



AGENDA

Board of Directors Regular Meeting

ROLLING HILLS COMMUNITY SERVICES DISTRICT

Date: November 14, 2023
Time: 7:00 p.m.
Location: 3098 Montrose Way, El Dorado Hills, CA 95762

The Board may act on any of the items listed on this Agenda regardless of whether the matter appears on the Consent Calendar or is described as an action item, a report, a discussion item, or an information item.

In compliance with the Americans with Disabilities Act, a person with a disability who requires a modification or accommodation in order to participate in the public meeting may contact the District at (916) 235-8671 or GenMgr@RollingHillsCSD.org. Notification at least 48 hours prior to the meeting will enable the District to make reasonable arrangements to ensure accessibility to this meeting.

1. Call to Order/Announcements

Pledge of Allegiance; Roll Call

2. Public Comment - Items Not on Agenda

At this time, members of the public may address the Board of Directors regarding any item within the subject matter jurisdiction of the Board, not set forth as an agenda item. No action may be taken on items raised during Public Comment as they are not on the agenda. Issues presented in Public comments may be referred to staff or scheduled on a future board agenda. Please limit your comments to three minutes or less. The public comment portion of the meeting will not exceed 15 minutes.

In addition, members of the public may address the Board of Directors regarding an agenda item after that item has been called but before the Board entertains its discussion of the item. Please limit your comments to three minutes or less.

3. Monthly Reports

- a.** General Manager Report
- b.** District Financial Report Prepared by Staff – to supplement County monthly reports.

4. Consent Items

All items on the Consent Calendar are considered routine and will be approved without discussion by a single roll call vote. Any Board Member or member of the public may remove any item from the Consent Calendar. If an item is removed, it will be discussed separately following approval of the remainder of the Consent Calendar. Any Board Member may abstain from one or more items on the Consent Calendar.

- a. Approve and file Minutes of the regular meeting held on October 17, 2023
- b. Approve and file the month-end financial reports for October 2023 prepared by the County Auditor-Controller's office
- c. Correspondence accept and file:
 - Umpqua bank statement for the period ending September 30, 2023
 - Umpqua bank statement for the period ending October 31, 2023
 - Notice from Umpqua Bank regarding change in overdraft fees effective December 5, 2023
 - Pioneer Community Energy notice re generation charges September bills

Consent Items Pulled for Discussion: _____

5. Old Business

- a. **Revenue Options; Need for Increased Revenue for Future Sustainability** – Staff to provide update on the project with NBS Consulting for a Revenue Options Analysis.
(Information/Discussion)
- b. **Culvert Maintenance** – Board to discuss updates and progress since the last meeting.
(Information/Discussion)
- c. **Dead Trees Within the District** – Board to discuss updates and progress since the last meeting.
(Information/Discussion)

6. New Business

- a. **Board Meeting Schedule for 2024** – Board to consider adoption of regular meeting schedule for calendar year 2024. *(Discussion/Possible Action Item)*
- b. **Audit of District for Fiscal Years Ended June 30, 2022, June 30, 2021, and June 30, 2020** - Staff seeking approval of the completed audit performed by Vaughn Johnson, Certified Public Accounting for fiscal years 2022, 2021, and 2020. Upon approval the Clerk will provide copies to the County and State Controller's office as required. *(Discussion/Proposed Action Item)*

7. Adjournment

Item 4.a
11/14/23

**ROLLING HILLS COMMUNITY SERVICES DISTRICT
MINUTES OF OCTOBER 19, 2023 SPECIAL MEETING OF THE BOARD OF DIRECTORS**

1. Call to Order/Roll Call.

The special meeting of the Rolling Hills CSD held on October 19, 2023, was called to order at 6:00 pm by President Brenda Collette. The meeting was held at 3098 Montrose Way, El Dorado Hills, CA. In addition to President Collette, Director Adam Olson was present at the meeting location and Director Gordon Fawkes was present via Zoom. A quorum of the Board was physically present at the meeting location. Also present at the meeting location were General Manager Mark Magee, Board Clerk Linda Stone, and one resident of the District.

2. Teleconference Participation Due to Emergency Circumstance.

In accordance with a Board member's request to participate in the meeting by teleconference, the posted Agenda included a listing of the means by which the public may access the meeting and offer public comment. President Collette made a motion to approve Director Fawkes' teleconference participation using both audio and visual due an emergency circumstance. The motion was seconded by Director Fawkes. During discussion, he advised the Board generally of his emergency circumstance and disclosed that no other individuals over the age of 18 or otherwise were present in the room at the remote location with him. The Clerk took a roll call vote; the motion carried as follows:

AYES: Collette, Olson, and Fawkes

NOES: None

ABSENT: None

ABSTAIN: None

3. Public Comment (Items not on the agenda).

None.

4. General Manager Monthly Report

Mark Magee presented an oral and written report dated October 11 about activities over the last month, copy attached. In addition to the listed items, staff will check on the supply of Parking Citations forms. Director Fawkes suggested they may have been stored by the prior GM in the storage unit. As requested by the Board, included in the GM Report is a spreadsheet showing the adopted budget for FY24 and the expenditures made to date by expense category.

5. Consent Items

Consent items including a. Minutes of the regular meeting held on September 19, 2023; b. the month-end financial reports for September 2023 prepared by the County Auditor-Controller's office; and c. correspondence including an announcement of iStorage new Tenant Portal for account management, SDRMA letter dated September 21, 2023 re No Paid Property/Liability Claims in 2022-23, SDRMA Change in Special Evens Liability Coverage Program, CSDA /Advocacy News – AB 557 (Hart) Signed into Law related to Ralph M. Brown Act, CSDA Message from Public Affairs Field Coordinator, and Capra Environmental Services, Corp Certificate of Insurance were considered. Director Adam Olson moved to approve and accept/file all Consent items; Director Gordon Fawkes seconded. The Clerk took a roll call vote; the motion carried as follows:

AYES: Collette, Olson, and Fawkes

NOES: None

ABSENT: None

ABSTAIN: None

6. Old Business

a. Revenue Options; Need for Increased Revenue for Future Sustainability. The Board was provided additional information to address questions raised by Director Adam Olson as to the anticipated time and schedule to complete the scope of services, more detailed information about the estimated fees for the work, and once a recommendation is made as to the funding options which appear most viable, the next steps of the process and a general estimate for those costs. The Secretary advised that she spoke with all of the references listed in the NBS proposal had received only positive feedback. Comments included for example that NBS offered creative ideas for a parcel tax based on different criteria applicable to different parcels. All agreed that the polling was extremely important and helped shape the final requests presented to the voters. The polling was conducted by a subcontractor of NBS and not included in its proposal for that phase, a cost factor to keep in mind, but that the polling made the difference in the successful ballot outcome. In light of the information received, Director Adam Olson made a motion to approve an expenditure of not to exceed \$12,500 from the approved budget for the cost of the Revenue Options Analysis with NBS Consulting and execute documents necessary to carry out the work. The motion was seconded by President Collette. The Clerk took a roll call vote; the motion carried as follows:

AYES: Collette, Olson, and Fawkes

NOES: None

ABSENT: None

ABSTAIN: None

Director Adam Olson made a subsequent motion to rescind the motion approved on September 19, 2023, for an updated Reserve Study as the services from NBS Consulting encompass those services and there is no need for a separate study. The motion was seconded by President Collette. The Clerk took a roll call vote; the motion carried as follows:

AYES: Collette, Olson, and Fawkes

NOES: None

ABSENT: None

ABSTAIN: None

b. Culvert Maintenance.

President Collette presented this item and said that it is clear many of the District's culverts need to be cleared out, and a representative of Fish & Wildlife has confirmed that fact. The Board discussed various locations needing work, including the area near the Stonebriar entrance, the beaver issue, and culverts parallel to Haddington. All Board members agreed that the District needs to proceed with obtaining the permit to take care of the beaver and potential flooding issue. Secondly, the Board asked that the GM talk with the Department of Transportation about clean-out of the right of way/easement areas. And, simultaneously, talk further with the landscape provider about its intentions for some of this work. The status of culvert maintenance will be followed-up at the next Board meeting.

7. New Business

a. Irrigation Work Along White Rock Road.

General Manager Mark Magee provided an update about the irrigation issues along White Rock Road sidewalks, the potential slippery condition it is creating (as demonstrated in the photographs included with the GM Report), and the specific locations for the valve maintenance needed. Director Adam Olson made a motion to approve an expenditure of funds from the approved budget for not to exceed \$2,000

for replacement and maintenance at four valve locations along White Rock Road. The motion was seconded by President Collette. The Clerk took a roll call vote; the motion carried as follows:

AYES: Collette, Olson, and Fawkes

NOES: None

ABSENT: None

ABSTAIN: None

b. Date and Location for November 21, 2023 Board Meeting.

As a result of scheduling conflicts the week of Thanksgiving and the unavailability of the Raley's Market Gather Room on November 21, the Board discussed a revision to its regular Board meeting schedule for November. President Collette made a motion to change the regular meeting date from November 21 to November 14, starting at 7:00 p.m., to be held at the Raley's Gather Room if available, and if not available, held at her home. The motion was seconded by Director Olson. The Clerk took a roll call vote; the motion carried as follows:

AYES: Collette, Olson, and Fawkes

NOES: None

ABSENT: None

ABSTAIN: None

c. Dead Trees Within the District.

The issue of dead trees throughout the District was discussed. Some information was provided by a resident who would like to see the trees removed. The resident obtained a bid from her landscape provider who quoted prices for cutting off flat, pulling out, or chipping the stump. It was noted that the District as a public agency is bound by different rules for maintenance services than which apply to individual residents. The areas discussed included three trees at the Stonebriar entrance where the gate was damaged, five trees up against the pumphouse, a tree in Stonebriar Park, and many trees along Dunnwood Drive. Director Olson said he would like the GM to take the lead on this project, mapping the dead trees, numbering them, and obtaining bids for the work. He commented that in his opinion the Board with its limited budget needs to focus on safety issues, rather than beautification. For example, the potential for falling trees or branches is more important than an unsightly tree. President Collette made a motion to approve \$100 from the approved budget to remove the dead tree in Stonebriar Park. The motion failed to get a second. This issue will be placed on the next Board meeting agenda for follow-up.

A suggestion for a Community Beatification Day to get residents involved was mentioned.

8. Adjournment. Upon motion and second, President Collette adjourned the meeting at 7:00 pm.

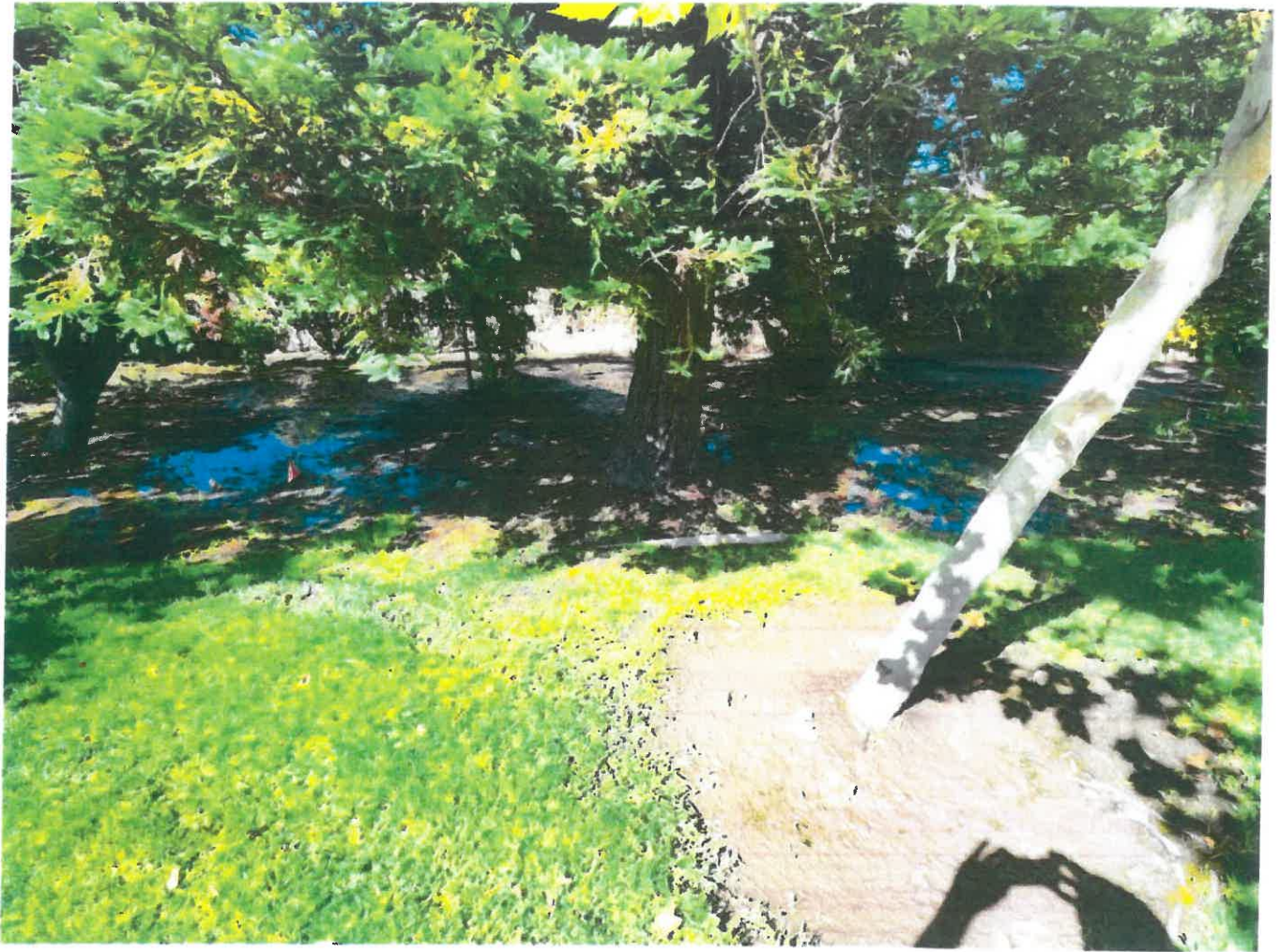
Submitted by:

Linda Stone, Board Clerk/Secretary

Approved by Board:

- Emptying and filling doggie stations, walking park and driving grounds and meeting with landscaper weekly.
- Continue looking for parked vehicles.
 - 1 car removed
 - 1 RV and Trailer need to be addressed
- Talking with residents about water in street and on sidewalk, dead trees and cars parked
 - Looking for volunteers we might need for projects.
- Talked with Alex, fire inspector about low hanging trees.
- Continue working with landscapers on issues and projects.
 - Flowers planted in Springfield Meadow entrance.
 - Trees and scrubs cut along Summerfield roadway, Haddington roadway by park and Montrose (park area).
 - Four valves need to be replaced on White Rock, 1 is stuck open but manually turned off to prevent flooding.
 - 2 are making the sidewalk wet (valve box flooded) and 2 watering trees and bushes are flooded.
 - Would like permission to replace 2 valves for now.







BUDGET TRACKING REPORT - Updated 10/18/2023

ROLLING HILLS CSD	Final Budget FY2024 Adopted 7/11/2023	7/10/23 Voucher	8/1/23 Voucher	8/15/24 Voucher	9/8/23 Voucher	10/17/23 Voucher	Expense Totals To Date
Revenues							
Property Taxes	\$ 113,174.92						
Interest	\$ 5,156.18						
Special Assessment	\$ 78,699.93						
Subtotal	\$ 197,031.03						
Various Other	\$ -						
Revenue Income	\$ 197,031.03						
Transfer From Reserve Fund Balance	\$ -						
Total Revenue	\$ 197,031.03						
Expenditures							
Services/Supplies - Routine O&M							
3000 Payroll Expenses	\$ -						
4040 Telephone	\$ 365.00						
4041 Communications	\$ -						
4060 Food and Food Products	\$ 500.00						
4100 Insurance	\$ 5,800.00	200.00					200.00
4183 Maint. Grounds	\$ 10,000.00					6,142.50	6,142.50
4185 Maint. Parks	\$ 75,000.00	6,895.00		6,895.00	6,895.00	6,895.00	27,580.00
4189 Maint. Water System	\$ 4,500.00				1,550.00	493.10	2,043.10
4190 Maint. Drainage	\$ 20,000.00						
4191 Maint. Roads	\$ -						
4192 Maint. Lighting	\$ 400.00						
4197 Bldg. Supplies	\$ 100.00						
4220 Memberships	\$ 1,500.00						
4240 Misc. Expense - Contingency	\$ 86.03						
4260 Office Expense	\$ 250.00						
4261 Postage	\$ 600.00		2.55			2.07	4.62
4266 Printing Services	\$ 1,000.00						
4267 On-Line Subscriptions	\$ 550.00						
4300 Prof. Services	\$ 23,580.00						
General Manager					480.00	315.00	795.00
Clerk/Secretary			1,110.00		1,044.00	825.00	2,979.00
Website Security Services							
4304 Admin Fee Agency	\$ 325.00						
4305 Accounting serv.	\$ 3,000.00		3,000.00				3,000.00
4313 Legal Services	\$ 10,000.00						
4345 Director Services	\$ 5,625.00		300.00	225.00		225.00	750.00
4400 Publication Not.	\$ 500.00						
4420 Rent/Lease Exp.	\$ 2,600.00						
4440 Rent Bldgs.	\$ 500.00						
4505 Educa. Training	\$ -						
4602 Private Auto	\$ 250.00						
4620 (4700) Utilities	\$ 30,000.00						
Power - PG&E				511.01	468.42	484.05	1,463.48
Water - EID					8,774.77		8,774.77
Subtotal Routine O&M	\$ 197,031.03	7,095.00	4,412.55	7,631.01	19,212.19	15,381.72	
Special Projects	\$ -						
Fixed Assets							
6020 Bldg. Improvements	\$ -						
Total Expenditures	\$ 197,031.03						

Item 4.b
11/14/23

8028280 - 8028280 GENERAL FUND

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8:53:19 AM

General Ledger

Summary for the Accounting Period Ended: October 31, 2023

	Debit	Credit	Balance
80280280 ROLLING HILLS			
ASSETS			
100 EQUITY IN POOLED CASH	504,287.05	68,278.99	436,008.06
102 IMPREST (PETTY) CASH	5,000.00	0.00	5,000.00
162 BUILDING AND IMPROVEMENTS	61,340.00	0.00	61,340.00
165 ACCUM DEPR: EQUIPMENT	0.00	61,340.00	-61,340.00
ASSETS	570,627.05	129,618.99	441,008.06
LIABILITIES			
201 VOUCHERS PAYABLE	68,106.56	68,106.56	0.00
LIABILITIES	68,106.56	68,106.56	0.00
FUND BALANCE			
310 FND BAL: RSVD GENERAL	0.00	53,834.00	-53,834.00
313 FND BAL: RSVD IMPREST CASH	0.00	5,000.00	-5,000.00
350 FND BAL: UNRSVD UNDESIGNATED	0.00	421,115.01	-421,115.01
411 ACTUAL REVENUES	0.00	14,763.95	-14,763.95
431 EXPENDITURES	53,704.90	0.00	53,704.90
FUND BALANCE	53,704.90	494,712.96	-441,008.06
80280280 ROLLING HILLS	692,438.51	692,438.51	0.00

8028280 - 8028280 GENERAL FUNDPrinted 11/6/2023
8:53:20 AM**General Ledger****Details for the Accounting Period Ended: October 31, 2023**

		Debit	Credit	Balance
80280280 ROLLING HILLS				
ASSETS				
100 EQUITY IN POOLED CASH				
10/1/2023	BEGINNING BALANCE	494,572.87	52,897.27	441,675.60
10/6/2023	GNI 202404 520	946.53	0.00	442,622.13
10/9/2023	GNI 202404 566	8,312.92	0.00	450,935.05
10/9/2023	GNI 202404 574	155.44	0.00	451,090.49
10/9/2023	GNI 202404 575	163.47	0.00	451,253.96
10/9/2023	GNI 202404 576	8.11	0.00	451,262.07
10/9/2023	GNI 202404 577	122.55	0.00	451,384.62
10/9/2023	GNI 202404 578	5.16	0.00	451,389.78
10/25/2023	APP 202404 2081	0.00	15,381.72	436,008.06
	100 EQUITY IN POOLED CASH	504,287.05	68,278.99	436,008.06
102 IMPREST (PETTY) CASH				
10/1/2023	BEGINNING BALANCE	5,000.00	0.00	5,000.00
	102 IMPREST (PETTY) CASH	5,000.00	0.00	5,000.00
162 BUILDING AND IMPROVEMENTS				
10/1/2023	BEGINNING BALANCE	61,340.00	0.00	61,340.00
	162 BUILDING AND IMPROVEMENTS	61,340.00	0.00	61,340.00
165 ACCUM DEPR: EQUIPMENT				
10/1/2023	BEGINNING BALANCE	0.00	61,340.00	-61,340.00
	165 ACCUM DEPR: EQUIPMENT	0.00	61,340.00	-61,340.00
	ASSETS	570,627.05	129,618.99	441,008.06
LIABILITIES				
201 VOUCHERS PAYABLE				
10/1/2023	BEGINNING BALANCE	52,724.84	52,724.84	0.00
10/25/2023	API 202404 2068	0.00	15,381.72	-15,381.72
10/25/2023	APP 202404 2081	15,381.72	0.00	0.00
	201 VOUCHERS PAYABLE	68,106.56	68,106.56	0.00
	LIABILITIES	68,106.56	68,106.56	0.00
FUND BALANCE				
310 FND BAL: RSVD GENERAL				
10/1/2023	BEGINNING BALANCE	0.00	53,834.00	-53,834.00
	310 FND BAL: RSVD GENERAL	0.00	53,834.00	-53,834.00
313 FND BAL: RSVD IMPREST CASH				
10/1/2023	BEGINNING BALANCE	0.00	5,000.00	-5,000.00
	313 FND BAL: RSVD IMPREST CASH	0.00	5,000.00	-5,000.00
350 FND BAL: UNRSVD UNDESIGNATED				
10/1/2023	BEGINNING BALANCE	0.00	421,115.01	-421,115.01
	350 FND BAL: UNRSVD UNDESIGNATED	0.00	421,115.01	-421,115.01

8028280 - 8028280 GENERAL FUNDPrinted 11/6/2023
8:53:20 AM**General Ledger****Details for the Accounting Period Ended: October 31, 2023**

		Debit	Credit	Balance
411 ACTUAL REVENUES				
10/1/2023	BEGINNING BALANCE	0.00	5,049.77	-5,049.77
10/6/2023	GNI 202404 520	0.00	946.53	-5,996.30
10/9/2023	GNI 202404 566	0.00	8,312.92	-14,309.22
10/9/2023	GNI 202404 574	0.00	155.44	-14,464.66
10/9/2023	GNI 202404 575	0.00	163.47	-14,628.13
10/9/2023	GNI 202404 576	0.00	8.11	-14,636.24
10/9/2023	GNI 202404 577	0.00	122.55	-14,758.79
10/9/2023	GNI 202404 578	0.00	5.16	-14,763.95
	411 ACTUAL REVENUES	0.00	14,763.95	-14,763.95
431 EXPENDITURES				
10/1/2023	BEGINNING BALANCE	38,323.18	0.00	38,323.18
10/25/2023	API 202404 2068	15,381.72	0.00	53,704.90
	431 EXPENDITURES	53,704.90	0.00	53,704.90
	FUND BALANCE	53,704.90	494,712.96	-441,008.06
	80280280 ROLLING HILLS	692,438.51	692,438.51	0.00

8028280 CSD: ROLLING HILLS CSDPrinted 11/6/2023
8:53:22 AM**Revenues and
Expenditures**

Summary For the Month ended: October 31, 2023

	Estimated / Budget	Actual Amount	Balance
8028280 CSD: ROLLING HILLS CSD			
Revenue			
01 Taxes			
0100 PROP TAX: CURR SECURED	0.00	5,498.23	-5,498.23
0110 PROP TAX: CURR UNSECURED	0.00	2,121.61	-2,121.61
0120 PROP TAX: PRIOR SECURED	0.00	2.09	-2.09
0130 PROP TAX: PRIOR UNSECURED	0.00	36.88	-36.88
0140 PROP TAX: SUPP CURRENT	0.00	475.00	-475.00
0150 PROP TAX: SUPP PRIOR	0.00	285.47	-285.47
01 Taxes	0.00	8,419.28	-8,419.28
03 Fines & Penalties			
0360 PEN & COST DELINQUENT TAXES	0.00	42.89	-42.89
03 Fines & Penalties	0.00	42.89	-42.89
04 Rev Use Money/Prop			
0400 REV: INTEREST	0.00	3,001.78	-3,001.78
04 Rev Use Money/Prop	0.00	3,001.78	-3,001.78
13 Service Charges			
1310 SPECIAL ASSESSMENTS	0.00	3,300.00	-3,300.00
13 Service Charges	0.00	3,300.00	-3,300.00
Total Revenue	0.00	14,763.95	-14,763.95
Expense			
40 Services & Supplies			
4183 MAINT: GROUNDS	0.00	6,342.50	-6,342.50
4185 MAINT: PARK	0.00	27,580.00	-27,580.00
4189 MAINT: WATER SYSTEM	0.00	1,843.10	-1,843.10
4261 POSTAGE	0.00	4.62	-4.62
4300 PROFESSIONAL & SPECIAL SRVS	0.00	3,774.00	-3,774.00
4304 AGENCY ADMINISTRATION FEE	0.00	172.43	-172.43
4305 AUDIT & ACCOUNTING SERVICES	0.00	3,000.00	-3,000.00
4345 SPECIAL DISTRICT DIRECTOR SRVS	0.00	750.00	-750.00
4700 UTILITIES	0.00	10,238.25	-10,238.25
40 Services & Supplies	0.00	53,704.90	-53,704.90
Total Expense	0.00	53,704.90	-53,704.90

Revenues and Expenditures

8028280 CSD: ROLLING HILLS CSD
Summary For the Month ended: October 31, 2023

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	Estimated / Budget	Actual Amount	Balance
8028280 CSD: ROLLING HILLS CSD	0.00	-38,940.95	38,940.95
Report Total			
Total Revenue	0.00	14,763.95	-14,763.95
Total Expense	0.00	53,704.90	-53,704.90
	0.00	-38,940.95	38,940.95

**Revenues and
Expenditures**
8028280 CSD: ROLLING HILLS CSD
Details For the Accounting Period ended: October 31, 2023

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	Estimated / Budget	Actual Amount	Balance
8028280 CSD: ROLLING HILLS CSD			
Revenue			
01 Taxes			
0100 PROP TAX: CURR SECURED			
10/1/2023 BEGINNING BALANCE	0.00	185.31	
10/9/2023 GNI 016 CS ROLL 14321 1% GENERAL TAX CS B+S	0.00	5,312.92	
0100 PROP TAX: CURR SECURED	0.00	5,498.23	-5,498.23
0110 PROP TAX: CURR UNSECURED			
10/1/2023 BEGINNING BALANCE	0.00	1,958.14	
10/9/2023 GNI 018 CU ROLL 14321 1% GENERAL TAX CU-U	0.00	163.47	
0110 PROP TAX: CURR UNSECURED	0.00	2,121.61	-2,121.61
0120 PROP TAX: PRIOR SECURED			
10/1/2023 BEGINNING BALANCE	0.00	2.09	
0120 PROP TAX: PRIOR SECURED	0.00	2.09	-2.09
0130 PROP TAX: PRIOR UNSECURED			
10/1/2023 BEGINNING BALANCE	0.00	31.21	
10/9/2023 GNI 019 DU ROLL 14321 1% GENERAL TAX DU-K+Y	0.00	5.67	
0130 PROP TAX: PRIOR UNSECURED	0.00	36.88	-36.88
0140 PROP TAX: SUPP CURRENT			
10/1/2023 BEGINNING BALANCE	0.00	347.29	
10/9/2023 GNI 014 SS ROLL 14321 1% GENERAL TAX SUPP SS-C	0.00	122.55	
10/9/2023 GNI 015 SU ROLL 14321 1% GENERAL TAX SUPP SU-Q	0.00	5.16	
0140 PROP TAX: SUPP CURRENT	0.00	475.00	-475.00
0150 PROP TAX: SUPP PRIOR			
10/1/2023 BEGINNING BALANCE	0.00	150.54	
10/9/2023 GNI 017 DS ROLL 14321 1% GENERAL TAX SUPP DS-E	0.00	132.49	
10/9/2023 GNI 019 DU ROLL 14321 1% GENERAL TAX SUPP DU-G	0.00	2.44	
0150 PROP TAX: SUPP PRIOR	0.00	285.47	-285.47
01 Taxes	0.00	8,419.28	-8,419.28
03 Fines & Penalties			
0360 PEN & COST DELINQUENT TAXES			
10/1/2023 BEGINNING BALANCE	0.00	19.94	
10/9/2023 GNI 017 DS ROLL 14321 PENALTIES SUPP DS-E	0.00	22.95	
0360 PEN & COST DELINQUENT TAXES	0.00	42.89	-42.89
03 Fines & Penalties	0.00	42.89	-42.89

8028280 CSD: ROLLING HILLS CSDPrinted 11/6/2023
8:53:22 AM**Revenues and
Expenditures****Details For the Accounting Period ended: October 31, 2023**

	Estimated / Budget	Actual Amount	Balance
04 Rev Use Money/Prop			
0400 REV: INTEREST			
10/1/2023 BEGINNING BALANCE	0.00	2,055.25	
10/6/2023 GNI INT SEP 23	0.00	946.53	
0400 REV: INTEREST	0.00	3,001.78	-3,001.78
04 Rev Use Money/Prop	0.00	3,001.78	-3,001.78
13 Service Charges			
1310 SPECIAL ASSESSMENTS			
10/1/2023 BEGINNING BALANCE	0.00	300.00	
10/9/2023 GNI 016 CS ROLL 64801 DIRECT CHARGE-S	0.00	3,000.00	
1310 SPECIAL ASSESSMENTS	0.00	3,300.00	-3,300.00
13 Service Charges	0.00	3,300.00	-3,300.00
Total Revenue	0.00	14,763.95	-14,763.95
Expense			
40 Services & Supplies			
4183 MAINT: GROUNDS			
10/1/2023 BEGINNING BALANCE	0.00	0.00	
10/25/2023 API 1035708 RHCSO color installed Springfi	0.00	200.00	
10/25/2023 API 1035714 RHCSO goat weed abatement Summ	0.00	6,142.50	
4183 MAINT: GROUNDS	0.00	6,342.50	-6,342.50
4185 MAINT: PARK			
10/1/2023 BEGINNING BALANCE	0.00	20,685.00	
10/25/2023 API 1035707 RHCSO landscape service Octobe	0.00	6,895.00	
4185 MAINT: PARK	0.00	27,580.00	-27,580.00
4189 MAINT: WATER SYSTEM			
10/1/2023 BEGINNING BALANCE	0.00	1,550.00	
10/25/2023 API 1035709 RHCSO Irrigation Whiterock Rd	0.00	293.10	
4189 MAINT: WATER SYSTEM	0.00	1,843.10	-1,843.10
4261 POSTAGE			
10/1/2023 BEGINNING BALANCE	0.00	2.55	
10/25/2023 API 1035706 RHCSO reimburse postage expens	0.00	2.07	
4261 POSTAGE	0.00	4.62	-4.62
4300 PROFESSIONAL & SPECIAL SRVS			
10/1/2023 BEGINNING BALANCE	0.00	2,634.00	
10/25/2023 API 1035705 RHCSO Clerk services Sept 2023	0.00	825.00	
10/25/2023 API 1035710 RHCSO GM services September 20	0.00	315.00	
4300 PROFESSIONAL & SPECIAL SRVS	0.00	3,774.00	-3,774.00
4304 AGENCY ADMINISTRATION FEE			
10/1/2023 BEGINNING BALANCE	0.00	172.43	
4304 AGENCY ADMINISTRATION FEE	0.00	172.43	-172.43

**Revenues and
Expenditures****8028280 CSD: ROLLING HILLS CSD**
Details For the Accounting Period ended: October 31, 2023

	Estimated / Budget	Actual Amount	Balance
4305 AUDIT & ACCOUNTING SERVICES			
10/1/2023 BEGINNING BALANCE	0.00	3,000.00	
4305 AUDIT & ACCOUNTING SERVICES	0.00	3,000.00	-3,000.00
4345 SPECIAL DISTRICT DIRECTOR SRVS			
10/1/2023 BEGINNING BALANCE	0.00	525.00	
10/25/2023 API 1035711 RHCSO 9/19/2023 Regular mtg st	0.00	75.00	
10/25/2023 API 1035712 RHCSO 9/19/2023 Regular mtg st	0.00	75.00	
10/25/2023 API 1035713 RHCSO 9/19/2023 Regular mtg st	0.00	75.00	
4345 SPECIAL DISTRICT DIRECTOR SRVS	0.00	750.00	-750.00
4700 UTILITIES			
10/1/2023 BEGINNING BALANCE	0.00	9,754.20	
10/25/2023 API 1035700 RHCSO power no. 4570858285-8	0.00	304.28	
10/25/2023 API 1035701 RHCSO power no. 1857646705-6	0.00	59.66	
10/25/2023 API 1035702 RHCSO power no. 121132123604	0.00	10.27	
10/25/2023 API 1035703 RHCSO power no. 6085621545-8	0.00	56.91	
10/25/2023 API 1035704 RHCSO power no. 6085621545-8	0.00	52.93	
4700 UTILITIES	0.00	10,238.25	-10,238.25
40 Services & Supplies	0.00	53,704.90	-53,704.90
Total Expense	0.00	53,704.90	-53,704.90
8028280 CSD: ROLLING HILLS CSD	0.00	-38,940.95	38,940.95
Report Total			
Total Revenue	0.00	14,763.95	-14,763.95
Total Expense	0.00	53,704.90	-53,704.90
	0.00	-38,940.95	38,940.95



UMPQUA BANK

Item 4c
11/14/23

September 30, 2023 Page: 1 of 2

Customer Service:
1-866-486-7782

ROLLING HILLS COMMUNITY SERVICES DIST
CSD REVOLVING ACCOUNT
PO BOX 5266
EL DORADO HILLS CA 95762-0005

Last statement: August 31, 2023
This statement: September 30, 2023

To enhance security beginning August 1st, account numbers will be masked (hidden) on paper and electronic statements. Full account numbers can be viewed via online banking.

PUBLIC FUNDS CHECKING

Account number	XXXXXX3585	Beginning balance	\$3,218.33
Low balance	\$3,000.33	Deposits/Additions	\$0.00
Average balance	\$3,000.33	Withdrawals/Subtractions	\$218.00
Interest earned	\$0.00	Ending balance	\$3,000.33

Card Transactions/Withdrawals

Date	Description	Subtractions
09-01	POS Purchase Terminal 00001000 Ysi*istorage 8053 El D 916-52065 CA XXXXXXXXXXXX4549	218.00

Total Card Transactions/Withdrawals **\$218.00**

Daily Balances

Date	Amount	Date	Amount	Date	Amount
08-31	3,218.33	09-01	3,000.33	09-30	3,000.33

Overdraft Fee Summary

	Total For This Period	Total Year-to-Date
Total Overdraft Fees	\$0.00	\$35.00
Total Returned Item Fees	\$0.00	\$0.00

Checks

(* Skip in check sequence, R-Check has been returned, + Electronified check))

Total Checks paid: 0 for **-\$0.00**



October 31, 2023

Page: 1 of 2

Customer Service:
1-866-486-7782

ROLLING HILLS COMMUNITY SERVICES DIST
CSD REVOLVING ACCOUNT
PO BOX 5266
EL DORADO HILLS CA 95762-0005

Last statement: September 30, 2023
This statement: October 31, 2023

To enhance security beginning August 1st, account numbers will be masked (hidden) on paper and electronic statements. Full account numbers can be viewed via online banking.

PUBLIC FUNDS CHECKING

Account number	XXXXXX3585	Beginning balance	\$3,000.33
Low balance	\$2,254.49	Deposits/Additions	\$741.89
Average balance	\$2,687.16	Withdrawals/Subtractions	\$897.75
Interest earned	\$0.00	Ending balance	\$2,844.47

Deposits/Additions

<u>Date</u>	<u>Description</u>	<u>Additions</u>
10-18	Deposit	741.89
Total Additions		\$741.89

Card Transactions/Withdrawals

<u>Date</u>	<u>Description</u>	<u>Subtractions</u>
10-02	POS Purchase Terminal 00001000 Ysi*istorage 8053 EI D 916-52065 CA XXXXXXXXXXXX4549	218.00
10-04	POS Purchase Terminal 00001590 Dnh*godaddy.Com Https://W AZ XXXXXXXXXXXXXXX4549	267.84
Total Card Transactions/Withdrawals		\$485.84

Other Withdrawals/Subtractions

<u>Date</u>	<u>Description</u>	<u>Subtractions</u>
10-31	Service Charge For Maintenance Fee	12.50
Total Other Withdrawals/Subtractions		\$12.50

Daily Balances

<u>Date</u>	<u>Amount</u>
09-30	3,000.33
10-02	2,782.33
10-04	2,514.49

<u>Date</u>	<u>Amount</u>
10-13	2,254.49
10-18	2,996.38

<u>Date</u>	<u>Amount</u>
10-24	2,856.97
10-31	2,844.47

Overdraft Fee Summary

	Total For This Period	Total Year-to-Date
Total Overdraft Fees	\$0.00	\$35.00
Total Returned Item Fees	\$0.00	\$0.00

Checks

<u>Check #</u>	<u>Amount</u>	<u>Date</u>	<u>Check #</u>	<u>Amount</u>	<u>Date</u>
2000	\$260.00	10-13	2001	\$139.41	10-24

(* Skip in check sequence, R-Check has been returned, + Electronified check))

Total Checks paid: 2 for **-\$399.41**

Hello from Umpqua!

We want to let you know that we are making changes that will impact the way we manage your Overdraft services beginning on December 5, 2023. We are changing how we determine your Overdraft limit for Bounce Guard, which is our standard Overdraft service available to all eligible account holders. In the past, we used a fixed maximum overdraft limit of \$1,000 for all accounts. We are eliminating the \$1,000 fixed limit and will be implementing an automated system that performs a continual evaluation of your account activity and other factors to determine a dynamic overdraft limit based on your personal ability to repay.

Here are the changes you can expect:

- Your Overdraft limit may change as frequently as daily within a range of \$0 to \$2,500.
- Your Overdraft limit may be lower or higher than your previous fixed overdraft limit.
- Your Overdraft limit may be reduced to \$0, which may result in transactions being returned unpaid to merchants or other third parties due to insufficient funds and may also result in fees being imposed by those third parties.

Your new dynamic Bounce Guard Overdraft limit will be determined by the automated system based on numerous variables. These variables include such factors as the age of your Umpqua Account, how frequently you make deposits and in what amounts, whether you have previously incurred overdrafts and whether you repaid them on time.

Please remember that Bounce Guard is a discretionary service, which means we **do not guarantee** that we will always authorize and pay any type of transaction, regardless of your dynamic Overdraft limit. If we do not authorize and pay an Overdraft, your transaction will be declined or returned. You should keep careful track of your account balance and activity to avoid Overdrafts. You may opt out of Bounce Guard or change your Overdraft service option at any time by visiting a branch or contacting us at the number provided below. Refer to your Overdraft Disclosure and Business Rules & Regulations for more information.

Explore all of Umpqua's Overdraft service options online:

<https://www.umpquabank.com/business-banking/checking/overdraft-services/>

If you have questions or would like more information about our Overdraft services, please visit any Umpqua branch or call us at 1-866-4UMPQUA (1-866-486-7782).

Overdraft Disclosure for Business Checking Accounts UMPQUA BANK

This Overdraft Disclosure for Business Checking Accounts supplements the *Business Rules & Regulations* that apply to your Account(s) with us, and it provides additional details about our Overdraft services. Capitalized terms used but not otherwise defined in this Disclosure have the meanings given to those terms in the *Business Rules & Regulations*.

Questions & Answers	What You Need to Know about Overdrafts and Overdraft Fees	<p>An Overdraft occurs when you do not have enough money in your Checking Account to cover a transaction, but we pay it anyway. We can cover your Overdrafts in two different ways:</p> <ol style="list-style-type: none"> 1. We have standard Overdraft services that come with your Checking Account. Customers may opt out of our standard Overdraft services. 2. We also offer optional Overdraft services that may be less expensive, such as a link to another deposit Account or line-of-credit, which may be less expensive than our standard Overdraft services. <p>This disclosure explains our standard Overdraft services.</p>
	What are the standard Overdraft services that come with my Checking Account?	<p>Our Bounce Guard service authorizes and pays transactions that may overdraw your Checking Account. We pay Overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction.</p> <p>If we do not authorize and pay a transaction that could overdraw your Checking Account, your transaction will be declined or returned.</p>
	What fees will I be charged if I have an Overdraft?	<p>Under Bounce Guard, our standard overdraft service:</p> <ul style="list-style-type: none"> • We will charge you a fee of \$35 each time we pay an Item that overdraws your Checking Account. • The \$35 fee will not be charged if your Checking Account Ledger Balance at the end of the day, after all Items have posted, is overdrawn \$10 or less. <p>Please also refer to the Umpqua <i>Other Account Services</i> and your <i>Product Disclosures</i> for additional details regarding fees.</p>
	We offer other services that can help you maintain your Checking Account and may reduce the cost of Overdrafts	<p>Visit any of our branches, our website, or call us for information about our optional Overdraft services, use of check registers, account alerts, mobile banking, telephone banking, online banking, and paperless statements.</p>
	<p>If you have questions or would like more information, please visit any of our Branches or call us at 1-866-4UMPQUA (1-866-486-7782).</p> <p>Please refer to the Business Rules & Regulations for complete Account details.</p>	



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Rolling Hills Csd

PO Box 5266

El Dorado Hills, CA 95762-0005



Dear Valued Pioneer Customer,

A recent data transfer glitch prevented Pioneer's electric generation charges from appearing on the September bills for customers with meter read dates of September 11, 12 and 13.

The problem has been corrected, but affected customers will see September charges on their October bill. Please note, these are not duplicative charges. It is simply two months on one bill. Pioneer savings continue to be at least 15% lower compared to PG&E's generation rates.

We wanted to alert you to this billing situation, apologize for any inconvenience, and eliminate any confusion about the October bill. We have been working closely with PG&E on this issue, and both of our teams are available to answer any questions you have.

If the charges are too much to pay at one time, PG&E offers payment plans. Call (866)743-0335 for payment plan options.

For other questions, contact Pioneer at (844) 937-7466 or at (916) 758-8948.

Thank you for being a Pioneer customer.

The Pioneer Team

Item 6.a.
11/14/23

RHCSD 2024 Regular Meeting Schedule - Proposed

For consideration:

3 rd Tuesday of Month	Other - TBD
January 16	
February 20	
March 19	
April 16	
May 21	
June 18	
July 16	
August 20	
September 17	
October 15	
November 19	(Thanksgiving November 28)
(no meeting December)	

Communication of No Material Weaknesses in a Separate Report

Board of Directors

Rolling Hills Community Services District

In planning and performing my audit of the financial statements of the governmental activities of Rolling Hills Community Services District as of and for the years ended June 20, 2022, 2021 and 2020, in accordance with auditing standards generally accepted in the United States of America, I considered Rolling Hills Community Services District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Rolling Hills Community Services District's internal control. Accordingly, I do not express an opinion on the effectiveness of Rolling Hills Community Services District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

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

This communication is intended solely for the information and use of management, Board of Directors, others within Rolling Hills Community Services District, and is not intended to be, and should not be, used by anyone other than these specified parties.

Vaughn Johnson, CPA
Cameron Park, CA

October 31, 2023

ROLLING HILLS COMMUNITY SERVICES DISTRICT
FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2022, 2021, 2020

Rolling Hills Community Services District
For the Years Ended
June 30, 2022, 2021, 2020
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VAUGHN JOHNSON, CPA

INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Rolling Hills Community Services District
El Dorado County, California

I have audited the accompanying financial statements of the governmental activities and general fund of Rolling Hills Community Services District as of and for the years ended June 30, 2022, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the District's financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities as of June 30, 2022, 2021, and 2020, and the respective changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

VAUGHN JOHNSON, CPA

In performing an audit in accordance with generally accepted auditing standards, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, 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. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries 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 I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. My opinion on the basic financial statements is not affected by this missing information.

Vaughn Johnson

Vaughn Johnson, CPA

October 31, 2023

Rolling Hills Community Services District
Fund Balance Sheet/ Statement of Net Position
June 30, 2022

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
ASSETS			
Cash in county treasury	\$482,809	\$	\$482,809
Imprest cash	5,000		5,000
Capital assets net of accumulated depreciation	<u> </u>	<u> </u>	<u> -</u>
Total Assets	<u><u>\$487,809</u></u>	<u><u>\$0</u></u>	<u><u>\$487,809</u></u>
LIABILITIES			
Accounts payable	<u>\$ 6,286</u>	<u> </u>	<u>\$ 6,286</u>
Total Liabilities	<u>6,286</u>	<u>-</u>	<u>6,286</u>
FUND BALANCE/NET ASSETS			
Fund Balances:			
Nonspendable	5,000	(5,000)	
Reserved	<u>476,523</u>	<u>(476,523)</u>	
Total Fund Balance	<u>481,523</u>	<u>(481,523)</u>	<u> </u>
Total Liabilities and Fund Balances	<u><u>\$ 487,809</u></u>		
NET POSITION			
Invested in capital assets net of related debt		-	-
Restricted for Public Ways & Facilities		<u>481,523</u>	<u>481,523</u>
TOTAL NET POSITION		<u><u>\$ 481,523</u></u>	<u><u>\$ 481,523</u></u>

See notes to financial statements.

Rolling Hills Community Services District
Fund Balance Sheet/ Statement of Net Position
June 30, 2021

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
ASSETS			
Cash in county treasury	\$497,264	\$	\$497,264
Imprest cash	5,000		5,000
Prepaid expenses			-
Capital assets net of accumulated depreciation			-
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$502,264</u>	<u>\$0</u>	<u>\$502,264</u>
LIABILITIES			
Accounts payable	<u>\$ 32,719</u>	<u>\$</u>	<u>\$ 32,719</u>
	<u>32,719</u>	<u>-</u>	<u>32,719</u>
FUND BALANCE/NET ASSETS			
Fund Balances:			
Nonspendable	5,000	(5,000)	
Restricted	<u>464,545</u>	<u>(464,545)</u>	
	<u>469,545</u>	<u>(469,545)</u>	
Total Fund Balance	<u>469,545</u>	<u>(469,545)</u>	
Total Liabilities and Fund Balances	<u>\$ 502,264</u>		
NET POSITION			
Invested in capital assets net of related debt		-	-
Restricted for Public Ways & Facilities		<u>469,545</u>	<u>469,545</u>
TOTAL NET POSITION		<u>\$ 469,545</u>	<u>\$ 469,545</u>

See notes to financial statements.

Rolling Hills Community Services District
Fund Balance Sheet/Statement of Net Position
June 30, 2020

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
ASSETS			
Cash in county treasury	\$555,814	\$	\$555,814
Imprest cash	5,000		\$5,000
Capital assets net of accumulated depreciation			-
	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$560,814</u>	<u>\$0</u>	<u>\$560,814</u>
LIABILITIES			
Accounts payable	<u>\$ 23,174</u>	<u>\$</u>	<u>\$ 23,174</u>
	<hr/>		<hr/>
Total Liabilities	<u>23,174</u>	<u>-</u>	<u>23,174</u>
FUND BALANCE/NET ASSETS			
Fund Balances:			
Nonspendable	5,000	(5,000)	
Restricted	<u>532,640</u>	<u>(532,640)</u>	
	<hr/>	<hr/>	
Total Fund Balance	<u>537,640</u>	<u>(537,640)</u>	
	<hr/>		
Total Liabilities and Fund Balances	<u><u>\$ 560,814</u></u>		
NET POSITION			
Invested in capital assets net of related debt		-	-
Restricted for:			-
Public Ways & Facilities		<u>537,640</u>	<u>537,640</u>
		<hr/>	<hr/>
TOTAL NET POSITION		<u><u>\$ 537,640</u></u>	<u><u>\$ 537,640</u></u>

See notes to financial statements.

Rolling Hills Community Services District
Statement of Fund Revenues, Expenditures/Expenses, and Changes in Fund Balance/Statement of
Activities
For the Year Ended June 30, 2022

	<u>General</u> <u>Fund</u>	<u>Adjustments</u>	<u>Statement of</u> <u>Activities</u>
PROGRAM EXPENSES			
Materials and services	\$ 178,856		\$ 178,856
Depreciation			-
	<u>178,856</u>	<u>-</u>	<u>178,856</u>
TOTAL PROGRAM EXPENSES			
	<u>178,856</u>	<u>-</u>	<u>178,856</u>
PROGRAM REVENUES			
State homeowners property tax relief	<u>807</u>		<u>807</u>
	<u>807</u>		<u>807</u>
TOTAL PROGRAM REVENUES			
	<u>807</u>		<u>807</u>
NET PROGRAM REVENUES (DEFICIT)	<u>(178,049)</u>	<u>-</u>	<u>(178,049)</u>
GENERAL REVENUES			
Property taxes	109,696		109,696
Direct benefit assessments	78,400		78,400
Investment earnings	<u>1,931</u>		<u>1,931</u>
	<u>190,027</u>		<u>190,027</u>
TOTAL GENERAL REVENUES			
	<u>190,027</u>		<u>190,027</u>
Net Change (Decrease) in Fund Balance/Net Position	11,978	-	11,978
FUND BALANCE/NET POSITION			
Beginning of the year	<u>469,545</u>	<u>-</u>	<u>469,545</u>
End of the year	<u><u>\$ 481,523</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 481,523</u></u>

See notes to financial statements.

Rolling Hills Community Services District
Statement of Fund Revenues, Expenditures/Expenses, and Changes in Fund Balance/Statement of
Activities
For the Year Ended June 30, 2021

	<u>General</u> <u>Fund</u>	<u>Adjustments</u>	<u>Statement of</u> <u>Activities</u>
PROGRAM EXPENSES			
Materials and services	\$ 255,970		\$ 255,970
Depreciation			-
	<u>255,970</u>	<u>-</u>	<u>255,970</u>
TOTAL PROGRAM EXPENSES			
PROGRAM REVENUES			
State homeowners property tax relief	819		819
Miscellaneous revenue	<u>513</u>		<u>513</u>
	<u>1,332</u>	<u>-</u>	<u>1,332</u>
TOTAL PROGRAM REVENUES			
NET PROGRAM REVENUES (DEFICIT)	<u>(254,638)</u>	<u>-</u>	<u>(254,638)</u>
GENERAL REVENUES			
Property taxes	105,429		105,429
Direct benefit assessments	78,700		78,700
Investment earnings	<u>2,414</u>		<u>2,414</u>
	<u>186,543</u>		<u>186,543</u>
TOTAL GENERAL REVENUES			
Net Change (Decrease) in Fund Balance/Net Position	(68,095)	-	(68,095)
FUND BALANCE/NET POSITION			
Beginning of the year	<u>537,640</u>	<u>-</u>	<u>537,640</u>
End of the year	<u>\$ 469,545</u>	<u>\$ -</u>	<u>\$ 469,545</u>

See notes to financial statements.

Rolling Hills Community Services District
Statement of Fund Revenues, Expenditures/Expenses, and Changes in Fund Balance/Statement of
Activities
For the Year Ended June 30, 2020

	<u>General</u> <u>Fund</u>	<u>Adjustments</u>	Statement of <u>Activities</u>
PROGRAM EXPENSES			
Materials and services	\$ 181,429		\$ 181,429
Depreciation		2,079	2,079
	<u>181,429</u>	<u>2,079</u>	<u>183,508</u>
TOTAL PROGRAM EXPENSES			
PROGRAM REVENUES			
State homeowners property tax relief	847		847
Other program revenues			-
	<u>847</u>		<u>847</u>
TOTAL PROGRAM REVENUES			
	<u>847</u>		<u>847</u>
NET PROGRAM REVENUES (DEFICIT)	<u>(180,582)</u>	<u>(2,079)</u>	<u>(182,661)</u>
GENERAL REVENUES			
Property taxes	102,235		102,235
Direct benefit assessments	79,400		79,400
Investment earnings	9,491		9,491
	<u>191,126</u>		<u>191,126</u>
TOTAL GENERAL REVENUES			
	<u>191,126</u>		<u>191,126</u>
Net Change (Decrease) in Fund Balance/Net Position	10,544	(2,079)	8,465
FUND BALANCE/NET POSITION			
Beginning of the year	<u>527,096</u>	<u>2,079</u>	<u>529,175</u>
End of the year	<u>\$ 537,640</u>	<u>\$ -</u>	<u>\$ 537,640</u>

See notes to financial statements.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Reporting Entity

The Rolling Hills Community Services District (District) is a legal subdivision of the State of California organized in 1978 for the purposes of road maintenance, bridges, parks and recreation, open-space, lighting, and culverts. The District's powers are exercised through an elected Board of Directors (Board), which as of June 30, 2022 was composed of the following members:

<u>Name</u>	<u>Term Expires</u>
Matt Sites	December 2022
Brenda Collette	December 2024
Gordon Fawkes	December 2024
Ed Mc Gowan	December 2022
Mark Magee	December 2024

The District was formed pursuant to Government Code Sections 61000-61936 to provide services to an approximate 250-acre area located on the south side of U.S. Highway 50 and on the north side of White Rock Road. There are no paid employees and maintenance activities are completed by both volunteers and licensed contractors.

The District levies assessments and provides services to 397 parcels at \$200 each for the purpose of maintaining and improving community infrastructure and for other lawful purposes of the District.

Basis of Presentation

This statement of net position and statement of activities display information about the primary government (the District). Using the economic resources measurement focus and the accrual basis of accounting, these statements report all of the assets, liabilities, revenues, expenses, gains and losses of the District. These statements include the financial activities of the overall government, except fiduciary activities.

The statement of activities presents a comparison between direct expenses and program revenues for the District's single governmental activity. Since all of the District's expenses are specifically associated with their single program or function (public ways and facilities) these expenses are clearly identifiable to that particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of the District's public ways and facilities. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

The fund balance amounts for governmental funds have been reclassified in accordance with GASB Statement No. 54.

Fund Financial Statements

The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental or enterprise funds, each displayed in a separate column. All remaining governmental or enterprise funds, if any, are separately aggregated and reported as non-major funds. The District utilizes a single governmental fund, the General Fund, to account for all revenues and expenditures necessary to carry out its single governmental activity.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

Given the simplicity of the District's operations (single program or activity) and the use of a single governmental fund (General Fund), the District's basic financial statements have been presented in columnar format whereby both the government-wide and fund financial statements have been presented in separate columns with an additional column showing any adjustments necessary to reflect the differences in the respective basis of accounting.

The District does not have any non-major governmental, fiduciary or proprietary funds.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the flow of economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District does not give (or receive) equal value in exchange, includes property and sales taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The measurable criterion requires that revenues be subject to reasonable estimation and the availability criterion refers to the District's ability to spend the resources related to recognition of revenue. The availability criterion requires that resources can only be recorded as revenue, if those resources are expected to be collected or otherwise realized in time to pay liabilities reported by the District within 30 days of the end of the accounting period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences, claims, and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

Budgetary Basis of Accounting

Pursuant to Section 53901 of the California Government Code, the District is required to file annual budgets with the El Dorado County Auditor-Controller's Office. The District complied with this requirement in the audit period. However, the District did not consistently file budget amendments with the County Auditor as warranted during the audit period; The District's annual budgets are prepared on the modified accrual basis of accounting except that current year encumbrances are budgeted as expenditures.

Cash and Investments

The District has instructed the County of El Dorado (County) to invest excess funds on deposit in their overall pooling of investment. The District's interest is then allocated according to the average cash balance in the County Treasury based upon the overall investments of the County. The balance in this account is presented on the financial statements as "Cash with County Treasury".

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

The County maintains written investment policies which address a wide variety of investment practices, including primary investment objectives, investment authority, allocable investment vehicles, investment maturity terms, eligible financial institutions, capital preservation, and cash flow management. All cash deposits at the County conform to the California Government Code Section 53646 and are fully collateralized by governmental securities pledged for the purpose of Public Deposit Collateral.

In accordance with Government Accounting Standards Board Statement No. 31, the County calculated the fair value of all investments included in the pooled investments based upon quoted market prices. Details of the pooled investments can be found in the County's basic financial statements.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes, interest earnings, and expense reimbursements.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property tax, sales tax, transient tax, franchise tax, and intergovernmental subventions since they are usually both measurable and available. Non-exchange transactions collectible but not available, such as property tax, are deferred in the fund financial statements in accordance with the modified accrual basis, but not deferred in the government-wide financial statements in accordance with the accrual basis.

Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. The District's experience is that all accounts receivable are collectible; therefore an allowance for doubtful accounts is unnecessary. There is no accounts receivable as of each reporting date.

Capital Assets

Capital assets for governmental fund types are not capitalized in the funds used to acquire or construct them. Capital acquisitions are reflected as an expenditure in the governmental fund, and the related assets are reported in the government-wide financial statements. Capital assets, owned by the District, are stated at historical cost or estimated historical cost, if actual historical cost is not available. Capital assets owned by the District were a few parcels of land they received through donation. However, the District did not maintain a detail listing of the parcels or their fair market value at the time received.

Depreciation of all exhaustible capital assets is recorded as an expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. After June 30, 2004 fixed assets were recorded. Land improvements are depreciated with the straight-line method with a life of 15 years.

Accounts Payable

Accounts payable consist of amounts the District owes for services or supplies purchased for on credit for maintenance of public ways and facilities.

Non-Current Governmental Assets/Liabilities

GASB Statement No. 34 eliminates the presentation of account groups but provides for these records to be maintained and incorporates the information into the Governmental Activities column in the government-wide statement of net assets.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses during the reporting period. Actual results could differ from these estimates and the differences may be material.

Accounting Records

Accounting records for the District is maintained by the El Dorado County Auditor-Controller's office. Controls are in place to ensure that all transactions are initiated, approved, and coded by the District's management prior to implementation by El Dorado County Auditor-Controller staff.

2. TAX LEVIED AND SPECIAL ASSESSMENTS

All property taxes are collected and allocated by El Dorado County to the various taxing entities. Property taxes are determined annually as of January 1 and attach as an enforceable lien on real property as of July 1. Taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively. The District participates in the County "Teeter Plan" method of property tax distribution. Under the Teeter Plan, the County remits property taxes to the District based on assessments, not on collections, according to the following schedule: 55 percent in December, 40 percent in April, and 5 percent at the end of the fiscal year. Property tax is recognized when it is available and measurable. The District considers property tax as available if it is received within 60 days after fiscal year end.

The District levies assessments and provides services to 349 parcels at \$200 each for the purpose of maintaining and improving community infrastructure and for other lawful purposes of the District.

3. CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING THE DISTRICT

Article XIII B of the California State Constitution requires that the District's Board pass, by resolution, their annual appropriations spending limit. Article XIII B, as subsequently amended by Proposition 111, limits the annual appropriations (spending ability) of the District to the level of appropriations for the prior fiscal year adjusted for changes in the cost of living and in population (economic factors). The District may also establish or change the appropriations limit beyond these economic factors by election, subject to, and in conformity with constitutional and statutory voting requirements. The duration of any such change is determined by the said electors, but in no event can it exceed four years. The appropriations of the District, subject to Article XIII B limitations, are the proceeds of taxes including, but not limited to, property taxes, special taxes for general governmental purposes or maintenance, and interest earned from the fore mentioned proceeds of taxes.

On November 5, 1996, the voters of the State of California Approved Proposition 218, properly known as the "Right to Vote on Taxes Act." Proposition 218 added to the California Constitution Articles XIII C and XIII D, which contain a number of provisions that affect the ability of local agencies, including the District, to levy and collect both existing and future taxes, assessments, fees and charges. Article XIII C stipulates that the District must obtain voter approval of any increase in taxes and Article XIII D establishes the specific procedures and requirements that must be followed to obtain voter approval for any special taxes.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

The combined effect of the above mentioned Articles of the State Constitution legally set limits on the District's ability to increase and spend tax revenues. Specifically, the District does not have the legal power to raise taxes without voter approval. In addition, the District is limited in its ability to legally encumber and spend the tax revenues by means of the appropriations spending limit. Such limit is automatically increased annually by economic factors independent of the District Management's control. In addition, the District may increase its spending limit by obtaining voter approval and any such voter approved spending limit or increase has a statute of limitations of not more than four years.

For the period of July 01, 2019 to June 30, 2022 the District did not increase its spending appropriations beyond the allowable economic factors.

4. CASH AND INVESTMENTS

The County sponsors an investment pool that is managed by the County Treasurer for the purpose increasing interest earnings through investment activities. Cash and investments for most County activities are included in the investment pool. Interest earned on the investment pool is distributed to the participating funds using a formula based on the average daily cash balance of each fund.

The investment pool includes both voluntary and involuntary participation from external entities. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer.

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority, safety, liquidity, public trust, and yield.

The County Board of Supervisors reviews and approves the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the investment pool participants every quarter. The report covers the type of investments in the pool, maturity dates, par value, actual costs and fair value.

The District's cash and investments are comprised of the following at June 30, 2022:

<u>Deposits and Investments</u>	<u>Carrying Amount</u>	<u>Market Value</u>	<u>Investment Risk</u>
Cash in County of El Dorado Treasury	\$482,809	\$482,809	AA
Cash in Bank	5,000	5,000	
Total cash and investments	<u>\$482,809</u>	<u>\$482,809</u>	NA

Credit Risk, Carrying Amount and Fair Value

The District investment policy, which is guided by the Government Code, allows for investment in the following:

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

The following identifies the investment types that are authorized for the District by the California Government Code.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented above is the minimum rating required by (where applicable) the California Government Code, debt agreements, and the actual rating as of fiscal year end for each investment type.

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 does 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 that 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 (unless so waived by the government unit). 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 District deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2022, none of the District's deposits with financial institutions in excess of federal depository insurance limits was held in collateralized accounts.

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As of the year-end, cash in County of El Dorado held by the District are all under one-year in maturity and are non-negotiable and, thus, have a guaranteed face value.

5. CAPITAL ASSETS

Capital assets are recorded at cost. Costs of maintenance and repairs that do not add to the value of assets or extend their useful lives are not capitalized. Capital assets at June 30, 2022 are as follows:

Land improvements	\$ 61,340
Accumulated depreciation	<u>(61,340)</u>
	<u>\$ -0-</u>

Depreciation expense for 2020 was \$2,079.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

6. NET POSITION/FUND BALANCE

a. Net Position

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

- *Net Investment in Capital Assets:* This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Position:* This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Included in governmental activities restricted net position at June 30, 2022, is net position restricted by enabling legislation of \$481,523.
- *Unrestricted Net Position:* This category represents net assets of the District, not restricted for any project or other project.

b. Fund Balance

As prescribed by GASB Statement No. 54, governmental funds report fund balances in classifications based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in those funds. As of June 30, 2022, fund balances for governmental funds comprise the following based on the relative strength of the constraints that control how specific amounts can be spent:

- *Nonspendable Fund Balance:* This category includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories, and prepaid amounts.
- *Restricted Fund Balance:* This category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed Fund Balance:* This category includes amounts that can be used only for the specific purposes determined by a formal action of the District’s highest level of decision-making authority (resolution by the District’s Board). Commitments may be changed or lifted only by the District’s Board taking the same formal action that imposed the constraint originally.
- *Assigned Fund Balance:* This category comprises amounts intended to be used by the District for specific purposes that are neither restricted nor committed. *Intent* is expressed by (a) the District’s Board or (b) a body (a budget or finance committee, for example) or official to which the District’s Board has delegated the authority to assign amounts to be used for specific purposes.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

- *Unassigned Fund Balance:* This category is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification was used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

In circumstances when an expenditure is incurred for purposes for which amounts are available in multiple fund balance classifications, fund balance is generally depleted in the order of restricted, committed, assigned, and unassigned.

7. POTENTIAL CONFLICTS OF INTEREST

Government Code Sections 1090-1099 stipulate certain activities considered to be a “conflict of interest” if performed by district board members and/or employees in their official capacity. These prohibited activities include:

- The involvement in the disbursement of moneys or payments with vendors in which they have a financial interest.
- The disclosure of information, which is not a matter of public record, which may result in a financial gain to a district board member, district employee, or another party.

The District’s Board members are aware of these Government Code restrictions and, further, assert their avoidance of these activities and any other that might be perceived, by a reasonable person, to be a conflict of interest.

8. PREVAILING WAGE RATES

The provisions of Labor Code 1770-1771 related to contracts entered into by governmental agencies impose a liability to pay prevailing wage rates to workers employed on public works projects. California Labor Code requires that workers employed on public works be paid not less than “the prevailing rate of per diem wages for work of a similar character in the locality.” A public works contractor who pays less than the prevailing wage rates will be liable to the worker for the difference. The State of California may sue for the amounts due.

The District’s Board members are aware of this Labor Code and understand their responsibilities to call this requirement to the attention of contractors employed by the District. Further, the District’s Board members understand that the notification of potential contractors of the applicability of the Labor Codes, limits the liability of the District for a contractor’s failure to comply with the law.

9. 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; injuries to employees; and natural disasters for which the District participates in the Special District Risk Management Authority (SDRMA) Property and Liability Insurance Program for risk of loss. The program provides general liability, property, commercial auto, boiler and machinery, employment practices, employee dishonesty coverage, employment benefits liability, public official errors and omissions and public official personal liability insurance coverage.

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022, 2021, 2020

SDRMA is composed of California public entities and is organized under a joint powers agreement pursuant to California Government Code Section 6500 et seq. The purpose of SDRMA is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group-purchased insurance and administrative services.

The District paid no material uninsured losses during the last three fiscal years and had no significant reductions in coverage during the year. Liabilities of the District are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The District considers claims incurred and reported, as well as claims incurred but not reported, to be immaterial and has not accrued an estimate of such claims payable.

The District's maximum coverage as of June 30, 2022 consisted of \$2.5 million for general liability, including bodily injury, property damage, employee benefits, employee/public officials E&O and dishonesty, employment practices liability and auto bodily injury and property damage, \$1.0 million for employee/public officials dishonesty and \$0.5 million for public officials personal liability. The District has property and mobile equipment coverage of \$1.0 billion and boiler, machinery coverage of \$100 million.

10. SUBSEQUENT EVENTS

Management evaluated all the activities have been evaluated of the District through October 31, 2023 the date the financial statements were available to be issued.

In December 2019, a novel strain of coronavirus (COVID-19) was reported to have surfaced in China. The World Health Organization has characterized COVID-19 as a pandemic. The spread of this virus has caused business disruption to the District when stay at home orders were issued by the Governor of California. The extent of the impact of COVID-19 on the District's operational and financial performance will depend on future developments, including the duration and spread of the outbreak and the length of stay-at-home orders, all of which are highly uncertain and cannot be predicted at this time.

SUPPLEMENTARY INFORMATION

Rolling Hills Community Services District
Statement of Revenue, Expenditure and Changes in Fund Balance--Budget and Actual
For the Year Ended June 30, 2022

	Original <u>Budget</u>	Final <u>Budget</u>	Actual <u>Amount</u>	Variance with Final Budget Positive <u>(Negative)</u>
Budgetary fund balances and reserves July 1, 2021	\$ 64,800	\$ 64,800		\$ (64,800)
Resources (inflows)				
Property taxes	100,500	100,500	109,696	9,196
Direct special assessments	76,900	76,900	78,400	1,500
State homeowner's property tax exemption			807	807
Use of Money-interest	1,800	1,800	1,932	132
Misc Revenue	<u>1,000</u>	<u>1,000</u>		<u>(1,000)</u>
Amounts Available for Appropriation	<u>245,000</u>	<u>245,000</u>	<u>190,835</u>	<u>(54,165)</u>
Charges to appropriations (outflows)				
Telephone	350	350	358	(8)
County Pass Thru Telephone	150	150		150
Food	50	50		50
Insurance	5,450	5,450	5,732	(282)
Maintenance: grounds	16,000	16,000	4,365	11,635
Maintenance: park	85,000	85,000	81,335	3,665
Maintenance: water	6,000	6,000	15,722	(9,722)
Maintenance: drainage	7,500	7,500		7,500
Maintenance: roads	30,000	30,000		30,000
Maintenance: lighting	500	500	347	153
Maintenance: supplies	500	500	392	108
Memberships	675	675	1,102	(427)
Misc. expense	300	300		300
Office expense	200	200	50	150
Postage	450	450	126	324
Printing	500	500		500
Online subscriptions			433	(433)
Professional & specialized services	35,000	35,000	24,924	10,076
Agency administrative fee	325	325	142	183
Legal services	5,000	5,000	5,025	(25)
Special district director services	4,500	4,500	5,625	(1,125)
Publication & legal notices	200	200		200
Rent & lease: equipment	800	800	385	415
Rent & lease: building & improvements	3,800	3,800	1,260	2,540
SB924: transportation & travel	50	50		50
Mileage: employee	200	200		200
Utilities	<u>41,500</u>	<u>41,500</u>	<u>31,534</u>	<u>9,966</u>
Total charges to appropriations	<u>245,000</u>	<u>245,000</u>	<u>178,857</u>	<u>66,143</u>
Budgetary Balances June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,978</u>	<u>\$ 11,978</u>

Rolling Hills Community Services District
Statement of Revenue, Expenditure and Changes in Fund Balance--Budget and Actual
For the Year Ended June 30, 2021

	Original <u>Budget</u>	Final <u>Budget</u>	Actual <u>Amount</u>	Variance with Final Budget Positive (Negative)
Budgetary fund balances and reserves July 1, 2020	\$ 71,100	\$ 71,100		\$ -
Resources (inflows)				
Property taxes	98,000	98,000	105,429	7,429
Direct special assessments	79,800	79,800	78,700	(1,100)
State homeowner's property tax exemption			819	819
Use of Money-interest	7,500	7,500	2,414	(5,086)
Miscellaneous revenue	800	800	513	(287)
Amounts Available for Appropriation	<u>257,200</u>	<u>257,200</u>	<u>187,875</u>	<u>(69,325)</u>
Charges to appropriations (outflows)				
Telephone	350	350	363	(13)
County Pas Thru Telephone	150	150		150
Food	50	50		50
Expendable Equipment			240	(240)
Insurance	5,450	5,450	5,372	78
Maintenance: grounds	11,000	11,000	15,675	(4,675)
Maintenance: park	83,000	83,000	99,853	(16,853)
Maintenanc: water	6,000	6,000	1,215	4,785
Maintenance: drainage	7,500	7,500	2,450	5,050
Maintenance: roads	200	200	31,506	(31,306)
Maintenance: lighting	500	500		500
Maintenance: supplies	500	500	161	339
Memberships	675	675	670	5
Misc. expense	300	300	37	263
Office expense	200	200	430	(230)
Postage	450	450	561	(111)
Printing	500	500	650	(150)
On-line subscription			317	(317)
Professional & specialized services	35,000	35,000	37,964	(2,964)
Agency administrative fee	325	325	131	194
Auditing	9,000	9,000	8,000	1,000
Legal services	5,000	5,000	1,575	3,425
EDC Dept			45	(45)
Other Government Agencies			50	(50)
Special district director services	4,500	4,500	4,875	(375)
Publication & legal notices	200	200	322	(122)
Rent & lease: equipment	800	800	1,166	(366)
Rent & lease: building & improvements	3,800	3,800	1,436	2,364
Special projects	40,000	40,000		40,000
SB924: transportation & travel	50	50		50
Road: Signs		-	20	(20)
Road: Paint			51	(51)
Mileage: employee	200	200		200
Utilities	41,500	41,500	40,835	665
Total charges to appropriations	<u>257,200</u>	<u>257,200</u>	<u>255,970</u>	<u>1,230</u>
Budgetary Balances June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (68,095)</u>	<u>\$ (68,095)</u>

Rolling Hills Community Services District
Statement of Revenue, Expenditure and Changes in Fund Balance--Budget and Actual
For the Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	Variance with Final Budget Positive (Negative)
Budgetary fund balances and reserves July 1, 2019	\$ 50,900	\$ 50,900		\$ (50,900)
Resources (inflows)				
Property taxes	92,000	92,000	102,235	10,235
Direct special assessments	80,000	80,000	79,400	(600)
State homeowner's property tax exemption		-	847	847
Use of money-interest	7,000	7,000	9,491	2,491
Amounts Available for Appropriation	<u>229,900</u>	<u>229,900</u>	<u>191,973</u>	<u>(37,927)</u>
Charges to appropriations (outflows)				
Telephone	350	350	201	149
County Pass Thru Telephone	500	500		500
Cable/Internet Service			320	(320)
Food	50	50		50
Expendable Equipment			115	(115)
Insurance	3,800	3,800	3,979	(179)
Maintenance: grounds	9,000	9,000	7,599	1,401
Maintenance: park	73,000	73,000	72,660	340
Maintenance: water system	6,000	6,000	4,656	1,344
Maintenance: drainage	10,000	10,000	5,457	4,543
Maintenance: roads		-	1,089	(1,089)
Maintenance: lighting	500	500	10,673	(10,173)
Maintenance: supplies	300	300	1,254	(954)
Memberships	650	650	653	(3)
Miscellaneous	300	300	244	56
Office expense	500	500	239	261
Postage			216	(216)
Printing	650	650	235	415
Professional & specialized services	26,000	26,000	29,097	(3,097)
Agency administrative fee	150	150	309	(159)
Audit & Accounting Services	9,000	9,000		9,000
Legal services	3,000	3,000	2,021	979
Special district director services	5,250	5,250	3,600	1,650
Publication & legal notices		-	699	(699)
Rent & lease: equipment	800	800	918	(118)
Rent & lease: building & improvements	3,800	3,800	3,073	727
Special Projects	48,300	48,300		48,300
SB924: transportation & travel	300	300		300
Mileage: employee	200	200	108	92
Utilities	27,500	27,500	32,014	(4,514)
Total charges to appropriations	<u>229,900</u>	<u>229,900</u>	<u>181,429</u>	<u>48,471</u>
Budgetary Balances June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,544</u>	<u>\$ 10,544</u>

**Rolling Hills Community Services
Budgetary Comparison Schedule
General Fund
For the Years Ended June 30, 2022, 2021, 2020**

An explanation of the differences between budgetary inflows and outflows, and GAAP revenues and expenditures:

<u>Sources/Inflows of Resources</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparisons schedule	\$190,835	\$187,875	\$ 191,973
Difference budget to GAAP The fund balance at the beginning of the year is a budgetary resource, but is not a current year revenue for financial reporting purposes	-	-	-
Total Revenues as reported on the statement of revenues, expenditures and changes in the fund balance governmental funds	<u>\$190,835</u>	<u>\$187,875</u>	<u>\$ 191,973</u>
<u>Uses/Outflow resources</u>			
Actual amounts (budgetary) "total charges to appropriations" from budgetary comparison schedule	\$178,857	\$255,970	\$ 181,429
Difference budget to GAAP Residual equity transfers out are a budgetary use of funds, but are not expenditures for financial reporting purposes-reserves Other GAAP adjustments-appropriation for contingencies	-	-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance governmental funds	<u>\$178,857</u>	<u>\$255,970</u>	<u>\$181,429</u>

ROLLING HILLS COMMUNITY SERVICES DISTRICT
NOTES TO THE SUPPLEMENTARY INFORMATION
JUNE 30, 2022, 2021, 2020

NOTE 1 – PURPOSE OF SCHEDULES

A. Budgetary Comparison Schedule

The District employs budget control individual appropriation accounts. Budget are prepared on the budgetary basis. The budgets are revised during the year by the Board of Directors to provide for revised priorities. Expenditures cannot legally exceed appropriations. The originally adopted and final revised budgets for the General Fund are presented as Required Supplementary Information. The Budgeted Comparison Schedule – General Fund is presented to explain the differences between budgetary inflows and outflows and the modified accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as provided by the Governmental Accounting Standards Board.