

RECLAMATION DISTRICT NO. 1601

FINANCIAL STATEMENTS
AND
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

AUGUST 16, 2022

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 16, 2022, and the related statement of revenue and expenses by project - modified cash basis for the period from July 1, 2022 through August 16, 2022, 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, 2022 through August 16, 2022 and the general and administrative coverage ratio calculation for the period July 1, 2022 through August 16, 2022 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 16, 2022

Reclamation District 1601
Statement of Assets, Liabilities and Equity - Modified Cash
As of August 16, 2022

	Aug 16, 22
ASSETS	
Current Assets	
Checking/Savings	
1000-00 · Checking account	31,575.60
1025-00 · Savings account - Ag	636.16
1035-00 · BOS - General Revolving Account	343,990.59
1045-00 · BOS - Mitigation Site Trust	40,043.54
1055-00 · BOS - Hab Enhan Ph II-TW 14-1	49,866.82
1065-00 · BOS - Five Yr Plan-TW 18-1	5,380.35
1070-00 · BOS - TIMES Project-TW 21-1	62,809.36
1075-00 · BOS - Wetland Dev - SMFA	1,430,788.79
Total Checking/Savings	1,965,091.21
Accounts Receivable	
1220-00 · Accounts Receivable-Assessments	580,852.13
1225-00 · Accounts receivable - other	10,764.79
Total Accounts Receivable	591,616.92
Total Current Assets	2,556,708.13
TOTAL ASSETS	2,556,708.13
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000-00 · Accounts Payable	228.82
Total Accounts Payable	228.82
Other Current Liabilities	
2200-00 · Payroll Liabilities	1,328.21
Total Other Current Liabilities	1,328.21
Total Current Liabilities	1,557.03
Total Liabilities	1,557.03
Equity	
3140-00 · Fund Balance	2,034,691.01
Net Income	520,460.09
Total Equity	2,555,151.10
TOTAL LIABILITIES & EQUITY	2,556,708.13

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	14-1.1 Habitat Mitig Enhan Ph 2	21-1.0 TIMES Project
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
4080-00 · Miscellaneous Income	0.00	0.00
4090-00 · Interest Income	0.00	4.27
4099-00 · Reimbursed	0.00	0.00
4099.10 · Rental Income	0.00	0.00
Total Income	0.00	4.27
Gross Profit	0.00	4.27
Expense		
6000-00 · GENERAL AND ADMINISTRATIVE		
6010-00 · Accounting	0.00	0.00
6011-00 · Capital Acquisitions	0.00	0.00
6012-00 · Communications	0.00	0.00
6014-00 · Dues and Subscriptions	0.00	0.00
6016-00 · Equipment Rent	0.00	0.00
6020-00 · Engineering	0.00	2,171.25
6022-00 · Insurance		
6022-20 · Health Insurance	0.00	0.00
6022-30 · Workers compensation	0.00	0.00
Total 6022-00 · Insurance	0.00	0.00
6024-00 · Legal	540.80	1,861.08
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
6034-00 · Miscellaneous	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
6039-01 · Reimbursed expenses	0.00	0.00
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	0.00	0.00
6042-15 · Ricky Carter Jr.	0.00	0.00
Total 6042-01 · Gasoline	0.00	0.00
6042-02 · Diesel/Bulk Gas	0.00	0.00
Total 6042-00 · Oil & Fuel	0.00	0.00
6047-00 · Consulting	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	9,000.00	0.00
6060-00 · Wetland Development expense	0.00	0.00
6220-00 · Security Expense	0.00	0.00
6230-00 · Website expense	0.00	0.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	9,540.80	4,032.33
6222-00 · Shared habitat expense	0.00	0.00

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	14-1.1 Habitat Mitig Enhan Ph 2	21-1.0 TIMES Project
7000-00 · ROUTINE LEVEE MAINTENANCE		
7012-00 · Rodent Control	0.00	0.00
7036-00 · Engineering Subvention Expense	0.00	0.00
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	0.00	0.00
7700-00 · ENVIRONMENTAL SERVICES		
7710-00 · Permits, Subvention Program	0.00	0.00
Total 7700-00 · ENVIRONMENTAL SERVICES	0.00	0.00
Total Expense	9,540.80	4,032.33
Net Income	-9,540.80	-4,028.06

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	DWR Trust	General Administrative
Income		
4000-00 · Assessment Income	0.00	590,647.25
4010-10 · State Assistance Reimbursements	9,979.75	0.00
4075-00 · Land Lease (117 & 394.5)	0.00	38,825.10
4080-00 · Miscellaneous Income	0.00	180.00
4090-00 · Interest Income	0.00	0.02
4099-00 · Reimbursed	0.00	282.20
4099.10 · Rental Income	0.00	263.34
Total Income	9,979.75	630,197.91
Gross Profit	9,979.75	630,197.91
Expense		
6000-00 · GENERAL AND ADMINISTRATIVE		
6010-00 · Accounting	0.00	3,800.17
6011-00 · Capital Acquisitions	0.00	9,426.25
6012-00 · Communications	0.00	538.64
6014-00 · Dues and Subscriptions	0.00	4.75
6016-00 · Equipment Rent	0.00	0.00
6020-00 · Engineering	0.00	4,448.07
6022-00 · Insurance		
6022-20 · Health Insurance	0.00	5,157.27
6022-30 · Workers compensation	0.00	596.78
Total 6022-00 · Insurance	0.00	5,754.05
6024-00 · Legal	0.00	8,568.78
6026-00 · Office expense	0.00	578.47
6028-01 · Wages	0.00	11,959.50
6028-02 · Payroll Taxes	0.00	941.38
6028-04 · Employee retirement	0.00	2,268.00
6029-00 · Payroll services fee	0.00	15.75
6030-00 · Repairs and Maintenance	0.00	1,060.08
6034-00 · Miscellaneous	0.00	6.00
6035-00 · Rent	0.00	700.00
6036-00 · Utilities		
6036-01 · Pump #7964854299-3	0.00	0.00
6036-02 · Pump # 7964854299-5	0.00	8,940.30
Total 6036-00 · Utilities	0.00	8,940.30
6037-00 · Telephone	0.00	202.45
6039-01 · Reimbursed expenses	0.00	1,053.27
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	0.00	305.11
6042-15 · Ricky Carter Jr.	0.00	569.09
Total 6042-01 · Gasoline	0.00	874.20
6042-02 · Diesel/Bulk Gas	0.00	1,897.56
Total 6042-00 · Oil & Fuel	0.00	2,771.76
6047-00 · Consulting	0.00	0.00
6051-01 · Pump station repair	0.00	24,000.00
6053-00 · DWR expense	1,112.86	0.00
6059-00 · Habitat Mitigation Enhancement	0.00	0.00
6060-00 · Wetland Development expense	0.00	0.00
6220-00 · Security Expense	0.00	811.95
6230-00 · Website expense	0.00	30.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	1,112.86	87,879.62
6222-00 · Shared habitat expense	0.00	0.00

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	DWR Trust	General Administrative
7000-00 · ROUTINE LEVEE MAINTENANCE		
7012-00 · Rodent Control	0.00	139.24
7036-00 · Engineering Subvention Expense	0.00	0.00
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	0.00	139.24
7700-00 · ENVIRONMENTAL SERVICES		
7710-00 · Permits, Subvention Program	0.00	0.00
Total 7700-00 · ENVIRONMENTAL SERVICES	0.00	0.00
Total Expense	1,112.86	88,018.86
Net Income	8,866.89	542,179.05

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	SMFA - Wetland Development	Subventions
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
4080-00 · Miscellaneous Income	0.00	0.00
4090-00 · Interest Income	0.00	0.00
4099-00 · Reimbursed	0.00	0.00
4099.10 · Rental Income	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
6011-00 · Capital Acquisitions	0.00	0.00
6012-00 · Communications	0.00	0.00
6014-00 · Dues and Subscriptions	0.00	0.00
6016-00 · Equipment Rent	0.00	1,839.00
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
Total 6022-00 · Insurance	0.00	0.00
6024-00 · Legal	351.52	0.00
6026-00 · Office expense	0.00	0.00
6028-01 · Wages	0.00	3,335.00
6028-02 · Payroll Taxes	0.00	255.11
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
6034-00 · Miscellaneous	0.00	0.00
6035-00 · Rent	0.00	0.00
6036-00 · Utilities		
6036-01 · Pump #7964854299-3	27.47	0.00
6036-02 · Pump # 7964854299-5	0.00	0.00
Total 6036-00 · Utilities	27.47	0.00
6037-00 · Telephone	0.00	0.00
6039-01 · Reimbursed expenses	0.00	0.00
6042-00 · Oil & Fuel		
6042-01 · Gasoline		
6042-10 · Rick Carter	0.00	0.00
6042-15 · Ricky Carter Jr.	0.00	0.00
Total 6042-01 · Gasoline	0.00	0.00
6042-02 · Diesel/Bulk Gas	0.00	0.00
Total 6042-00 · Oil & Fuel	0.00	0.00
6047-00 · Consulting	30.00	0.00
6051-01 · Pump station repair	0.00	0.00
6053-00 · DWR expense	0.00	0.00
6059-00 · Habitat Mitigation Enhancement	0.00	0.00
6060-00 · Wetland Development expense	1,200.00	0.00
6220-00 · Security Expense	0.00	0.00
6230-00 · Website expense	0.00	0.00
Total 6000-00 · GENERAL AND ADMINISTRATIVE	1,608.99	5,429.11
6222-00 · Shared habitat expense	3,365.60	0.00

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	SMFA - Wetland Development	Subventions
7000-00 · ROUTINE LEVEE MAINTENANCE		
7012-00 · Rodent Control	0.00	0.00
7036-00 · Engineering Subvention Expense	0.00	6,547.79
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	0.00	6,547.79
7700-00 · ENVIRONMENTAL SERVICES		
7710-00 · Permits, Subvention Program	0.00	65.50
Total 7700-00 · ENVIRONMENTAL SERVICES	0.00	65.50
Total Expense	4,974.59	12,042.40
Net Income	-4,974.59	-12,042.40

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	TOTAL
Income	
4000-00 · Assessment Income	590,647.25
4010-10 · State Assistance Reimbursements	9,979.75
4075-00 · Land Lease (117 & 394.5)	38,825.10
4080-00 · Miscellaneous Income	180.00
4090-00 · Interest Income	4.29
4099-00 · Reimbursed	282.20
4099.10 · Rental Income	263.34
	640,181.93
Total Income	640,181.93
Gross Profit	640,181.93
Expense	
6000-00 · GENERAL AND ADMINISTRATIVE	
6010-00 · Accounting	3,800.17
6011-00 · Capital Acquisitions	9,426.25
6012-00 · Communications	538.64
6014-00 · Dues and Subscriptions	4.75
6016-00 · Equipment Rent	1,839.00
6020-00 · Engineering	6,619.32
6022-00 · Insurance	
6022-20 · Health Insurance	5,157.27
6022-30 · Workers compensation	596.78
	5,754.05
Total 6022-00 · Insurance	5,754.05
6024-00 · Legal	11,322.18
6026-00 · Office expense	578.47
6028-01 · Wages	15,294.50
6028-02 · Payroll Taxes	1,196.49
6028-04 · Employee retirement	2,268.00
6029-00 · Payroll services fee	15.75
6030-00 · Repairs and Maintenance	1,060.08
6034-00 · Miscellaneous	6.00
6035-00 · Rent	700.00
6036-00 · Utilities	
6036-01 · Pump #7964854299-3	27.47
6036-02 · Pump # 7964854299-5	8,940.30
	8,967.77
Total 6036-00 · Utilities	8,967.77
6037-00 · Telephone	202.45
6039-01 · Reimbursed expenses	1,053.27
6042-00 · Oil & Fuel	
6042-01 · Gasoline	
6042-10 · Rick Carter	305.11
6042-15 · Ricky Carter Jr.	569.09
	874.20
Total 6042-01 · Gasoline	874.20
6042-02 · Diesel/Bulk Gas	1,897.56
	2,771.76
Total 6042-00 · Oil & Fuel	2,771.76
6047-00 · Consulting	30.00
6051-01 · Pump station repair	24,000.00
6053-00 · DWR expense	1,112.86
6059-00 · Habitat Mitigation Enhancement	9,000.00
6060-00 · Wetland Development expense	1,200.00
6220-00 · Security Expense	811.95
6230-00 · Website expense	30.00
	109,603.71
Total 6000-00 · GENERAL AND ADMINISTRATIVE	109,603.71
6222-00 · Shared habitat expense	3,365.60

Reclamation District 1601
Statement of Revenue and Expenses by Project - Modified Cash
July 1 through August 16, 2022

	<u>TOTAL</u>
7000-00 · ROUTINE LEVEE MAINTENANCE	
7012-00 · Rodent Control	139.24
7036-00 · Engineering Subvention Expense	6,547.79
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	<u>6,687.03</u>
7700-00 · ENVIRONMENTAL SERVICES	
7710-00 · Permits, Subvention Program	65.50
Total 7700-00 · ENVIRONMENTAL SERVICES	<u>65.50</u>
Total Expense	<u>119,721.84</u>
Net Income	<u><u>520,460.09</u></u>

Reclamation District 1601
Budget vs. Actual
July 1 through August 16, 2022

	Jul 1 - Aug 16, 22	Budget	\$ Over Budget	% of Budget
Income				
4000-00 · Assessment Income	590,647.25	591,793.53	-1,146.28	99.8%
4075-00 · Land Lease (117 & 394.5)	38,825.10	77,650.20	-38,825.10	50.0%
4080-00 · Miscellaneous Income	180.00	0.00	180.00	100.0%
4090-00 · Interest Income	0.02	0.00	0.02	100.0%
4099-00 · Reimbursed	282.20	0.00	282.20	100.0%
4099.10 · Rental Income	263.34	0.00	263.34	100.0%
Total Income	630,197.91	669,443.73	-39,245.82	94.1%
Gross Profit	630,197.91	669,443.73	-39,245.82	94.1%
Expense				
6000-00 · GENERAL AND ADMINISTRATIVE				
6010-00 · Accounting	3,800.17	38,000.00	-34,199.83	10.0%
6011-00 · Capital Acquisitions	9,426.25	0.00	9,426.25	100.0%
6012-00 · Communications	538.64	6,000.00	-5,461.36	9.0%
6014-00 · Dues and Subscriptions	4.75	2,500.00	-2,495.25	0.2%
6016-00 · Equipment Rent	0.00	2,000.00	-2,000.00	0.0%
6020-00 · Engineering	4,448.07	55,000.00	-50,551.93	8.1%
6022-00 · Insurance				
6022-10 · General Insurance	0.00	25,000.00	-25,000.00	0.0%
6022-20 · Health Insurance	5,157.27	50,000.00	-44,842.73	10.3%
6022-30 · Workers compensation	596.78	5,000.00	-4,403.22	11.9%
6022-40 · Auto Insurance	0.00	3,500.00	-3,500.00	0.0%
Total 6022-00 · Insurance	5,754.05	83,500.00	-77,745.95	6.9%
6023-00 · Contingency Reserve	0.00	11,068.73	-11,068.73	0.0%
6024-00 · Legal	8,568.78	20,000.00	-11,431.22	42.8%
6026-00 · Office expense	578.47	4,000.00	-3,421.53	14.5%
6028-01 · Wages	11,959.50	85,000.00	-73,040.50	14.1%
6028-02 · Payroll Taxes	941.38	8,500.00	-7,558.62	11.1%
6028-04 · Employee retirement	2,268.00	9,000.00	-6,732.00	25.2%
6029-00 · Payroll services fee	15.75	250.00	-234.25	6.3%
6030-00 · Repairs and Maintenance	1,060.08	50,000.00	-48,939.92	2.1%
6034-00 · Miscellaneous	6.00	1,000.00	-994.00	0.6%
6035-00 · Rent	700.00	4,000.00	-3,300.00	17.5%
6036-00 · Utilities				
6036-02 · Pump # 7964854299-5	8,940.30	100,000.00	-91,059.70	8.9%
Total 6036-00 · Utilities	8,940.30	100,000.00	-91,059.70	8.9%
6037-00 · Telephone	202.45	2,500.00	-2,297.55	8.1%
6038-00 · Parking & Tolls	0.00	25.00	-25.00	0.0%
6039-01 · Reimbursed expenses	1,053.27	4,500.00	-3,446.73	23.4%
6040-00 · Supplies	0.00	12,500.00	-12,500.00	0.0%
6042-00 · Oil & Fuel				
6042-01 · Gasoline				
6042-10 · Rick Carter	305.11	2,750.00	-2,444.89	11.1%
6042-15 · Ricky Carter Jr.	569.09	4,000.00	-3,430.91	14.2%
Total 6042-01 · Gasoline	874.20	6,750.00	-5,875.80	13.0%
6042-02 · Diesel/Bulk Gas	1,897.56	3,750.00	-1,852.44	50.6%
6042-03 · Oil	0.00	2,000.00	-2,000.00	0.0%
Total 6042-00 · Oil & Fuel	2,771.76	12,500.00	-9,728.24	22.2%
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	0.00	1,000.00	-1,000.00	0.0%
6051-01 · Pump station repair	24,000.00	100,000.00	-76,000.00	24.0%
6220-00 · Security Expense	811.95	2,500.00	-1,688.05	32.5%
6225-00 · Solar Array Project Expenses	0.00	50,000.00	-50,000.00	0.0%
6230-00 · Website expense	30.00	500.00	-470.00	6.0%
Total 6000-00 · GENERAL AND ADMINISTRATIVE	87,879.62	669,443.73	-581,564.11	13.1%

Reclamation District 1601
Budget vs. Actual
July 1 through August 16, 2022

	<u>Jul 1 - Aug 16, 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
7000-00 · ROUTINE LEVEE MAINTENANCE				
7012-00 · Rodent Control	139.24	0.00	139.24	100.0%
Total 7000-00 · ROUTINE LEVEE MAINTENANCE	139.24	0.00	139.24	100.0%
Total Expense	88,018.86	669,443.73	-581,424.87	13.1%
Net Income	542,179.05	0.00	542,179.05	100.0%

Reclamation District 1601
General and Administrative Coverage Ratio
July 1, 2022 through August 16, 2022

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

Routine Levee Maintenance	8,452.29
Subvention Wages	<u>3,590.11</u>
Subvention Expenses	<u>12,042.40</u>
X 35%	<u><u>4,214.84</u></u>
G & A Expenses	88,018.86
35 % of Subvention Expenses	<u>4,214.84</u>
Total Non Reimbursable	<u>92,233.70</u>
Total G & A Income	630,017.91
Less State Assistance Income	-
Less Non Reimbursable Expenses	<u>(92,233.70)</u>
G & A Income	<u><u>537,784.21</u></u>