

GOLD RIDGE FIRE PROTECTION DISTRICT

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

JUNE 30, 2016 and 2015

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Gold Ridge Fire Protection District
Sebastopol, California

We have audited the accompanying financial statements of the governmental activities of Gold Ridge Fire Protection District (a special purpose government) as of and for the year ended June 30, 2016 and 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



Goranson and Associates, Inc.

717 College Avenue, First Floor, Santa Rosa, CA 95404 Phone: 707/542-1256 Fax 707/978-3090

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of Gold Ridge Fire Protection District as of June 30, 2016 and 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-8 and 16-17 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Goranson and Associates, Inc.

November 2, 2016
Santa Rosa, CA

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Gold Ridge Fire Protection District (District) we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2016 and 2015. We encourage readers to consider the information presented here in conjunction with the District's financial statements (pages 9-17) and the accompanying notes to the basic financial statements (pages 18-31).

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the fiscal year by \$2,142,402 and \$1,623,930 (net position) for 2016 and 2015. Of this amount \$643,757 and \$146,979 (unrestricted net position) for 2016 and 2015 may be used to meet the government's ongoing obligations to citizens and creditors.
- The District's total net position increased by \$518,472 and \$580,577. This increase for 2016 is a result of liabilities paid down. The decrease for 2015 is due to a prior period restatement to ensure deferred inflows and outflows are appropriately calculated.
- As of the close of the current fiscal year, the District's governmental funds reported an ending fund balance of \$1,218,817 and \$927,291 for 2016 and 2015, a net increase of \$291,526 for 2016 and \$166,432 for 2015 in comparison with the prior years.
- The District's long-term liabilities of notes payable had a net decrease of \$111,788 during 2016 because principal payments made and deferred inflows recognized. Long-term liabilities increased by \$723,599 in 2015 because of the full recognition of the deferred outflows.
- The District's deferred outflows decreased by \$186,361 in order to record in full the CalPERS retirement outflow at year end. There is a prior period restatement of \$653,697 due to the new implementation of GASB No. 68.

Overview of the Financial Statements

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

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

The statement of net assets present information on all of the District's assets and liabilities, with the difference between two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements can be found on pages 9-11 of this report.

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

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

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

The District uses governmental funds to account for its activities, which include fire protection services in the district boundaries. The district adopts an annual appropriated budget for its funds. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 12-17 of this report.

Notes to the basic financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 18-31 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$2,142,402 and \$1,623,930 at the close of the fiscal years ended 2016 and 2015.

A large portion of the district's net assets (70 percent for 2016 and 91 percent for 2015) reflects its investment in capital assets (e.g. buildings and improvements and equipment). The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

NET POSITION

	2016	2015
Current and other assets	\$ 1,243,981	\$ 958,864
Capital assets	2,018,965	2,109,059
Total assets	<u>3,262,946</u>	<u>3,067,923</u>
Long-term liabilities outstanding	964,311	1,285,580
Liabilities due within one year	156,233	158,413
Total liabilities	<u>1,120,544</u>	<u>1,443,993</u>
Net position:		
Invested in capital assets, net of related debt	1,498,645	1,476,951
Unassigned	643,757	146,979
Total net position	<u>\$ 2,142,402</u>	<u>\$ 1,623,930</u>

The balance of the unrestricted net position \$643,757 for 2016 and \$146,979 for 2015 may be used to meet the District's ongoing obligations to citizens and vendors.

Long-term liabilities decreased by \$321,269 in 2016 due to the recording of the CalPERS retirement deferred outflows as well as decrease in compensated absences and a large principal pay down of notes payable. Long-term liabilities increased by \$723,599 in 2015 because of the full recognition of the deferred outflows.

At the end of the current fiscal year, the District is able to report positive balances in all categories of net assets. The same held true for the prior fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental activities - Governmental activities increased the District's net position by \$518,472 for 2016 and \$166,432 for 2015. This increase is a result of net income in the governmental activities.

CHANGES IN NET POSITION

	<u>2016</u>	<u>2015</u>
Revenues:		
Program revenues:		
Public safety - fire protection	\$ 602,422	\$ 372,808
General revenues:		
Property taxes	1,770,250	1,715,593
Investment income and other	<u>1,649</u>	<u>1,458</u>
Total revenues	<u>2,374,321</u>	<u>2,089,859</u>
Expenses:		
Public safety - fire protection	<u>1,855,849</u>	<u>2,012,472</u>
Change in net position	518,472	77,387
Net position - beginning of the year	<u>1,623,930</u>	<u>1,546,543</u>
Net position - end of the year	<u>\$ 2,142,402</u>	<u>\$ 1,623,930</u>

Financial Analysis of the Government's Funds

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

Governmental Funds

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

As of the end of the 2016 fiscal year, the District's governmental funds reported ending fund balances of \$1,218,817, a net increase of \$291,526 in comparison with the prior year. As of the end of the 2015 fiscal year, the District's governmental funds reported ending fund balances of \$927,291, a net increase of \$166,432 in comparison with the prior year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unreserved fund balance of the general fund was \$986,991 for 2016 and \$695,465 for 2015. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 81 percent of total general fund expenditures which were \$2,082,795 for 2016. Unreserved fund balance represents 47 percent of total general fund expenditures which were \$2,085,795 for 2015.

General Fund Budgetary Highlights

Material differences between the original budget and the final amended budget can be briefly summarized as follows:

- increase in personnel costs
- increase in intergovernmental revenue
- increase in services and supplies

Capital Assets

Capital assets - The District's investment in capital assets, as of June 30, 2016 and 2015, amounts to \$2,018,965 and \$2,109,059 (net of accumulated depreciation). This investment in capital assets includes equipment, buildings and improvements.

Additional information on the District's capital assets can be found on Note 1 on page 19 of this report.

Debt Administration

At the end of the fiscal year ended 2016, the District had total long-term obligations of \$88,404 in compensated absences, \$471,604 in deferred outflows and \$404,303 in notes payable for a total of \$964,311. During the fiscal year, the District's long-term debt decreased by \$321,269. At the end of the fiscal year ended 2015, the District had total long-term obligations of \$107,295 in compensated absences, \$657,965 in deferred outflows and \$404,303 in notes payable for a total of \$632,108. During the fiscal year, the District's long-term debt increased by \$723,599.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered in preparing the District's budget for the fiscal year ending June 30, 2016.

- Property tax revenues – the county anticipates a small increase in tax collection levels. The budget is adjusted accordingly
- Amount of intergovernmental revenue anticipated based on contracts.
- Equipment purchases planned for fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Request for Information

The financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Gold Ridge Fire Protection District, 4500 Hessel Road, Sebastopol, California.

GOLD RIDGE FIRE PROTECTION DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and investments	\$ 1,089,472	\$ 858,442
Accounts receivable, government agency	154,509	100,422
Total current assets	<u>1,243,981</u>	<u>958,864</u>
Capital assets (net of accumulated depreciation):		
Land	40,066	40,066
Building and improvements	607,293	632,294
Equipment	<u>1,371,606</u>	<u>1,436,699</u>
Total capital assets	<u>2,018,965</u>	<u>2,109,059</u>
Total assets	<u>\$ 3,262,946</u>	<u>\$ 3,067,923</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued expenses	\$ 40,216	\$ 46,625
Current portion of note payable	116,017	111,788
Total current liabilities	<u>156,233</u>	<u>158,413</u>
Long term liabilities:		
Note payable	404,303	520,320
Compensated absences	88,404	107,295
Deferred outflows		
Net pension liability	471,604	657,965
Total long term liabilities	<u>964,311</u>	<u>1,285,580</u>
Total liabilities	<u>1,120,544</u>	<u>1,443,993</u>
NET POSITION		
Net investment in capital assets	1,498,645	1,476,951
Unassigned	<u>643,757</u>	<u>146,979</u>
Total net position	<u>2,142,402</u>	<u>1,623,930</u>
Total liabilities and net position	<u>\$ 3,262,946</u>	<u>\$ 3,067,923</u>

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

Program Expenses	<u>2016</u>	<u>2015</u>
Public safety - fire protection		
Salaries and employee benefits	\$ 1,429,516	1,563,855
Services and supplies	286,345	290,128
Interest	23,971	39,228
Depreciation	<u>116,017</u>	<u>119,261</u>
Total program expenses	<u>1,855,849</u>	<u>2,012,472</u>
 Program Revenues		
Intergovernmental revenue	454,211	295,183
Donations	57,499	3,119
Rent revenue	36,936	36,840
Charges for services	3,717	6,207
Other charges for services	<u>50,059</u>	<u>31,459</u>
Total program revenues	<u>602,422</u>	<u>372,808</u>
Net program revenues (expenses)	<u>(1,253,427)</u>	<u>(1,639,664)</u>
 General revenues		
Property taxes	1,770,250	1,715,593
Investment earnings	<u>1,649</u>	<u>1,458</u>
Total general revenues	<u>1,771,899</u>	<u>1,717,051</u>
 Change in net position	518,472	77,387
 Net position, beginning of year	<u>1,623,930</u>	<u>1,546,543</u>
 Net position, end of year	<u>\$ 2,142,402</u>	<u>\$ 1,623,930</u>

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from government, grants, program revenue	\$ 2,132,225	\$ 2,015,374
Cash paid to vendors and employees	(1,765,133)	(1,829,816)
Investment income received	1,649	1,458
Net cash provided (used) by operations	<u>368,741</u>	<u>187,016</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of equipment	<u>(25,923)</u>	<u>(342,201)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net proceeds (principal payments) on note payable	<u>(111,788)</u>	<u>193,999</u>
NET CHANGE IN CASH	231,030	38,814
CASH, beginning of year	<u>858,442</u>	<u>819,628</u>
CASH, end of year	<u><u>\$ 1,089,472</u></u>	<u><u>\$ 858,442</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Change in net position	\$ 518,472	\$ 77,388
Adjustments to reconcile change in net assets to cash from operations		
Depreciation and amortization	116,017	119,261
(Increase) decrease in:		
Receivables	(54,087)	(73,027)
Prepays	-	33,346
Increase (decrease) in:		
Accounts payable and accrued expenses	<u>(25,300)</u>	<u>30,048</u>
Total cash provided (used) by operations	<u><u>\$ 368,741</u></u>	<u><u>\$ 187,016</u></u>

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
	Total	Total
ASSETS		
Cash and investments	\$ 1,089,472	\$ 858,442
Accounts receivable	154,509	100,422
Prepaid expenses	-	-
Total assets	<u>1,243,981</u>	<u>958,864</u>
 LIABILITIES and FUND BALANCE		
Liabilities		
Accounts payable and accrued expenses	<u>\$ 25,164</u>	<u>\$ 31,573</u>
 Fund balance		
Assigned for capital improvements	231,826	231,826
Unreserved	<u>986,991</u>	<u>695,465</u>
Total fund balance	<u>1,218,817</u>	<u>927,291</u>
 Total liabilities and fund balances	 <u>\$ 1,243,981</u>	 <u>\$ 958,864</u>

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2016 and 2015

	2016	2015
Fund balances - total government funds	\$ 1,218,817	\$ 927,291
<p>Amount reported for governmental activities in the statement of net assets is different because:</p> <p style="padding-left: 40px;">Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
	2,018,965	2,109,059
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
Compensated absences	(88,404)	(107,295)
Deferred outflow	(471,604)	(657,965)
Notes and interest payable	(535,372)	(647,160)
Net position of governmental activities	\$ 2,142,402	\$ 1,623,930

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

	2016	2015
Revenues:		
Property taxes	\$ 1,770,250	\$ 1,715,593
Investment earnings	1,649	1,458
Intergovernmental revenue	454,211	295,183
Donations	57,499	3,119
Rental income	36,936	36,840
Charges for Services	3,717	6,207
Miscellaneous	50,059	31,459
Total revenues	2,374,321	2,089,859
Expenditures:		
Current:		
Salaries and employee benefits	1,634,768	1,563,856
Services and supplies	312,138	315,040
Debt Service:		
Principal	111,918	106,341
Interest	23,971	39,228
Total expenditures	2,082,795	2,024,465
Net change in fund balances	291,526	65,394
Fund balance, beginning of year	927,291	861,897
Fund balance, end of year	\$ 1,218,817	\$ 927,291

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

**Amount reported for governmental activities in the statement of activities
is different because:**

	2016	2015
Net change in fund balance - governmental funds	\$ 291,526	\$ 65,394
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Current year depreciation	(116,017)	(119,261)
<p>Repayment of the note's principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position</p>		
Principal repayment	111,788	106,341
<p>Some expenses reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds</p>		
Change in compensated balances	18,891	(1,853)
Change in deferred outflows	186,359	-
Change in accrued interest	25,925	26,766
Change in net position of governmental activities	\$ 518,472	\$ 77,387

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
STATEMENT OF REVENUE, EXPENDITURE AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

	2016			Variance Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
Revenues				
Property taxes	\$ 1,686,097	\$ 1,688,570	\$ 1,770,250	\$ 81,680
Investment earnings	400	1,300	1,649	349
Intergovernmental revenue	164,700	272,700	454,211	181,511
Donations	5,000	5,500	57,499	51,999
Miscellaneous revenue	37,140	40,840	86,995	46,155
Total revenues	<u>1,896,059</u>	<u>2,013,467</u>	<u>2,374,321</u>	<u>360,854</u>
Expenditures				
Current:				
Salaries and employee benefits	1,446,598	1,538,576	1,634,768	(96,192)
Services and supplies	307,480	315,079	312,138	2,941
Debt service:				
Principal	111,802	110,752	111,918	(1,166)
Interest	23,529	24,910	23,971	939
Other expenses	6,650	9,150	-	9,150
Capital outlay	-	15,000	-	15,000
Total expenditures	<u>1,896,059</u>	<u>2,013,467</u>	<u>2,082,795</u>	<u>(69,328)</u>
Net change in fund balance	-	-	291,526	291,526
Fund balance, beginning of year	<u>927,291</u>	<u>927,291</u>	<u>927,291</u>	<u>-</u>
Fund balance, end of year	<u>\$ 927,291</u>	<u>\$ 927,291</u>	<u>\$ 1,218,817</u>	<u>\$ 291,526</u>

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
STATEMENT OF REVENUE, EXPENDITURE AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

	2015			Variance
	Budgeted Amounts		Actual	Positive
	Original	Final		(Negative)
Revenues				
Property taxes	\$ 1,655,540	\$ 1,634,000	\$ 1,715,593	\$ 81,593
Investment earnings	530	600	1,458	858
Intergovernmental revenue	124,700	248,702	295,183	46,481
Donations	9,700	10,000	3,119	(6,881)
Charges for services	2,717	4,457	6,207	1,750
Miscellaneous revenue	18,000	18,000	68,299	50,299
Total revenues	<u>1,811,187</u>	<u>1,915,759</u>	<u>2,089,859</u>	<u>174,100</u>
Expenditures				
Current:				
Salaries and employee benefits	1,385,568	1,481,842	1,563,856	(82,014)
Services and supplies	318,307	320,307	315,040	5,267
Debt service	<u>-</u>	<u>-</u>	<u>145,569</u>	<u>(145,569)</u>
Total expenditures	<u>1,703,875</u>	<u>1,802,149</u>	<u>2,024,465</u>	<u>(222,316)</u>
Net change in fund balance	107,312	113,610	65,394	(48,216)
Fund balance, beginning of year	<u>104,646</u>	<u>104,646</u>	<u>104,646</u>	<u>-</u>
Fund balance, end of year	<u>\$ 211,958</u>	<u>\$ 218,256</u>	<u>\$ 170,040</u>	<u>\$ (48,216)</u>

The accompanying notes are an integral part of these financial statements

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The District was formed in 1993 when the fire district of Hessel and Twin Hills merged, serving the communities of Hessel, Twin Hills and Freestone. They provide all-risk fire protection and emergency medical response across 75 square miles of rural Sebastopol and mutual aid to all surrounding fire districts. The June 29, 1993 resolution approved by the Board of Supervisors of Sonoma County created the reorganization under Resolution No. 93-0888. Under resolution No. 92-93-05, the Gold Ridge Fire District name was created. The district operates under Health and Safety Code Sections, 13816 through 13822. The District's governmental powers are exercised through the seven-member Board of Directors.

INTRODUCTION

The District's financial statements are prepared in conformity with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November, 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant accounting policies established in GAAP and used by the District are discussed below.

GOVERNMENT-WIDE STATEMENTS

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major fund).

In the government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities), the district's activities are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in two parts:(1) net investment in capital assets, and (2) unrestricted net position. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the grantor have been met.

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

GOVERNMENT-WIDE STATEMENTS (Continued)

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are supported by general government revenues (property taxes, Intergovernmental revenues, and fire related charges, i.e. fire permit fees). The Statement of Activities reduces gross expense's (including depreciation) by related program revenues, operating and capital grants and contributions, including special assessments. Operating grants include operating-specific and discretionary (either operating or capital) grants while capital grants reflect capital-specific grants.

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

GOVERNMENTAL FUND FINANCIAL STATEMENTS

Governmental fund financial statements include a balance sheet and a statement of revenues, expenditures, and changes in fund balance for its major governmental fund. An accompanying schedule is present to reconcile and explain the difference in net position as presented in these statements to the net position presented in the Government-wide financial statements.

The General fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues, and expenditures.

The District reports on the following major governmental fund:

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

Cash and Investments – The District reports certain investments at fair value in the balance sheet, and recognizes the corresponding change in the fair value of investments in the year in which the change occurred.

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Receivables and Payables

Flat charges Receivable – Flat charges collected are apportioned to the District to supplement property taxes collected for operating costs. Not all of the assessments are collected as of June 30, 2016 and 2015; therefore, the remainder of the uncollected assessments is considered flat charges receivable.

Property Taxes – The County of Sonoma is responsible for assessing, collecting and distributing property taxes in accordance with state law. Liens on real property are established January 1 for the ensuing fiscal year. The property tax is levied as of July on all taxable property located in the County of Sonoma. Secured property taxes are due in two installments, on November 1 and February 1, and are delinquent after December 10 and April 10, respectively. Additionally, supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction.

Since the passage of California's Proposition 13, beginning with the fiscal year 1978/1979, general property taxes are based either on a flat 1% rate applied to the 1975/1976 full value, or on one percent of the sales price of the property on sales transactions and construction after the 1975/1976 valuation. Taxable values on properties (exclusive of increases related to sales and construction) can rise at a maximum of two percent per year.

On June 30, 1993, the board of Supervisors adopted the "Teeter" Method of property tax allocation. This method allocates property taxes based on the total property tax billed. At Year-end, the county advances cash to each taxing jurisdiction equal to its current year delinquent property taxes based on the total property tax billed. At year-end, the County advances cash to each taxing jurisdiction equal to its current year delinquent property taxes. In exchange, the county receives the penalties and interest on delinquent taxes when collected. The penalties and interest are used to pay the interest cost of borrowing the cash used for the advances.

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Capital Assets

Capital assets, which include land, buildings and improvements, and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost of purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Buildings and improvements and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and improvements	30-50
Equipment	5-20

Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignation and for retirement.

Deferred Outflows

The District has deferred outflows for the CalPERS retirement plans they hold and per GASB No. 68.

Notes payable

The District has notes payable for equipment and vehicles.

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Net Position

Net position are classified into two components – invested in capital assets and unrestricted. These classifications are defined as follows:

- Invested in capital assets, net of related debt – This component of net assets consists of capital assets, net accumulated depreciation and net of related debt if any.
- Unrestricted net position – This component of net assets consists of net assets that do not meet the definition of "restricted" or "Invested in capital assets, net of related debt."

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Budgetary revenue estimates represent original estimates modified for any authorized adjustments which were contingent upon new or additional revenue resources. Budgetary expenditure amounts represent original appropriations adjusted by budget transfers and authorized appropriation adjustments made during the year. All budgets are adopted on a non-GAAP basis. The District's budgetary information was amended during the year.

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY, continued

Prior Period Adjustment

The District has a prior period adjustment for the recording of the deferred outflow for CalPERS retirement plans as required by the implementation of GASB No. 68. See Note 6 for further information.

NOTE 3 CASH AND INVESTMENTS

Hold funds in an Insured Cash Sweep account and other funds that are all federally insured, except for a petty cash fund at local financial institutions.

The amount of cash at June 30 is as follows:

	2016	2015
Cash	\$ 1,089,197	\$ 858,167
Petty Cash	275	275
Total	\$ 1,089,472	\$ 858,442

NOTE 4 ACCOUNTS RECEIVABLE

Accounts Receivable represents the outstanding balance for services provided rendered to fire service clients that haven't paid for services rendered as well as flat charges collected that are apportioned to the District to supplement property taxes collected for operating costs, and other intergovernmental revenue. Management believes receivables at June 30, 2016 and 2015 will be fully collected. Accordingly, no allowance for doubtful receivables is recorded. The balance of accounts receivable at June 30 is as follows:

	2016	2015
Property tax receivable	\$ 125,096	\$ 93,576
Strike team revenue	29,413	6,846
Total	\$ 154,509	\$ 100,422

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 5 DETAILED NOTES

Capital Assets

Capital asset activity for the years ended June 30 is as follows:

	2016		
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:			
Land	\$ 40,066		\$ 40,066
Total capital assets, not being depreciated	<u>40,066</u>		<u>40,066</u>
Capital assets, being depreciated:			
Buildings and improvements	\$ 1,171,595		\$ 1,171,595
Equipment	<u>2,312,927</u>	\$ 25,922	<u>2,338,849</u>
Total capital assets, being depreciated	<u>3,484,522</u>	<u>25,922</u>	<u>3,510,444</u>
Less accumulated depreciation for:			
Buildings and improvements	(539,301)	(25,001)	(564,302)
Equipment	<u>(876,228)</u>	<u>(91,016)</u>	<u>(967,244)</u>
Total accumulated depreciation	<u>(1,415,529)</u>	<u>(116,017)</u>	<u>(1,531,546)</u>
Total capital assets, being depreciated, net	<u>2,068,993</u>	<u>(90,094)</u>	<u>1,978,898</u>
Capital assets, net	<u>\$ 2,109,059</u>	<u>\$ (90,094)</u>	<u>\$ 2,018,965</u>

Depreciation expense is charged to functions/programs of the Gold Ridge Fire Protection District government as follows:

Governmental activities:	
Public safety - fire protection	<u>\$ 116,017</u>

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 5 DETAILED NOTES (continued)

Capital Assets, continued

	2015		
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:			
Land	\$ 40,066		\$ 40,066
Total capital assets, not being depreciated	<u>40,066</u>		<u>40,066</u>
Capital assets, being depreciated:			
Buildings and improvements	\$ 1,171,595	-	\$ 1,171,595
Fire engines	-	-	-
Equipment	1,982,622	330,305	2,312,927
Total capital assets, being depreciated	<u>3,154,217</u>	<u>330,305</u>	<u>3,484,522</u>
Less accumulated depreciation for:			
Buildings and improvements	(514,300)	(25,001)	(539,301)
Fire engines	-	-	-
Equipment	(793,864)	(72,364)	(866,228)
Total accumulated depreciation	<u>(1,308,164)</u>	<u>(97,365)</u>	<u>(1,405,529)</u>
Total capital assets, being depreciated, net	<u>1,846,053</u>	<u>232,940</u>	<u>2,078,993</u>
Capital assets, net	<u>\$ 1,886,119</u>	<u>\$ 232,940</u>	<u>\$ 2,119,059</u>

Depreciation expense is charged to functions/programs of the Gold Ridge Fire Protection District government as follows:

Governmental activities:	
Public safety - fire protection	<u>\$ 119,261</u>

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 5 DETAILED NOTES (continued)

Long-term Liabilities

Changes in long-term liabilities

Long term liability activity for the years ended June 30, was as follows:

	2016				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Note payable	\$ 632,108	\$ -	\$ (111,788)	\$ 520,320	\$ 116,017
Deferred outflows	657,964	-	(186,360)	471,604	-
Compensated absences	107,295	(18,891)	-	88,404	-
Total long-term liabilities	<u>\$1,397,367</u>	<u>\$ (18,891)</u>	<u>\$ (298,148)</u>	<u>\$1,080,328</u>	<u>\$ 116,017</u>

	2015				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Note payable	\$ 438,109	\$ 300,340	\$ (106,341)	\$ 632,108	\$ 111,788
Deferred outflows	-	657,965	-	657,965	186,360
Compensated absences	105,443	1,582	-	107,025	-
Total long-term liabilities	<u>\$ 543,552</u>	<u>\$ 959,887</u>	<u>\$ (106,341)</u>	<u>\$1,397,098</u>	<u>\$ 298,148</u>

Note Payables

The District has four capital leases and note payables. Please find the details below:

	2016				
Type	Commencement Date	Maturity Date	Interest Rate	06/30/2016 Balance	
Equipment	January 2015	December 2018	4.290%	\$	26,826
Equipment	December 2014	November 2019	4.290%		21,327
Equipment	July 2013	July 2019	3.748%		302,998
Equipment	November 2013	July 2020	3.576%		169,169
Total				\$	<u>520,320</u>

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 5 DETAILED NOTES (continued)

Note Payables, continued

Type	Commencement Date	2015		06/30/2016 Balance
		Maturity Date	Interest Rate	
Equipment	January 2015	December 2018	4.290%	\$ 32,654
Equipment	December 2014	November 2019	4.290%	28,255
Equipment	July 2013	July 2019	3.748%	371,655
Equipment	November 2013	July 2020	3.576%	199,544
Total				<u>\$ 632,108</u>

NOTE 6 OTHER INFORMATION

Employee Retirement Plan

During fiscal year 2005/2006 the District enrolled in the California Public Employees Retirement System (PERS) cost-sharing multiple-employer Defined Benefit Pension Plan. In cost-sharing multiple-employer plans the benefit obligations are pooled. A single actuarial valuation is performed covering all participants, all employers contribute at the same rate, and all plan assets are available to pay plan benefits pertaining to the employee and retirees of any employer.

Summary of Significant Accounting Policies

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2014
Measurement Date (MD)	June 30, 2015
Measurement Period (MP)	July 1, 2014 to June 30, 2015

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 6 OTHER INFORMATION, continued.

Plan Description, Benefits Provided and Employees Covered

The Plan is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan benefit provisions, assumptions for funding purposes but not accounting purposes, and membership information is listed in the June 30, 2014 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2014 actuarial valuation report. This report is a publically available valuation report that can be obtained at CalPERS' website under Forms and Publications.

Contribution Description

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2015 (the measurement date), the active employee contribution rate is 6.891 percent of annual pay, and the average employer's contribution rate is 11.623 percent of annual payroll. Employer contributions rates may change if plan contracts are amended. It is the responsibility of the employer to make necessary accounting adjustments to reflect the impact due to any Employer Paid Member Contributions or situations where members are paying a portion of the employer contribution.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ending June 30, 2015 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2014 total pension liability. Both the June 30, 2014 total pension liability and the June 30, 2015 total pension liability were based on the following actuarial methods and assumptions:

GOLD RIDGE FIRE PROTECTION DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016 and 2015

NOTE 6 OTHER INFORMATION, continued

Actuarial Cost Method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68
Actuarial Assumptions	
Discount Rate	7.50%
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefits Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter

All other actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the fiscal years 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Discount Rate

The discount rate used to measure the total pension liability was 7.50 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.50 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.50 percent is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50 percent investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65 percent. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. This difference was deemed immaterial to the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan. However, employers may determine the impact at the plan level for their own financial reporting purposes.

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 6 OTHER INFORMATION, continued.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

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

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 101	Real Return Years 11+2
Global Equity	47.00%	5.25%	5.71%
Global Fixed Income	19.00	0.99	2.43
Inflation Sensitive	6.00	0.45	3.36
Private Equity	12.00	6.83	6.95
Real Estate	11.00	4.50	5.13
Infrastructure and Forestland	3.00	4.50	5.09
Liquidity	2.00	(0.55)	(1.05)

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 and 2015

NOTE 6 OTHER INFORMATION, continued

Pension Plan Fiduciary Net Position

The plan fiduciary net position disclosed in your GASB 68 accounting valuation report may differ from the plan assets reported in your funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included in fiduciary net position. These amounts are excluded for rate setting purposes in your funding actuarial valuation. In addition, differences may result from early CAFR closing and final reconciled reserves.

NOTE 7 SUBSEQUENT EVENTS

The District has evaluated subsequent events through November 2, 2016, the date the financial statements were available to be issued, and determined that there were no events occurring subsequent to June 30, 2016 and 2015 that would have a material impact on the District's results of operations or financial position.

REQUIRED SUPPLEMENTARY INFORMATION

GOLD RIDGE FIRE PROTECTION DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2016

SCHEDULE OF THE PLAN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS AS OF THE MEASUREMENT DATE IN RELATION TO PERF C

Net pension liability and fiduciary net position are allocated to the pension are allocated to the plan based on its propositions as a percentage of the total plan (PERF C, excluding the 1959 Survivors Risk Pool), which includes both the Miscellaneous or Safety within PERF C. Therefore, to assist employers in meeting the requirements of GASB 68, proportions shown in the table below represent the plan's proportion of PERF C, excluding the 1959 Survivors Risk Pool, and not its proportions of the Miscellaneous Risk Pool.

MISCELLANEOUS PLAN

	<u>06/30/2015</u>
Plan's Proportion of the Net Pension Liability/(Asset)	0.00483%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$ 24,634
Plan's Covered-Employee Payroll	\$ 103,282
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	23.85%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	0.00018%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 14,218

See notes to supplemental information

GOLD RIDGE FIRE PROTECTION DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2016

SCHEDULE OF THE PLAN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND
 RELATED RATIOS AS OF THE MEASUREMENT DATE IN RELATION TO PERF C

SAFETY FIRST TIER PLAN

	06/30/2015
Plan's Proportion of the Net Pension Liability/(Asset)	0.01075%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$ 397,184
Plan's Covered-Employee Payroll	\$ 141,409
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	280.88%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	0.00271%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 42,729

SAFETY SECOND TIER PLAN

	06/30/2015
Plan's Proportion of the Net Pension Liability/(Asset)	0.03060%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$ 53,307
Plan's Covered-Employee Payroll	\$ 415,111
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	12.84%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	0.00030%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 121,625

See notes to supplemental information

GOLD RIDGE FIRE PROTECTION DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2016

SCHEDULE OF THE PLAN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS AS OF THE MEASUREMENT DATE IN RELATION TO PERF C

PEPRA PLAN

	<u>06/30/2015</u>
Plan's Proportion of the Net Pension Liability/(Asset)	0.00196%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$ (3,521)
Plan's Covered-Employee Payroll	\$ 79,866
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	-0.04408634
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	-0.00002%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 7,788

SCHEDULE OF PLAN CONTRIBUTIONS

MISCELLANEOUS PLAN

	Fiscal Year <u>2014-2015</u>
Actuarially Determined Contribution	\$ 14,218
Contributions in Relation to the Actuarially Determined Contribution	(14,218)
Contribution Deficiency (Excess)	<u>\$ -</u>
Covered-Employee Payroll	\$ 103,282
Contributions as a Percentage of Covered-Employee Payroll	13.77%

See notes to supplemental information

GOLD RIDGE FIRE PROTECTION DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2016

SCHEDULE OF PLAN CONTRIBUTIONS

SAFETY FIRST TIER PLAN

	Fiscal Year 2014-2015
Actuarially Determined Contribution	\$ 42,729
Contributions in Relation to the Actuarially Determined Contribution	(42,729)
Contribution Deficiency (Excess)	\$ -
Covered-Employee Payroll	\$ 141,409
Contributions as a Percentage of Covered-Employee Payroll	30.22%

SAFETY SECOND TIER PLAN

	Fiscal Year 2014-2015
Actuarially Determined Contribution	\$ 121,625
Contributions in Relation to the Actuarially Determined Contribution	(121,625)
Contribution Deficiency (Excess)	\$ -
Covered-Employee Payroll	\$ 415,111
Contributions as a Percentage of Covered-Employee Payroll	29.30%

PEPRA PLAN

	Fiscal Year 2014-2015
Actuarially Determined Contribution	\$ 4,267
Contributions in Relation to the Actuarially Determined Contribution	(4,267)
Contribution Deficiency (Excess)	\$ -
Covered-Employee Payroll	\$ 79,866
Contributions as a Percentage of Covered-Employee Payroll	5.34%

See notes to supplemental information

GOLD RIDGE FIRE PROTECTION DISTRICT
NOTES TO SUPPLEMENTAL INFORMATION
JUNE 30, 2016

NOTES TO SCHEDULE

Change in Benefit Terms: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2014 as they have minimal cost impact. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes). Employers that have done so may need to report this information as a separate liability in their financial statement as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors.

Change in Assumptions: None

GOLD RIDGE FIRE PROTECTION DISTRICT
Roster of Board Members

Regular Meetings: The regular meetings of the Board of Directors is held at 7:00 PM on the third Wednesday of each month. The schedule of locations can be found on the districts website.

Directors:

Alfred Fiori	Chairman	November 2016
Robert Gloeckner	Secretary	November 2018
Ronald Balzer		November 2016
Domenic Carinalli		November 2018
Mike Doyle		November 2018
Charles Lachman		November 2016
Steve Petrucci		November 2016

Clerk of the Board:

Dan George	Chief	Continuous
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