroll Taxes	0.00	0.00
6028-04 · Employee retirement	0.00	0.00
6029-00 · Payroll services fee	0.00	0.00
6030-00 · Repairs and Maintenance	0.00	0.00
6035-00 · Rent	0.00	0.00
6036-00 · Utilities		
6036-01 · Pump #7964854299-3	0.00	0.00
6036-02 · Pump # 7964854299-5	0.00	0.00
Total 6036-00 · Utilities	0.00	0.00
6037-00 · Telephone	0.00	0.00
6038-00 · Parking & Tolls	0.00	0.00
6039-01 · Reimbursed expenses	0.00	0.00
6040-00 · Supplies	0.00	0.00
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	0.00	0.00
6042-25 · Marvis McBride	0.00	0.00
Total 6042-01 · Gasoline	0.00	0.00
Total 6042-00 · Oil & Fuel	0.00	0.00
6050-00 · Permits, licenses & other fees	0.00	0.00
6051-01 · Pump station repair	0.00	0.00
6053-00 · DWR expense	0.00	0.00
6059-00 · Habitat Mitigation Enhancement	8,287.00	0.00
6060-00 · Wetland Development expense	0.00	0.00
6220-00 · Security Expense	0.00	0.00
6225-00 · Solar Array Project Expenses	0.00	0.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	8,674.58	184.50
7000-00 · ROUTINE LEVEE MAINTENANCE		
7036-00 · Engineering Subvention Expense	0.00	0.00
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	0.00	0.00
Total Expense	8,674.58	184.50
Net Income	-8,674.58	-184.50

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 17, 2021

	DWR-DMP	DWR Trust
Income		
4000-00 · Assessment Income	0.00	0.00
4010-10 · State Assistance Reimbursements	0.00	0.00
4075-00 · Land Lease (117 & 394.5)	0.00	0.00
4090-00 · Interest Income	0.00	0.00
4099-00 · Reimbursed expenses	0.00	0.00
4100-00 · Sale of assets	0.00	0.00
Total Income	0.00	0.00
Gross Profit	0.00	0.00
Expense		
6000-00 · GENERAL AND ADMINISTRATIVE		
6010-00 · Accounting	0.00	0.00
6012-00 · Communications	0.00	0.00
6020-00 · Engineering	2,298.25	0.00
6022-00 · Insurance		
6022-20 · Health Insurance	0.00	0.00
6022-30 · Workers compensation	0.00	0.00
6022-00 · Insurance - Other	0.00	0.00
Total 6022-00 · Insurance	0.00	0.00
6024-00 · Legal	0.00	0.00
6026-00 · Office expense	0.00	0.00
6028-01 · Wages	0.00	0.00
6028-02 · Payroll Taxes	0.00	0.00
6028-04 · Employee retirement	0.00	0.00
6029-00 · Payroll services fee	0.00	0.00
6030-00 · Repairs and Maintenance	0.00	0.00
6035-00 · Rent	0.00	0.00
6036-00 · Utilities		
6036-01 · Pump #7964854299-3	0.00	0.00
6036-02 · Pump # 7964854299-5	0.00	0.00
Total 6036-00 · Utilities	0.00	0.00
6037-00 · Telephone	0.00	0.00
6038-00 · Parking & Tolls	0.00	0.00
6039-01 · Reimbursed expenses	0.00	0.00
6040-00 · Supplies	0.00	0.00
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	0.00	0.00
6042-25 · Marvis McBride	0.00	0.00
Total 6042-01 · Gasoline	0.00	0.00
Total 6042-00 · Oil & Fuel	0.00	0.00
6050-00 · Permits, licenses & other fees	0.00	0.00
6051-01 · Pump station repair	0.00	0.00
6053-00 · DWR expense	0.00	908.94
6059-00 · Habitat Mitigation Enhancement	0.00	0.00
6060-00 · Wetland Development expense	0.00	0.00
6220-00 · Security Expense	0.00	0.00
6225-00 · Solar Array Project Expenses	0.00	0.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	2,298.25	908.94
7000-00 · ROUTINE LEVEE MAINTENANCE		
7036-00 · Engineering Subvention Expense	0.00	0.00
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	0.00	0.00
Total Expense	2,298.25	908.94
Net Income	-2,298.25	-908.94

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 17, 2021

	General Administrative	SMFA - Wetland Development
Income		
4000-00 · Assessment Income	591,793.53	0.00
4010-10 · State Assistance Reimbursements	0.00	0.00
4075-00 · Land Lease (117 & 394.5)	38,825.10	0.00
4090-00 · Interest Income	0.02	0.00
4099-00 · Reimbursed expenses	701.25	0.00
4100-00 · Sale of assets	5,000.00	0.00
Total Income	636,319.90	0.00
Gross Profit	636,319.90	0.00
Expense		
6000-00 · GENERAL AND ADMINISTRATIVE		
6010-00 · Accounting	3,258.26	377.33
6012-00 · Communications	451.03	0.00
6020-00 · Engineering	19,994.45	0.00
6022-00 · Insurance		
6022-20 · Health Insurance	8,482.57	0.00
6022-30 · Workers compensation	934.54	0.00
6022-00 · Insurance - Other	-4,144.00	0.00
Total 6022-00 · Insurance	5,273.11	0.00
6024-00 · Legal	5,567.56	101.92
6026-00 · Office expense	1,022.82	0.00
6028-01 · Wages	14,571.90	0.00
6028-02 · Payroll Taxes	1,114.75	0.00
6028-04 · Employee retirement	4,075.32	0.00
6029-00 · Payroll services fee	15.75	0.00
6030-00 · Repairs and Maintenance	13,870.54	0.00
6035-00 · Rent	650.00	0.00
6036-00 · Utilities		
6036-01 · Pump #7964854299-3	0.00	27.47
6036-02 · Pump # 7964854299-5	16,115.81	0.00
Total 6036-00 · Utilities	16,115.81	27.47
6037-00 · Telephone	202.93	0.00
6038-00 · Parking & Tolls	1.75	0.00
6039-01 · Reimbursed expenses	891.87	0.00
6040-00 · Supplies	151.99	0.00
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	107.27	0.00
6042-25 · Marvis McBride	424.24	0.00
Total 6042-01 · Gasoline	531.51	0.00
Total 6042-00 · Oil & Fuel	531.51	0.00
6050-00 · Permits, licenses & other fees	10.27	0.00
6051-01 · Pump station repair	13,585.48	0.00
6053-00 · DWR expense	0.00	0.00
6059-00 · Habitat Mitigation Enhancement	0.00	0.00
6060-00 · Wetland Development expense	0.00	152,130.53
6220-00 · Security Expense	265.30	0.00
6225-00 · Solar Array Project Expenses	360.00	0.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	101,982.40	152,637.25
7000-00 · ROUTINE LEVEE MAINTENANCE		
7036-00 · Engineering Subvention Expense	0.00	0.00
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	0.00	0.00
Total Expense	101,982.40	152,637.25
Net Income	534,337.50	-152,637.25

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 17, 2021

	Subventions	TOTAL
Income		
4000-00 · Assessment Income	0.00	591,793.53
4010-10 · State Assistance Reimbursements	384,333.00	384,333.00
4075-00 · Land Lease (117 & 394.5)	0.00	38,825.10
4090-00 · Interest Income	0.00	0.02
4099-00 · Reimbursed expenses	0.00	701.25
4100-00 · Sale of assets	0.00	5,000.00
Total Income	384,333.00	1,020,652.90
Gross Profit	384,333.00	1,020,652.90
Expense		
6000-00 · GENERAL AND ADMINISTRATIVE		
6010-00 · Accounting	0.00	4,207.67
6012-00 · Communications	0.00	451.03
6020-00 · Engineering	0.00	22,292.70
6022-00 · Insurance		
6022-20 · Health Insurance	0.00	8,482.57
6022-30 · Workers compensation	0.00	934.54
6022-00 · Insurance - Other	0.00	-4,144.00
Total 6022-00 · Insurance	0.00	5,273.11
6024-00 · Legal	0.00	5,669.48
6026-00 · Office expense	0.00	1,022.82
6028-01 · Wages	1,028.16	15,600.06
6028-02 · Payroll Taxes	78.65	1,193.40
6028-04 · Employee retirement	0.00	4,075.32
6029-00 · Payroll services fee	0.00	15.75
6030-00 · Repairs and Maintenance	0.00	13,870.54
6035-00 · Rent	0.00	650.00
6036-00 · Utilities		
6036-01 · Pump #7964854299-3	0.00	27.47
6036-02 · Pump # 7964854299-5	0.00	16,115.81
Total 6036-00 · Utilities	0.00	16,143.28
6037-00 · Telephone	0.00	202.93
6038-00 · Parking & Tolls	0.00	1.75
6039-01 · Reimbursed expenses	0.00	891.87
6040-00 · Supplies	0.00	151.99
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	0.00	107.27
6042-25 · Marvis McBride	0.00	424.24
Total 6042-01 · Gasoline	0.00	531.51
Total 6042-00 · Oil & Fuel	0.00	531.51
6050-00 · Permits, licenses & other fees	0.00	10.27
6051-01 · Pump station repair	0.00	13,585.48
6053-00 · DWR expense	0.00	908.94
6059-00 · Habitat Mitigation Enhancement	0.00	8,287.00
6060-00 · Wetland Development expense	0.00	152,130.53
6220-00 · Security Expense	0.00	265.30
6225-00 · Solar Array Project Expenses	0.00	360.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	1,106.81	267,792.73
7000-00 · ROUTINE LEVEE MAINTENANCE		
7036-00 · Engineering Subvention Expense	8,772.16	8,772.16
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	8,772.16	8,772.16
Total Expense	9,878.97	276,564.89
Net Income	374,454.03	744,088.01

Reclamation District 1601
Budget vs. Actual
July 1 through August 17, 2021

	Jul 1 - Aug 17, 21	Budget	\$ Over Budget	% of Budget
Income				
4000-00 · Assessment Income	591,793.53	591,793.53	0.00	100.0%
4075-00 · Land Lease (117 & 394.5)	38,825.10	77,650.20	-38,825.10	50.0%
4090-00 · Interest Income	0.02	0.00	0.02	100.0%
4099-00 · Reimbursed expenses	701.25	0.00	701.25	100.0%
4100-00 · Sale of assets	5,000.00	0.00	5,000.00	100.0%
Total Income	636,319.90	669,443.73	-33,123.83	95.1%
Gross Profit	636,319.90	669,443.73	-33,123.83	95.1%
Expense				
6000-00 · GENERAL AND ADMINISTRATIVE				
6010-00 · Accounting	3,258.26	38,000.00	-34,741.74	8.6%
6011-00 · Capital Acquisitions	0.00	55,000.00	-55,000.00	0.0%
6012-00 · Communications	451.03	6,000.00	-5,548.97	7.5%
6014-00 · Dues and Subscriptions	0.00	2,500.00	-2,500.00	0.0%
6016-00 · Equipment Rent	0.00	2,000.00	-2,000.00	0.0%
6020-00 · Engineering	19,994.45	55,000.00	-35,005.55	36.4%
6022-00 · Insurance				
6022-10 · General Insurance	0.00	25,000.00	-25,000.00	0.0%
6022-20 · Health Insurance	8,482.57	50,000.00	-41,517.43	17.0%
6022-30 · Workers compensation	934.54	5,000.00	-4,065.46	18.7%
6022-40 · Auto Insurance	0.00	3,500.00	-3,500.00	0.0%
6022-00 · Insurance - Other	-4,144.00	0.00	-4,144.00	100.0%
Total 6022-00 · Insurance	5,273.11	83,500.00	-78,226.89	6.3%
6023-00 · Contingency Reserve	0.00	49,568.73	-49,568.73	0.0%
6024-00 · Legal	5,567.56	20,000.00	-14,432.44	27.8%
6026-00 · Office expense	1,022.82	4,000.00	-2,977.18	25.6%
6028-01 · Wages	14,571.90	85,000.00	-70,428.10	17.1%
6028-02 · Payroll Taxes	1,114.75	8,500.00	-7,385.25	13.1%
6028-04 · Employee retirement	4,075.32	9,000.00	-4,924.68	45.3%
6029-00 · Payroll services fee	15.75	250.00	-234.25	6.3%
6030-00 · Repairs and Maintenance	13,870.54	35,000.00	-21,129.46	39.6%
6034-00 · Miscellaneous	0.00	1,000.00	-1,000.00	0.0%
6035-00 · Rent	650.00	4,000.00	-3,350.00	16.3%
6036-00 · Utilities				
6036-02 · Pump # 7964854299-5	16,115.81	100,000.00	-83,884.19	16.1%
Total 6036-00 · Utilities	16,115.81	100,000.00	-83,884.19	16.1%
6037-00 · Telephone	202.93	2,500.00	-2,297.07	8.1%
6038-00 · Parking & Tolls	1.75	25.00	-23.25	7.0%
6039-01 · Reimbursed expenses	891.87	4,500.00	-3,608.13	19.8%
6040-00 · Supplies	151.99	12,500.00	-12,348.01	1.2%
6042-00 · Oil & Fuel				
6042-01 · Gasoline				
6042-10 · Rick Carter	107.27	2,750.00	-2,642.73	3.9%
6042-25 · Marvis McBride	424.24	4,000.00	-3,575.76	10.6%
Total 6042-01 · Gasoline	531.51	6,750.00	-6,218.49	7.9%
6042-02 · Diesel/Bulk Gas	0.00	3,750.00	-3,750.00	0.0%
6042-03 · Oil	0.00	2,000.00	-2,000.00	0.0%
Total 6042-00 · Oil & Fuel	531.51	12,500.00	-11,968.49	4.3%

Reclamation District 1601
Budget vs. Actual
July 1 through August 17, 2021

	Jul 1 - Aug 17, 21	Budget	\$ Over Budget	% of Budget
6043-00 · Taxes and licenses	0.00	100.00	-100.00	0.0%
6047-00 · Consulting	0.00	3,500.00	-3,500.00	0.0%
6050-00 · Permits, licenses & other fees	10.27	1,000.00	-989.73	1.0%
6051-01 · Pump station repair	13,585.48	50,000.00	-36,414.52	27.2%
6220-00 · Security Expense	265.30	2,500.00	-2,234.70	10.6%
6225-00 · Solar Array Project Expenses	360.00	20,000.00	-19,640.00	1.8%
6230-00 · Website expense	0.00	2,000.00	-2,000.00	0.0%
Total 6000-00 · GENERAL AND ADMINISTRATIVE	101,982.40	669,443.73	-567,461.33	15.2%
Total Expense	101,982.40	669,443.73	-567,461.33	15.2%
Net Income	534,337.50	0.00	534,337.50	100.0%

Reclamation District 1601
General and Administrative Coverage Ratio
July 1, 2021 through August 17, 2021

(100% of G & A + 35% of Subvention Expenses - G & A Income)

Routine Levee Maintenance	8,772.16
Subvention Wages	<u>1,106.81</u>
Subvention Expenses	<u>9,878.97</u>
X 35%	<u><u>3,457.64</u></u>
G & A Expenses	101,982.40
35 % of Subvention Expenses	<u>3,457.64</u>
Total Non Reimbursable	<u>105,440.04</u>
Total G & A Income	636,319.90
Less State Assistance Income	-
Less Non Reimbursable Expenses	<u>(105,440.04)</u>
G & A Income	<u><u>530,879.86</u></u>