

WATERSHED CONSERVATION AUTHORITY

ANNUAL FINANCIAL REPORT

June 30, 2020

WATERSHED CONSERVATION AUTHORITY
JUNE 30, 2020

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Independent Auditor's Report

To the Honorable Board of Directors
Watershed Conservation Authority
Azusa, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Watershed Conservation Authority (Authority), as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Authority as of June 30, 2020, and the respective changes in financial position and cash flows for the fiscal 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 on pages 4 through 6 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.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Authority's basic financial statements. The Combining Fund Financial Statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining Fund Financial Statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2021, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on

internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Moss, Levy & Hartzheim

Moss, Levy & Hartzheim, LLP
Culver City, California
June 14, 2021

WATERSHED CONSERVATION AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

The Management's Discussion and Analysis (MD&A) of the financial activities of the Watershed Conservation Authority (the Authority) provides a narrative overview of the Authority's financial activities for the fiscal year ended June 30, 2020. Please read it in conjunction with the accompanying financial statements, footnotes, and supplementary information. Amounts contained in this discussion have been rounded to facilitate their readability.

Financial Highlights

- During the current fiscal year, the Authority's net position increased by \$2.22 million to \$29.71 million. Cash deposited in the County Treasury Pool increased by \$0.32 million to \$3.20 million.
- Operating revenues increased by \$1.69 million to \$3.71 million, while operating expenses decreased by \$0.39 million to \$1.54 million. The increase in revenue and decrease in expenses were primarily due to an increase in grant funding, and the decrease in grant spending for goods and contracted services.
- The Authority had construction in progress costs of approximately \$2.40 million during the fiscal year.
- The Authority continues to have no long-term debt.

Overview of Financial Statements

This MD&A serves as an introduction to the Authority's basic financial statements. The basic financial statements include five components: 1) Statement of Net Position; 2) Statement of Revenues, Expenses, and Changes in Net Position; 3) Statement of Cash Flows; 4) Notes to the Financial Statements; and 5) Supplemental information.

- The Statement of Net Position presents the Authority's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator to determine whether the financial position of the Authority is improving or deteriorating.
- The Statement of Revenues, Expenses, and Changes in Net Position presents information showing how the Authority's net position changed during the fiscal year. All changes in net position (revenues and expenses) are reported when the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Accordingly, revenues and expenses are reported in this statement for items that will result in cash flows in future fiscal periods (e.g. accrued but unpaid contract and professional service fees).

WATERSHED CONSERVATION AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Continued)

- The Statement of Cash Flows presents information regarding the Authority's use of cash during the fiscal year and is an indicator of whether sufficient cash flow is or is not being generated during the fiscal year to meet the operating needs of the Authority.
- The notes provide additional information that is essential for a full understanding of the data provided in the financial statements.
- The supplemental information includes combining fund financial statements showing the activity for each fund.

Financial Statement Analysis

Since its formation, Net Position of the Authority has gradually grown from \$1 million to over \$29.71 million. Most of the growth in Net Position is attributable to the Authority's acquisition of land and related capital assets. Operating revenues consist primarily of federal and State grants and leases of Authority owned buildings. Operating expenses consist primarily of contract and professional service fees, salaries and wages, depreciation, and services and supplies related to the acquisition and maintenance of the various Authority owned properties.

As of June 30, 2020, the Authority's Net Position was \$29.71 million compared to \$27.49 million as of June 30, 2019, an increase of 8.1%. Investments in Capital Assets accounted for \$26.27 million of the total Net Position. As of June 30, 2020, the Authority's long-term liabilities consisted of \$1.50 million related to subvention aid from the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy (RMC), one of the Authority's member agencies. During the fiscal year ended June 30, 2020, the Authority signed an agreement with the RMC to receive a perpetual, non-wasting grant to assist with cash flow on two major construction projects. A provision of the agreement also requires that the Authority maintain a minimum cash balance of no less than \$100,000 within a separate fund. See Note 3 for further details.

Capital Assets

As of June 30, 2020, the Authority's capital assets consisted of \$20.70 million in land, \$3.94 million in Construction in progress, \$1.85 million in buildings, \$2.27 million in improvements, and accumulated depreciation of \$2.50 million. During the fiscal year ended June 30, 2020, the Authority had construction costs of approximately \$2.40 million.

Economic Factors

In Fiscal Year (FY) 2019-2020, the Authority continued to utilize its Cost Allocation Billable Rates Plan to capture overhead costs in accordance with the Authority's existing grant requirements.

On June 30, 2021, sunsetting funds of \$691,504 will expire from the grant agreement for the River Wilderness Entry park project and will be disencumbered. A new grant is expected in FY 2021 – 2022, as noted below.

WATERSHED CONSERVATION AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Continued)

The Authority anticipates receiving many grants over the next two fiscal years to complete a variety of capital projects. Some of those grants and projects are as follows:

- The Authority anticipates accepting an amended award of a Rivers and Mountains Conservancy grant in FY 2020-2021 for an increase of \$267,470 for the East Fork Sustainability River Access project.
- The Authority anticipates accepting an award of a Rivers and Mountains Conservancy grant in FY 2021-2022 for \$50,000 for the Technical Assistance program for the lower Los Angeles River.
- The Authority anticipates accepting funding of a LA County Sanitation Districts Supplemental Environmental Project agreement in FY 2020-2021 for \$2,000,132 for the Duck Farm River Center Development project.
- The Authority anticipates accepting a work authorization from the Los Angeles County Flood Control District through a work order in FY 2020-2021 for \$147,212 to provide Community Engagement support for San Gabriel Valley Greenway Initiative.
- The Authority anticipates accepting an award of a Rivers and Mountains Conservancy grant in FY 2021-2022 for up to \$4,500,000 from the Wildfire Prevention Program.

Contacting the Authority's Financial Management

This financial report is designed to provide our citizens and other interested parties with a general overview of the Authority's finances and to demonstrate the Authority's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the County of Los Angeles, Department of Auditor-Controller, 500 West Temple Street, Room 525, Los Angeles, CA 90012.

WATERSHED CONSERVATION AUTHORITY
Statement of Net Position
June 30, 2020

Assets

Cash deposited with County Treasurer (Note 3)	\$ 3,104,122
Restricted cash in escrow account (Note 4)	2,014,476
Restricted cash for subvention agreement (Notes 3 and 10)	100,000
Receivables:	
Grant	89,820
Leases	183
Accrued interest	10,324
Accrued revenue	45,401
Miscellaneous	882
Prepaid expenses	39,387
Capital assets: (Note 6)	
Land - nondepreciable	20,700,516
Construction in progress - nondepreciable	3,941,920
Buildings - depreciable	1,854,000
Improvements - depreciable	2,272,670
Accumulated depreciation	<u>(2,500,679)</u>

Total Assets 31,673,022

Liabilities

Security deposits	10,451
RMC subvention liability (Note 10)	1,500,000
Accrued expenses	<u>450,471</u>

Total Liabilities 1,960,922

Net Position (Note 5)

Net investment in capital assets	26,268,427
Restricted for subvention agreement	100,000
Restricted for Discovery Center	2,015,262
Unrestricted	<u>1,328,411</u>

Total Net Position \$ 29,712,100

See accompanying notes to the basic financial statements

WATERSHED CONSERVATION AUTHORITY
Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2020

Operating Revenues:	
Contributions from State and Local grants	\$ 3,074,511
Contributions from County departments	275,500
Leases	303,479
Miscellaneous	54,730
	<u>3,708,220</u>
Total Operating Revenues	<u>3,708,220</u>
Operating Expenses:	
Contract and professional service fees	683,585
Insurance	91,764
Maintenance	37,833
Utilities, supplies, and other charges	69,513
Depreciation	206,334
Salaries and wages	455,778
	<u>1,544,807</u>
Total Operating Expenses	<u>1,544,807</u>
Operating Income	<u>2,163,413</u>
Non-Operating Revenues and Expenses:	
Interest on deposited funds	58,147
	<u>58,147</u>
Total Non-Operating Revenues and Expenses	<u>58,147</u>
Change in Net Position	<u>2,221,560</u>
Net Position, beginning of the fiscal year	27,342,131
Prior Period Adjustments (Note 9)	148,409
Net Position, beginning of the fiscal year, restated	<u>27,490,540</u>
Net Position, end of the fiscal year	<u>\$ 29,712,100</u>

See accompanying notes to the basic financial statements

WATERSHED CONSERVATION AUTHORITY
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2020

Cash Flows from Operating Activities:	
Cash received from federal, State, and Local grants	\$ 2,258,115
Cash received from County departments	275,500
Cash received from leases	285,195
Cash received from miscellaneous services	25,606
Cash received from utilities	2,958
Cash paid to employees for services	(457,243)
Cash paid to suppliers for goods and services	(1,232,300)
Net Cash Provided by Operating Activities	<u>1,157,831</u>
Cash Flows from Capital and Related Financing Activities:	
Acquisition of capital assets	(2,398,436)
Net Cash Used by Capital and Related Finance Activities	<u>(2,398,436)</u>
Cash Flows from Non-Capital Financing Activities:	
RMC Subvention liability	1,500,000
Net Cash Provided by Non-Capital Financing Activities	<u>1,500,000</u>
Cash Flows from Investing Activities:	
Interest received	62,763
Net Cash Provided by Investing Activities	<u>62,763</u>
Net Increase in Cash	322,158
Cash, Beginning of Fiscal Year	<u>4,896,440</u>
Cash, End of Fiscal Year	<u><u>\$ 5,218,598</u></u>
Reconciliation of Cash to Statement of Net Position:	
Cash Deposited with County Treasurer	\$ 3,104,122
Restricted Cash in Escrow Account	2,014,476
Restricted Cash for subvention agreement	100,000
Total Cash	<u><u>\$ 5,218,598</u></u>
Reconciliation of Operating Income to Net Cash	
Provided by Operating Activities:	
Operating Income	\$ 2,163,413
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	206,334
Decrease (increase) in grant receivable	(18,320)
Decrease (increase) in lease receivable	3,827
Decrease (increase) in prepaid expenses	(13,474)
Decrease (increase) in accrued revenue	68,712
Decrease (increase) in miscellaneous receivable	(30)
Increase (decrease) in unearned revenue	109
Increase (decrease) in accrued expenses	(1,252,740)
Net Cash Provided by Operating Activities	<u><u>\$ 1,157,831</u></u>

See accompanying notes to the basic financial statements

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WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization

The Watershed Conservation Authority (Authority) was formed on April 17, 2003, as a joint powers authority by the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy (RMC) and the Los Angeles County Flood Control District. The Authority was established for the purpose of expanding and improving the open space and recreational opportunities for the conservation, restoration, and environmental enhancement of the San Gabriel and Lower Los Angeles Rivers Watershed area consistent with the goals of flood protection, water supply, groundwater recharge, and water conservation. Another purpose of the Authority is to acquire and protect lands for watershed protection, natural open space, and recreational purposes.

The Authority is governed by a Board of Directors composed of eight members: three voting members appointed by the Governing Board of the RMC, none of which shall be a member appointed by the Los Angeles County Board of Supervisors; four voting members of the Los Angeles County Board of Supervisors, or their designees, who represent the areas within the territory for the RMC; and the Director of the Los Angeles County Public Works, who will serve as a non-voting, ex-officio member. The Authority is legally separate and fiscally independent from each of the member entities. This means it can incur debt, set, and modify its own budget and fees, enter into contracts, and sue and be sued in its own name.

The accompanying financial statements reflect the financial activities of the Authority. The Authority has no component units.

B. Significant Accounting Policies

The Authority's financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Basis of Accounting and Measurement Focus

The Authority is accounted for as enterprise funds (proprietary fund type). A fund is an accounting entity with a self-balancing set of accounts established to record the financial position and results of operations of a specific governmental activity. The activities of enterprise funds closely resemble those of ongoing businesses in which the purpose is to conserve and add to basic resources while meeting operating expenses from current revenues. Enterprise funds account for operations that provide services on a continuous basis and are substantially financed by revenues derived from user charges. The Authority utilizes the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when the liability is incurred.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

B. Significant Accounting Policies (Continued)

Basis of Accounting and Measurement Focus (continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The principal operating revenue of the Authority is State and federal grants and lease revenue from properties owned by the Authority. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

New Accounting Pronouncements

The following GASB Statements have been implemented in the current basic financial statements.

GASB No. 89 "*Accounting for Interest Cost Incurred before the End of Construction Period,*" establishes accounting requirements for interest cost incurred before the end of a construction period. This GASB had no material impact upon the financial statements.

GASB No. 95 "*Postponement of the Effective Dates of Certain Authoritative Guidance,*" provides temporary relief to governments in light of the COVID-19 pandemic by postponing the effective dates of certain provisions in Statement and Implementation Guides that are scheduled to become effective for periods beginning after June 15, 2018.

The following are descriptions of the Authority's funds:

The **Rio Hondo Trailhead Acquisition Project Fund** is used to account for financial activities of the project related to the acquisition of up to 11 acres fee simple land or up to 22 acres of conservation easement for open space, wildlife habitat, and future trailhead development adjacent to the Rio Hondo tributary of the Los Angeles River.

The **General Fund (Watershed Conservation Authority)** is used to account for the annual JPA contributions from Rivers and Mountains Conservancy and Los Angeles County Flood Control District and for administrative and funding opportunity expenditures.

The **Duck Farm Leases Fund** is used to record and monitor lease revenues on the Duck Farm property.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

B. Significant Accounting Policies (Continued)

The **San Gabriel Mountain and Foothills Acquisition Master Plan Project Fund** is used to record RMC 17019 funds granted to WCA for the San Gabriel Mountains Foothills Open Space Acquisition Master Plan. The Plan will develop a comprehensive prioritized acquisition strategy and a recommended resource management and operations strategy to preserve critical habitat and open space, improve watershed health and increase public access for compatible uses such as multi-use trails and related passive recreational amenities. The funds support development of the plan as well as limited acquisition implementation such as property due diligence.

The **SGV Greenway Network Strategic Implementation Plan Fund** is used to record revenues and activities related to the development of a regional strategic implementation plan for the San Gabriel Valley Greenway Network and green infrastructure improvements along waterways and associated facilities owned and/or maintained and operated by the Los Angeles County Flood Control District.

The **WCA LA River Ranger Program Implementation Phase II Fund** is used to record a \$240,338 grant provided to complete a LA River Ranger study and Pilot Program recommendation to establish a network of river rangers along the 51 miles of the Los Angeles River and its tributaries to enhance public safety, provide watershed and environmental programming, and management of natural resources.

The **RMC Subvention Fund** is used to record the activities related to the River and Mountains Conservancy aid of \$1,500,000 to be utilized to assist the Authority in developing and constructing projects in the Lower Los Angeles and San Gabriel River watersheds. See Note 10 for further details.

The **EI Encanto Leases Fund** is used to record and monitor lease revenues on the EI Encanto property.

The **Southgate Riparian Habitat Property Fund** is used to monitor funds (rental income) deposited to the WCA-Southgate Riparian Habitat property.

The **Prop 40 RMC 3609 Duck Farm Phase 1A Implementation Fund** is used to record funds granted to the Authority for the Duck Farm Phase 1A implement project. The Phase 1A Duck Farm project involves the development of a 23-acre river adjacent park project that includes a public access trail, 16.8 acres of riparian landscape, a community garden, a native plant nursery, a wildflower meadow, and a river promenade.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

B. Significant Accounting Policies (Continued)

The **Prop 84 RMC 3640 Chapter 8 Defaulted Tax Property Fund** is used to record parcel acquisitions in the cities of Claremont, Glendora, La Puente, Long Beach, Monrovia, and South El Monte, if offered for sale by the Los Angeles County Department of the Treasurer and Tax Collector.

The **Supplemental Environmental Project - Duck Farm Fund** is used to record Supplemental Environmental Project funds granted to the Authority for the Duck Farm.

The **Prop A Duck Farm Fund** is used to record Prop A funds granted to the Authority for the Duck Farm. The project is the development of a pocket park and trail access to passive recreation areas at the Duck Farm as well as access to a newly developed river promenade on the east bank of the San Gabriel River.

The **Prop A SGR Fund** is used to record Prop A funds granted to the Authority for the Parque Dos Rios project for the development of a bike stop with overlook of new native plant habitat along the lower Los Angeles River in the City of South Gate as a passive recreational amenity for cyclists and pedestrians.

The **Prop 84 RMC 09102 WCA Capital Project Implementation Fund** is used to record Prop 84 RMC09102 funds granted to the Authority for the Authority Capital Project Implementation. The fund was activated primarily for the purpose of wiring the Authority payroll funds to ADP.

The **Prop 84 RMC 09103 San Gabriel and Rio Hondo Watershed Fund** is used to record Prop 84 RMC09103 funds granted to the Authority for the San Gabriel and Rio Hondo Watershed. The State enacted Prop 84 – the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006 which provides funds to the RMC grant programs; RMC authorized a \$168,563 grant to the Authority.

The **Prop 84 RMC 10011 Azusa Springs Water System RWP Fund** is used to record Prop 84 RMC10011 funds granted to the Authority for the Azusa Springs Water System, River Wilderness Park. The State enacted Prop 13 – the Safe Drinking Water, Clean Water, Watershed Protection, and Flood Protection Bond Act of 2000 which provides funds for the Rivers and Mountains Conservancy (RMC) grant programs; the Rivers and Mountains Conservancy authorized a \$460,000 grant to the Authority.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

B. Significant Accounting Policies (Continued)

The **Prop 84 RMC 09105 Cattle Canyon Improvement Fund** is used for the San Gabriel River Confluence with Cattle Canyon Improvement Project. The project is the Phase I Planning for portions of the confluence of the East Fork of the San Gabriel River with Cattle Canyon and its creek. This project will include a feasibility study, development of the site, interpretive and directional signage, an interpretive program utilizing the Southern California Consortium project and a study on the effectiveness of the Interpretive Program. This pilot project will be completed with the intent that it is replicable in other areas of the Angeles National Forest and the San Gabriel River Watershed. This project is a collaboration of the United States Forest Service (USFS), RMC, Sierra Club, Southern California Consortium, and the Upper San Gabriel Valley Municipal Water District with all of the partners allocating staff time to the project.

The **Environmental Enhancement Mitigation Program EEMP Duck Farm Fund** is used to account for the \$446,946 of grant funds received for the restoration of the Duck Farm in Los Angeles County and to create a river-front parkway that will revitalize the space by providing a viable habitat for wildlife, storm water capture benefits, parkway, trails, and recreational opportunities for local underserved, park poor communities within the San Gabriel River Corridor.

The **USFS EcoVoices Fund** is used to record \$137,000 received from a U.S. Forest Service Urban and Community Forestry program to conduct development, implementation, and monitoring activities for the EcoVoices program held at the San Gabriel River Discovery Center site in the Whittier Narrows Natural Area. The EcoVoices program is an environmental and science education program with school and community program participants from traditionally underserved areas surrounding the site.

The **Oaks Picnic Area Maintenance Project Fund** is used to record National Forest Foundation funds granted to the Authority for the renovation and improvement of the Oaks Picnic Area located along the East Fork of the San Gabriel River and within the San Gabriel Mountains National Monument, as well as, implement the San Gabriel Watershed Ranger Program.

The **Property Management Project Walnut Creek Fund** is used to account for the funds related to the property and project designated as the Walnut Creek Habitat and Open Space Project.

The **San Gabriel River Bike Trail Gateway Enhancement Project Fund** is used to account for \$84,000 of grant funds for the development of the San Gabriel River Bike Trail Gateway Enhancement Project.

The **Mt. Baldy Ranch Property Fund** is used to account for \$25,000 of grant funds related to the Mt. Baldy Ranch property.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

B. Significant Accounting Policies (Continued)

The **Citrus Grove Heights Bike Stop Project Fund** is used to account for \$30,000 of grant funds related to the Citrus Grove Heights Bike Stop Project along the San Gabriel River.

The **Tree Planting Enhancement SGR Fund** is used to account for \$100,000 of grant funds from the Los Angeles County Regional Park & Open Space District for the purposes of planting approximately 150 trees adjacent to the San Gabriel River.

The **DF Phase 1A River Overlook-LACFCD Use Agreement Fund** is used to account for \$280,000 of grant funds from the Los Angeles County Flood Control District for the development of the Duck Farm as a conservation, restoration, and environmental enhancement park along the San Gabriel River.

The **River Wilderness Park Entry Fund** is used to account for \$455,998 of grant funds from the RMC to complete the construction design documents for the entry improvements of the River Wilderness Park, as well as completion of California Environmental Quality Act (CEQA) documents and associated permits to construct.

The **RPG-DF Riparian and Interpretive Elements Grant Fund** is used to record Prop 84 River Parkways funds granted to the Authority for the development of an urban greenway with riparian dry streambed, trails, landscaping, area development and interpretive stations located on the eastern bank of the San Gabriel River.

The **River Parkway Grant Citrus Grove Heights Rest Area Fund** is used to record Prop 12 Natural Resources Agency funds granted to the Authority for the development of a trailside amenity and rest stop along the San Gabriel River.

The **Roberts Canyon Foothill Area Project Fund** is used to account for \$52,500 of grant funds from the RMC to complete the Authority's pre-acquisition activities, including due diligence review, and the potential conveyance of the approximately 110 acres.

The **Conservation Easement Monitoring Fund** is used to record receipt of funds by the Authority to fund activities related to the acceptance, monitoring, and reporting of conservation easements.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

B. Significant Accounting Policies (Continued)

The **Gateway Cities & River Urban Greening Plan Project Fund** is used to account for \$500,000 awarded from the Strategic Growth Council. The Gateway Cities study area is comprised of 26 cities within the South Eastern portion of County of Los Angeles. The Authority is currently developing an urban greening vision plan that will identify green infrastructure project opportunities, inventory greening opportunities and connectivity, and develop a menu of potential design solution concepts and tools to increase river parks, green streets, and multi-modal trails.

The **Emerald Necklace Master Plan Project Fund** is used to record Prop 84 RMC15106 funds granted to the Authority for project planning and project management services for the Emerald Necklace Feasibility Study and Implementation Plan to develop a master plan of trail connections and greenway project opportunities along the Emerald Necklace 17-mile River trail loop along the San Gabriel River and Rio Hondo.

The **Azusa Foothills Property Pre-Acquisition Project Fund** is used to record Prop 84 RMC15111 funds granted to the Authority for activities related to the acquisition and management of natural open space in the Azusa Foothills.

The **Green Regional Environmental Enhancement Network (GREEN) Project Fund** is to record financial activities of the project related to the Green Regional Environmental Enhancement Network project, a collaborative planning and project implementation approach supporting watershed based greening efforts.

The **Vasquez Property Acquisition Fund** is used to record financial activities of the project related to the acquisition of approximately 40 acres of foothill open space. This parcel of undeveloped open space located within the unincorporated Los Angeles County in the San Gabriel Mountains above the northern portion of the City of Azusa.

The **Discovery Center Escrow Fund** is used to account for \$2,200,000, which was placed into an escrow account by the County Sanitation Districts of Los Angeles County as part of a settlement agreement. These funds will be used for the construction of the San Gabriel River Discovery Center.

C. Net Position

The Authority's financial statements are presented in accordance with the provisions of GASB Statements No. 34 and No. 63. GASB Statement No. 63 requires the classification of net position into three components – net investment in capital assets; restricted; and unrestricted. These classifications are defined as follows:

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

C. Net Position (Continued)

Net investment in capital assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and is reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at fiscal year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds. As of June 30, 2020, the Authority had no debt obligations.

Restricted net position – This component of net position represents restricted assets net of liabilities that relate to those specific restricted assets. A restricted asset is an asset for which constraints have been placed on the asset's use by creditors, contributors, laws, or regulations of other governments, or as a consequence of a restriction established by the reporting government's own governing body at the time a particular fee, charge, levy, or assessment was approved. These restrictions must be narrower than the general purposes for which the reporting government can use its resources. As of June 30, 2020, the Authority had restricted net position of \$2,115,262.

Unrestricted net position – This component of net position consists of net position that do not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted net position are available, restricted resources are depleted first before the unrestricted resources are used.

D. Revenues

The Authority's major sources of revenue are federal, State, and County funding and lease revenue from properties owned by the Authority.

E. Capital Assets

Capital assets, which include land, construction in progress, buildings, and improvements, are reported in the statements of net position. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

Land consists of open space acquired in accordance with the joint powers agreement that created the Authority. When land is sold or otherwise disposed of, related costs are removed from the accounts and any gain or loss is reported in the statement of revenues, expenses, and changes in net position.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

E. Capital Assets (Continued)

The Authority's capitalization thresholds are \$100,000 for buildings and \$5,000 for improvements. Maintenance and repairs are charged to operations when incurred. Betterments and major improvements that significantly increase values, change capacities, or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost, and the related accumulated depreciation, as applicable, are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

Capital assets are depreciated or amortized using the straight-line method over the following estimated useful lives:

Buildings and Improvements	20 Years
----------------------------	----------

F. Estimates

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

G. Cash and Cash Equivalents

For the purposes of the statement of cash flows, cash represents balances that can be readily withdrawn without substantial notice or penalty. Cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates, and have an original maturity date of three months or less.

NOTE 2 RELATED PARTY TRANSACTIONS

The County of Los Angeles maintains the books and records of the Authority, including the investment with the County Treasurer and Tax Collector.

NOTE 3 CASH ON DEPOSIT WITH COUNTY TREASURER

In accordance with the Government Code, cash balances of the Authority are deposited with, pooled, and invested by the Los Angeles County Treasurer and Tax Collector (Treasurer) for the purpose of increasing interest earnings through investment activities. Interest earned on pooled investments is deposited to participating funds based upon each fund's average daily balance during the allocation period.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 3 CASH ON DEPOSIT WITH COUNTY TREASURER (Continued)

Statutes authorize the County of Los Angeles to invest pooled investments in obligations of the United States Treasury, federal agencies, State and local agencies, municipalities, asset-backed securities, bankers' acceptances, commercial paper, negotiable certificates of deposit, medium-term notes, corporate notes, repurchase agreements, reverse repurchase agreements, forwards, futures, options, shares of beneficial interest of a Joint Powers Authority that invests in authorized securities, shares of beneficial interest issued by diversified management companies known as money market mutual funds registered with the Securities and Exchange Commission, securities lending agreements, the State of California's Local Agency Investment Fund, interest rate swaps, and supranational institutions.

Investments are stated at fair value and are valued on a monthly basis. The Treasurer categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Securities classified in Level 2 of the fair value hierarchy are valued using other observable inputs such as matrix pricing techniques or based on quoted prices for assets in markets that are not active. Matrix Pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Level 3 inputs are significant unobservable inputs. Securities classified in Level 3 are valued using the income approach such as discounted cash flow techniques. Investments in an external government investment pool is not subject to reporting within the level hierarchy.

See the County of Los Angeles' Comprehensive Annual Financial Report for disclosures related to cash and investments and the related interest rate risk, credit rate risk, custodial risk, and concentration risk.

Funds deposited in the Los Angeles County Treasury Pool amounted to \$3,204,122 as of June 30, 2020. These amounts represent less than 0.01% of the total balance of the Los Angeles County Treasury Pool.

The funds deposited in the Los Angeles County Treasury Pool included \$100,000 in restricted cash balance that must be maintained as part of the RMC Subvention Fund. See Note 10 for further details.

NOTE 4 RESTRICTED CASH IN ESCROW ACCOUNT

The Authority received \$2,200,000 from the County Sanitation Districts of Los Angeles County during the fiscal year ended June 30, 2007, as part of a settlement agreement. These funds are restricted for development of the San Gabriel River Discovery Center. As of June 30, 2020, these funds were held by U.S. Bank in an escrow account and are invested in unrated money market accounts, with a balance of \$2,014,476. The Authority did not spend any of these funds for development of the San Gabriel River Discovery Center during the fiscal year ended June 30, 2020. These funds are not subject to the fair value measurements.

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 5 NET POSITION

Net position at June 30, 2020, consisted of the following:

Net Investment in Capital Assets	\$ 26,268,427
Restricted for Discovery Center	2,015,262
Restricted for subvention agreement	100,000
Unrestricted Net Position	<u>1,328,411</u>
Total Net Position	<u><u>\$ 29,712,100</u></u>

NOTE 6 CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2020 is as follows:

	Balance at June 30, 2019	Additions	Deletions	Prior Period Adjustments	Balance at June 30, 2020
Capital Assets, Non Depreciable:					
Land	\$ 19,814,600	\$ 882,965	\$ -	\$ 2,951	\$ 20,700,516
Construction in progress	1,369,394	2,427,068		145,458	3,941,920
Total Capital Assets, non depreciable	<u>21,183,994</u>	<u>3,310,033</u>		<u>148,409</u>	<u>24,642,436</u>
Capital Assets, Depreciable:					
Buildings	1,854,000				1,854,000
Improvements	2,272,670				2,272,670
Less: Accumulated depreciation	<u>(2,294,345)</u>	<u>(206,334)</u>			<u>(2,500,679)</u>
Total Capital Assets, depreciable, net	<u>1,832,325</u>	<u>(206,334)</u>			<u>1,625,991</u>
Total Capital Assets, net	<u><u>\$ 23,016,319</u></u>	<u><u>\$ 3,103,699</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 148,409</u></u>	<u><u>\$ 26,268,427</u></u>

See Note 9 for details on the prior period adjustments.

NOTE 7 COMMITMENTS AND CONTINGENCIES

The Authority has received federal and state funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could result in expenditure disallowances under the terms of the grants, it is believed that any required reimbursements will not be material.

NOTE 8 DEFERRED COMPENSATION PLAN

The Authority offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all employees, age 21 and older, once they have completed the introductory period of employment. The Authority utilizes a modified 5-year vesting schedule. An employee earns a year of service for vesting purposes upon completion of 1,000 hours of service during the plan year. After 5 years, the employee can receive 100% of the vested employer contributions. The Omnibus Budget Reconciliation Act of 1990 mandates social security coverage for state and local government employees who are not covered by a retirement plan. The plan permits employees to defer a

WATERSHED CONSERVATION AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 8 DEFERRED COMPENSATION PLAN (Continued)

portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in trust by John Hancock Life Insurance Company (John Hancock USA) as custodian and administered by a third-party administrator (Raymond, Reeves, and Stout, LLP) for the exclusive benefit of the plan participants and their beneficiaries as prescribed by Internal Revenue Code Section 457 (g). Accordingly, these assets have been excluded from the accompanying financial statements.

NOTE 9 PRIOR PERIOD ADJUSTMENT

The Authority originally recorded \$2,951 for expenses related to the acquisition of land that occurred in the fiscal year ending June 30, 2020. The Authority originally recorded as expense \$145,458 in the fiscal year ending June 30, 2019 for work that was on a capital project. The Authority recorded a prior period adjustment to capitalize \$2,951 as land and \$145,458 as construction in progress during the fiscal year ending June 30, 2020.

NOTE 10 RMC SUBVENTION AGREEMENT

On September 10, 2019, the Authority signed an agreement with the RMC to receive a perpetual, non-wasting assistance grant of \$1.5 million during the fiscal year ending June 30, 2020 to avoid a negative cash flow due to two major construction projects. The subvention account will be continually replenished by the Authority's reimbursement payments of various grants and contracts, and will allow the Authority to maintain a positive cash flow. The Authority does not have the ability to temporarily borrow funds or carry a short-term negative fund balance while awaiting reimbursement from grants. RMC and the Authority renewed the agreement for the fiscal year ending June 30, 2021. A provision of the agreement requires that the fund maintain a minimum cash balance of no less than \$100,000. This has been recorded as restricted cash as noted in Note 3. The full amount of the \$1.5 million is recorded as a liability in the Statement of Net Position.

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Net Position
June 30, 2020

	Rio Hondo Trailhead Acquisition Project	Watershed Conservation Authority	Duck Farm Leases	San Gabriel Mountain & Foothills Acquisition Master Plan Project
Assets				
Cash deposited with County Treasurer	\$ 2,931	\$ 2,617	\$ 6,338	\$ 13,633
Restricted cash in escrow account				
Restricted cash for subvention agreement				
Receivables:				
Grant				
Leases				
Due from other funds				
Accrued interest	9	18	46	55
Accrued revenue				
Miscellaneous			882	
Prepaid expenses		5,386	13,314	
Capital assets:				
Land - nondepreciable		17,502,519		18,746
Construction in progress - nondepreciable				
Buildings - depreciable		1,854,000		
Improvements - depreciable			65,688	
Accumulated depreciation		(1,337,700)	(41,699)	
Total Assets	<u>2,940</u>	<u>18,026,840</u>	<u>44,569</u>	<u>32,434</u>
Liabilities				
Security deposits		2,535	4,850	
RMC subvention liability				
Accrued expenses		39,004	32,857	
Due to other funds			10,500	26,054
Total Liabilities		<u>41,539</u>	<u>48,207</u>	<u>26,054</u>
Net Position				
Net investment in capital assets		18,018,819	23,989	18,746
Restricted for subvention agreement				
Restricted for Discovery Center				
Unrestricted	2,940	(33,518)	(27,627)	(12,366)
Total Net Position	<u>\$ 2,940</u>	<u>\$ 17,985,301</u>	<u>\$ (3,638)</u>	<u>\$ 6,380</u>

SGV Greenway Network Strategic Implementation Plan	WCA LA River Ranger Program Implementation Phase II	RMC Subvention	El Encanto Leases	Southgate Riparian Habitat Property	Prop 40 RMC 3609 Duck Farm Phase 1A Implementation
\$ 508,463	\$ 1,156	\$ 478,731	\$ 6,845	\$ 9,886	\$ 52,535
		100,000			
	4,763		183		
		929,081			
1,485	4	1,938	26	35	98
			11,426		
			20,270	343	
				16,299	601,889
					684,124
			573,645		1,264,708
			(356,188)		(594,959)
<u>509,948</u>	<u>5,923</u>	<u>1,509,750</u>	<u>256,207</u>	<u>26,563</u>	<u>2,008,395</u>
			3,066		
		1,500,000			
			40,017	3,053	20,135
				9,000	59,475
		<u>1,500,000</u>	<u>43,083</u>	<u>12,053</u>	<u>79,610</u>
			217,457	16,299	1,955,762
		100,000			
<u>509,948</u>	<u>5,923</u>	<u>(90,250)</u>	<u>(4,333)</u>	<u>(1,789)</u>	<u>(26,977)</u>
<u>\$ 509,948</u>	<u>\$ 5,923</u>	<u>\$ 9,750</u>	<u>\$ 213,124</u>	<u>\$ 14,510</u>	<u>\$ 1,928,785</u>

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Net Position
June 30, 2020
(Continued)

	Prop 84 RMC 3640 Chapter 8 Defaulted Tax Property	Supplemental Environmental Project - Duck Farms	Prop A Duck Farm	Prop A SGR
Assets				
Cash deposited with County Treasurer	\$ 23	\$ 333,473	\$ 98,176	\$ 557,448
Restricted cash in escrow account				
Restricted cash for subvention agreement				
Receivables:				
Grant				31,431
Leases				
Due from other funds				
Accrued interest		484	288	1,901
Accrued revenue				
Miscellaneous				
Prepaid expenses				
Capital assets:				
Land - nondepreciable	65,997			262
Construction in progress - nondepreciable		66,918	56,000	917,358
Buildings - depreciable				
Improvements - depreciable		81,428	10,000	
Accumulated depreciation		(38,678)	(4,750)	
Total Assets	<u>66,020</u>	<u>443,625</u>	<u>159,714</u>	<u>1,508,400</u>
Liabilities				
Security deposits				
RMC subvention liability				
Accrued expenses		2,219	2,800	
Due to other funds				
Total Liabilities		<u>2,219</u>	<u>2,800</u>	
Net Position				
Net investment in capital assets	65,997	109,668	61,250	917,620
Restricted for subvention agreement				
Restricted for Discovery Center				
Unrestricted	23	331,738	95,664	590,780
Total Net Position	<u>\$ 66,020</u>	<u>\$ 441,406</u>	<u>\$ 156,914</u>	<u>\$ 1,508,400</u>

Prop 84 RMC 09102 WCA Capital Project Implementation	Prop 84 RMC 09103 San Gabriel and Rio Hondo Watershed	Prop 84 RMC 10011 Azusa Springs Water System RWP	Prop 84 RMC 09105 Cattle Canyon Improvement	Environmental Enhancement Mitigation Program EEMP Duck Farm	USFS EcoVoices
\$ 250,247	\$ 74	\$ 5	\$ 5,716	\$ 450,780	\$ 1,271
378			17	1,015	4
33,975					
881,170				106,379	
911,224					
		268,786		8,415	
		(123,969)		(2,736)	
<u>2,076,994</u>	<u>74</u>	<u>144,822</u>	<u>5,733</u>	<u>563,853</u>	<u>1,275</u>
246,077			628	2,718	
388,381			17,021		
<u>634,458</u>			<u>17,649</u>	<u>2,718</u>	
1,792,394		144,817		112,058	
(349,858)	74	5	(11,916)	449,077	1,275
<u>\$ 1,442,536</u>	<u>\$ 74</u>	<u>\$ 144,822</u>	<u>\$ (11,916)</u>	<u>\$ 561,135</u>	<u>\$ 1,275</u>

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Net Position
June 30, 2020
(Continued)

	Oaks Picnic Area Maintenance Project	Property Management Project Walnut Creek	San Gabriel River Bike Trail Gateway Enhancement Project	Mt. Baldy Ranch Property
Assets				
Cash deposited with County Treasurer	\$ 5,952	\$ 216	\$ 203	\$ 4
Restricted cash in escrow account				
Restricted cash for subvention agreement				
Receivables:				
Grant				
Leases				
Due from other funds				
Accrued interest	36	3	1	
Accrued revenue				
Miscellaneous				
Prepaid expenses		74		
Capital assets:				
Land - nondepreciable				968,150
Construction in progress - nondepreciable			1,427	
Buildings - depreciable				
Improvements - depreciable				
Accumulated depreciation				
Total Assets	<u>5,988</u>	<u>293</u>	<u>1,631</u>	<u>968,154</u>
Liabilities				
Security deposits				
RMC subvention liability				
Accrued expenses		2,887		
Due to other funds				
Total Liabilities		<u>2,887</u>		
Net Position				
Net investment in capital assets			1,427	968,150
Restricted for subvention agreement				
Restricted for Discovery Center				
Unrestricted	5,988	(2,594)	204	4
Total Net Position	<u>\$ 5,988</u>	<u>\$ (2,594)</u>	<u>\$ 1,631</u>	<u>\$ 968,154</u>

Citrus Grove Heights Bike Stop Project	Tree Planting Enhancement SGR	DF Phase 1A River Overlook- LACFCD Use Agreement	River Wilderness Park Entry	RPG-DF Riparian and Interpretive Elements Grant	River Parkway Grant Citrus Grove Heights Rest Area
\$ 1,644	\$ 71,990	\$ 199,806	\$ 3,196	\$ 930	\$ 10,946
	53,626				
5	211	707	9	692	32
8,334	56,449	91,362	272,681	777,998	
<u>9,983</u>	<u>182,276</u>	<u>291,875</u>	<u>275,886</u>	<u>779,620</u>	<u>10,978</u>
	2,822	4,576		45,571	
				332,125	
	<u>2,822</u>	<u>4,576</u>		<u>377,696</u>	
8,334	56,449	91,362	272,681	777,998	
1,649	123,005	195,937	3,205	(376,074)	10,978
<u>\$ 9,983</u>	<u>\$ 179,454</u>	<u>\$ 287,299</u>	<u>\$ 275,886</u>	<u>\$ 401,924</u>	<u>\$ 10,978</u>

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Net Position
June 30, 2020
(Continued)

	Roberts Canyon Foothill Area Project	Conservation Easement Monitoring	Gateway Cities & River Urban Greening Plan Project	Emerald Necklace Master Plan Project
Assets				
Cash deposited with County Treasurer	\$ 54	\$ 1,060	\$ 2,368	\$ 49
Restricted cash in escrow account				
Restricted cash for subvention agreement				
Receivables:				
Grant				
Leases				
Due from other funds				
Accrued interest		3	8	
Accrued revenue				
Miscellaneous				
Prepaid expenses				
Capital assets:				
Land - nondepreciable	394			
Construction in progress - nondepreciable				
Buildings - depreciable				
Improvements - depreciable				
Accumulated depreciation				
Total Assets	<u>448</u>	<u>1,063</u>	<u>2,376</u>	<u>49</u>
Liabilities				
Security deposits				
RMC subvention liability				
Accrued expenses				
Due to other funds			71,979	
Total Liabilities			<u>71,979</u>	
Net Position				
Net investment in capital assets	394			
Restricted for subvention agreement				
Restricted for Discovery Center				
Unrestricted	54	1,063	(69,603)	49
Total Net Position	<u>\$ 448</u>	<u>\$ 1,063</u>	<u>\$ (69,603)</u>	<u>\$ 49</u>

Azusa Foothills Property Pre-Acquisition Project	Green Regional Environmental Enhancement Network Project	Vasquez Property Acquisition	Discovery Center Escrow	Total
\$ 24	\$ 859	\$ 24,473	\$ - 2,014,476	\$ 3,104,122 2,014,476 100,000 89,820 183 929,081 10,324 45,401 882 39,387
19,626	5	25	786	20,700,516 3,941,920 1,854,000 2,272,670 (2,500,679)
<u>19,650</u>	<u>864</u>	<u>641,628</u>	<u>2,015,262</u>	<u>32,602,103</u>
				10,451 1,500,000 450,471 929,081
	422 5,000	4,685 9,546		<u>2,890,003</u>
19,626		617,130		26,268,427 100,000
24	(4,558)	10,267	2,015,262	2,015,262 1,328,411
<u>\$ 19,650</u>	<u>\$ (4,558)</u>	<u>\$ 627,397</u>	<u>\$ 2,015,262</u>	<u>\$ 29,712,100</u>

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2020

	Rio Hondo Trailhead Acquisition Project	Watershed Conservation Authority	Duck Farm Leases	San Gabriel Mountain & Foothills Acquisition Master Plan Project
Operating Revenues:				
Contributions from State and Local grants	\$ -	\$ 50,000	\$ -	\$ 42,434
Contributions from County departments		25,500		
Leases			142,638	
Miscellaneous			5,562	
Total Operating Revenues		<u>75,500</u>	<u>148,200</u>	<u>42,434</u>
Operating Expenses:				
Contract and professional service fees		114,786	43,671	21,964
Insurance		5,355	14,552	
Maintenance			8,793	
Utilities, supplies, and other charges		16,899	7,331	
Depreciation		92,700	3,284	
Salaries and wages				
Total Operating Expenses		<u>229,740</u>	<u>77,631</u>	<u>21,964</u>
Operating Income (Loss)		(154,240)	70,569	20,470
Non-Operating Revenues and Expenses:				
Interest on deposited funds	49	179	348	59
Change in Net Position before Transfers	49	(154,061)	70,917	20,529
Transfers in		93,566	43,380	656
Transfers out			(119,842)	(28,866)
Change in Net Position	49	(60,495)	(5,545)	(7,681)
Net Position, beginning of the fiscal year	2,891	18,045,796	1,907	14,061
Prior Period Adjustments				
Net Position, beginning of the fiscal year, restated	2,891	18,045,796	1,907	14,061
Net Position end of the fiscal year	<u>\$ 2,940</u>	<u>\$ 17,985,301</u>	<u>\$ (3,638)</u>	<u>\$ 6,380</u>

SGV Greenway Network Strategic Implementation Plan	WCA LA River Ranger Program Implementation Phase II	RMC Subvention	El Encanto Leases	Southgate Riparian Habitat Property	Prop 40 RMC 3609 Duck Farm Phase 1A Implementation
\$ - 250,000	\$ 9,631	\$ -	\$ -	\$ -	\$ 287,853
			97,057 13,403	63,784	
250,000	9,631		110,460	63,784	287,853
	4,917		87,152 24,310 29,040 26,188 28,682	4,648 604	6,915 1,665 63,238
	4,917		195,372	5,252	71,818
250,000	4,714		(84,912)	58,532	216,035
7,175	68	9,750	151	246	2,469
257,175	4,782	9,750	(84,761)	58,778	218,504
		1,020,343 (13,005)	88,723 (18,820)	26,576 (75,834)	121,437 (771,091)
257,175	(8,223)	9,750	(14,858)	9,520	(431,150)
252,773	14,146		227,982	4,990	2,345,838
					14,097
252,773	14,146		227,982	4,990	2,359,935
\$ 509,948	\$ 5,923	\$ 9,750	\$ 213,124	\$ 14,510	\$ 1,928,785

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2020
(Continued)

	Prop 84 RMC 3640 Chapter 8 Defaulted Tax Property	Supplemental Environmental Project - Duck Farms	Prop A Duck Farm	Prop A SGR
Operating Revenues:				
Contributions from federal grants	\$ -	\$ -	\$ -	\$ 31,431
Contributions from County departments				
Leases				
Miscellaneous				
Total Operating Revenues				31,431
Operating Expenses:				
Contract and professional service fees				
Insurance				
Maintenance				
Utilities, supplies, and other charges		11,849		
Depreciation		4,071	500	
Salaries and wages				
Total Operating Expenses		15,920	500	
Operating Income (Loss)		(15,920)	(500)	31,431
Non-Operating Revenues and Expenses:				
Interest on deposited funds		2,112	1,632	15,727
Change in Net Position before Transfers		(13,808)	1,132	47,158
Transfers in		483,733	53,200	165,609
Transfers out		(150,070)		(61,145)
Change in Net Position		319,855	54,332	151,622
Net Position, beginning of the fiscal year	66,020	121,551	102,582	1,356,778
Prior Period Adjustments				
Net Position, beginning of the fiscal year, restated	66,020	121,551	102,582	1,356,778
Net Position end of the fiscal year	<u>\$ 66,020</u>	<u>\$ 441,406</u>	<u>\$ 156,914</u>	<u>\$ 1,508,400</u>

Prop 84 RMC 09102 WCA Capital Project Implementation	Prop 84 RMC 09103 San Gabriel and Rio Hondo Watershed	Prop 84 RMC 10011 Azusa Springs Water System RWP	Prop 84 RMC 09105 Cattle Canyon Improvement	Environmental Enhancement Mitigation Program EEMP Duck Farm	USFS EcoVoices
\$ 2,154,727	\$ -	\$ -	\$ 21,151	\$ -	\$ -
35,765					
<u>2,190,492</u>			<u>21,151</u>		
298,207			21,362		
45,874					
3,843			67	529	
		13,438		421	
<u>455,778</u>					
<u>803,702</u>		<u>13,438</u>	<u>21,429</u>	<u>950</u>	
1,386,790		(13,438)	(278)	(950)	
2,240	2		92	3,588	52
1,389,030	2	(13,438)	(186)	2,638	52
1,337,936			10,900	493,023	
(1,248,112)			(14,861)	(21,523)	(59,737)
<u>1,478,854</u>	<u>2</u>	<u>(13,438)</u>	<u>(4,147)</u>	<u>474,138</u>	<u>(59,685)</u>
(39,269)	72	158,260	(7,769)	86,997	60,960
<u>2,951</u>					
(36,318)	72	158,260	(7,769)	86,997	60,960
<u>\$ 1,442,536</u>	<u>\$ 74</u>	<u>\$ 144,822</u>	<u>\$ (11,916)</u>	<u>\$ 561,135</u>	<u>\$ 1,275</u>

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2020
(Continued)

	Oaks Picnic Area Maintenance Project	Property Management Project Walnut Creek	San Gabriel River Bike Trail Gateway Enhancement Project	Mt. Baldy Ranch Property
Operating Revenues:				
Contributions from federal grants	\$ -	\$ -	\$ -	\$ -
Contributions from County departments				
Leases				
Miscellaneous				
Total Operating Revenues				
Operating Expenses:				
Contract and professional service fees	56,618	3,126		
Insurance		1,069		
Maintenance				
Utilities, supplies, and other charges		47		
Depreciation				
Salaries and wages				
Total Operating Expenses	56,618	4,242		
Operating Income (Loss)	(56,618)	(4,242)		
Non-Operating Revenues and Expenses:				
Interest on deposited funds	893	42	3	
Change in Net Position before Transfers	(55,725)	(4,200)	3	
Transfers in		3,000		
Transfers out	(17,120)			
Change in Net Position	(72,845)	(1,200)	3	
Net Position, beginning of the fiscal year	78,833	(1,394)	1,628	968,154
Prior Period Adjustments				
Net Position, beginning of the fiscal year, restated	78,833	(1,394)	1,628	968,154
Net Position end of the fiscal year	\$ 5,988	\$ (2,594)	\$ 1,631	\$ 968,154

Citrus Grove Heights Bike Stop Project	Tree Planting Enhancement SGR	DF Phase 1A River Overlook-LACFCD Use Agreement	Rover Wilderness Park Entry	RPG-DF Riparian and Interpretive Elements Grant	River Parkway Grant Citrus Grove Heights Rest Area
\$ -	\$ 53,626	\$ -	\$ -	\$ 364,734	\$ -
	53,626			364,734	
		9		337	
		9		337	
	53,626	(9)		364,397	
27	1,205	4,739	50	1,573	182
27	54,831	4,730	50	365,970	182
	41,896 (10,640)	(15,261)		180,317 (364,734)	
27	86,087	(10,531)	50	181,553	182
9,956	93,367	297,830	275,836	89,010	10,796
				131,361	
9,956	93,367	297,830	275,836	220,371	10,796
\$ 9,983	\$ 179,454	\$ 287,299	\$ 275,886	\$ 401,924	\$ 10,978

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2020
(Continued)

	Roberts Canyon Foothill Area Project	Conservation Easement Monitoring	Gateway Cities & River Urban Greening Plan Project	Emerald Necklace Master Plan Project
Operating Revenues:				
Contributions from federal grants	\$ -	\$ -	\$ -	\$ -
Contributions from County departments				
Leases				
Miscellaneous				
Total Operating Revenues				
Operating Expenses:				
Contract and professional service fees			2,000	
Insurance				
Maintenance				
Utilities, supplies, and other charges			115	
Depreciation				
Salaries and wages				
Total Operating Expenses			2,115	
Operating Income (Loss)			(2,115)	
Non-Operating Revenues and Expenses:				
Interest on deposited funds	39	17	80	1
Change in Net Position before Transfers	39	17	(2,035)	1
Transfers in			1,600	
Transfers out	(8,624)		(96,857)	
Change in Net Position	(8,585)	17	(97,292)	1
Net Position, beginning of the fiscal year	9,033	1,046	27,689	48
Prior Period Adjustments				
Net Position, beginning of the fiscal year, restated	9,033	1,046	27,689	48
Net Position end of the fiscal year	\$ 448	\$ 1,063	\$ (69,603)	\$ 49

Azusa Foothills Property Pre-Acquisition Project	Green Regional Environmental Enhancement Network Project	Vasquez Property Acquisition	Discovery Center Escrow	Total
\$ -	\$ -	\$ 58,924	\$ -	\$ 3,074,511
				275,500
				303,479
				54,730
		58,924		3,708,220
	6,034	12,185		683,585
				91,764
				37,833
	388	246		69,513
				206,334
				455,778
	6,422	12,431		1,544,807
	(6,422)	46,493		2,163,413
1	101	62	3,193	58,147
1	(6,321)	46,555	3,193	2,221,560
		17,017		4,182,912
	(20,135)	(46,292)		(4,182,912)
1	(26,456)	17,280	3,193	2,221,560
19,649	21,898	610,117	2,012,069	27,342,131
				148,409
19,649	21,898	610,117	2,012,069	27,490,540
\$ 19,650	\$ (4,558)	\$ 627,397	\$ 2,015,262	\$ 29,712,100

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2020

	Rio Hondo Trailhead Acquisition Project	Watershed Conservation Authority	Duck Farm Leases	San Gabriel Mountain & Foothills Acquisition Master Plan Project
Cash Flows from Operating Activities:				
Cash received from federal, State, and Local grants	\$ -	\$ 50,000	\$	\$ 42,434
Cash received from County departments		25,500		
Cash received from leases			142,638	
Cash received from miscellaneous services			5,035	
Cash received from utilities			500	
Cash paid to employees for services		(297)		
Cash paid to suppliers for goods and services		(176,375)	(86,841)	(22,144)
Net Cash Provided (Used) by Operating Activities		<u>(101,172)</u>	<u>61,332</u>	<u>20,290</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets				(4,090)
Net Cash Provided (Used) by Capital and Related Financing Activities				<u>(4,090)</u>
Cash Flows from Non-Capital Financing Activities:				
RMC Subvention liability				
Transfers in (out)		93,566	(65,433)	(2,812)
Net Cash Provided (Used) by Non-Capital Financing Activities		<u>93,566</u>	<u>(65,433)</u>	<u>(2,812)</u>
Cash Flows from Investing Activities:				
Interest received	57	226	468	7
Net Cash Provided (Used) by Investing Activities	<u>57</u>	<u>226</u>	<u>468</u>	<u>7</u>
Net Increase/(Decrease) in Cash	57	(7,380)	(3,633)	13,395
Cash, Beginning of Fiscal Year	<u>2,874</u>	<u>9,997</u>	<u>9,971</u>	<u>238</u>
Cash, End of Fiscal year	<u>\$ 2,931</u>	<u>\$ 2,617</u>	<u>\$ 6,338</u>	<u>\$ 13,633</u>
Reconciliation of Cash to Statement of Net Position:				
Cash Deposited with County Treasurer	\$ 2,931	\$ 2,617	\$ 6,338	\$ 13,633
Restricted Cash in Escrow Account				
Restricted Cash for subvention agreement				
Total Cash	<u>\$ 2,931</u>	<u>\$ 2,617</u>	<u>\$ 6,338</u>	<u>\$ 13,633</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$	\$ (154,240)	\$ 70,569	\$ 20,470
Adjustments to reconcile change in operating income (loss) to net cash provided (used) by operating activities:				
Depreciation		92,700	3,284	
Decrease (increase) in grant receivable				
Decrease (increase) in lease receivable				
Decrease (increase) in prepaid expenses		243	(6,548)	
Decrease (increase) in accrued revenue				
Decrease (increase) in miscellaneous receivable			(30)	
Increase (decrease) in unearned revenue				
Increase (decrease) in accrued expenses		(39,875)	(5,943)	(180)
Net Cash Provided (Used) by Operating Activities	<u>\$</u>	<u>\$ (101,172)</u>	<u>\$ 61,332</u>	<u>\$ 20,290</u>

SGV Greenway Network Strategic Implementation Plan	WCA LA River Ranger Program Implementation Phase II	RMC Subvention	El Encanto Leases	Southgate Riparian Habitat Property	Prop 40 RMC 3609 Duck Farm Phase 1A Implementation
250,000	\$ 38,396	\$ -	\$ -	\$ -	\$ 287,853
			97,057	45,500	
			3,541		
			2,458		
	(221)				(91)
	(34,345)		(177,141)	(8,574)	(6,814)
250,000	3,830		(74,085)	36,926	280,948
					(229,296)
					(229,296)
		1,500,000			
	(13,005)	(929,081)	72,686	(38,015)	(590,180)
	(13,005)	570,919	72,686	(38,015)	(590,180)
6,999	130	7,812	212	320	2,850
6,999	130	7,812	212	320	2,850
256,999	(9,045)	578,731	(1,187)	(769)	(535,678)
251,464	10,201		8,032	10,655	588,213
\$ 508,463	\$ 1,156	\$ 578,731	\$ 6,845	\$ 9,886	\$ 52,535
\$ 508,463	\$ 1,156	\$ 478,731 100,000	\$ 6,845	\$ 9,886	\$ 52,535
\$ 508,463	\$ 1,156	\$ 578,731	\$ 6,845	\$ 9,886	\$ 52,535
\$ 250,000	\$ 4,714	\$ -	\$ (84,912)	\$ 58,532	\$ 216,035
			28,682		63,238
			3,827		
			(8,242)	124	
	28,765		(11,230)		
				(18,284)	
	(29,649)		(2,210)	(3,446)	1,675
\$ 250,000	\$ 3,830	\$	\$ (74,085)	\$ 36,926	\$ 280,948

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2020
(Continued)

	Prop 84 RMC 3640 Chapter 8 Defaulted Tax Property	Supplemental Environmental Project - Duck Farms	Prop A Duck Farm	Prop A SGR
Cash Flows from Operating Activities:				
Cash received from federal, State, and Local grants	\$ -	\$ -	\$ -	\$ -
Cash received from County departments				
Cash received from leases				
Cash received from miscellaneous services				
Cash received from utilities				
Cash paid to employees for services				
Cash paid to suppliers for goods and services		(117,997)		(13,754)
Net Cash Provided (Used) by Operating Activities		<u>(117,997)</u>		<u>(13,754)</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets		(28,796)		(539,430)
Net Cash Provided (Used) by Capital and Related Financing Activities		<u>(28,796)</u>		<u>(539,430)</u>
Cash Flows from Non-Capital Financing Activities:				
RMC Subvention liability				
Transfers in (out)		333,663		(61,145)
Net Cash Provided (Used) by Non-Capital Financing Activities		<u>333,663</u>		<u>(61,145)</u>
Cash Flows from Investing Activities:				
Interest received		2,414	1,858	20,008
Net Cash Provided (Used) by Investing Activities		<u>2,414</u>	<u>1,858</u>	<u>20,008</u>
Net Increase/(Decrease) in Cash		189,284	1,858	(594,321)
Cash, Beginning of Fiscal Year	23	144,189	96,318	1,151,769
Cash, End of Fiscal year	<u>\$ 23</u>	<u>\$ 333,473</u>	<u>\$ 98,176</u>	<u>\$ 557,448</u>
Reconciliation of Cash to Statement of Net Position:				
Cash Deposited with County Treasurer	\$ 23	\$ 333,473	\$ 98,176	\$ 557,448
Restricted Cash in Escrow Account				
Restricted Cash for subvention agreement				
Total Cash	<u>\$ 23</u>	<u>\$ 333,473</u>	<u>\$ 98,176</u>	<u>\$ 557,448</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ -	\$ (15,920)	\$ (500)	\$ 31,431
Adjustments to reconcile change in operating income (loss) to net cash provided (used) by operating activities:				
Depreciation		4,071	500	
Decrease (increase) in grant receivable				(31,431)
Decrease (increase) in lease receivable				
Decrease (increase) in prepaid expenses				
Decrease (increase) in accrued revenue				
Decrease (increase) in miscellaneous receivable				
Increase (decrease) in unearned revenue				
Increase (decrease) in accrued expenses		(106,148)		(13,754)
Net Cash Provided (Used) by Operating Activities	<u>\$ -</u>	<u>\$ (117,997)</u>	<u>\$ -</u>	<u>\$ (13,754)</u>

Prop 84 RMC 09102 WCA Capital Project Implementation	Prop 84 RMC 09103 San Gabriel and Rio Hondo Watershed	Prop 84 RMC 10011 Azusa Springs Water System RWP	Prop 84 RMC 09105 Cattle Canyon Improvement	Environmental Enhancement Mitigation Program EEMP Duck Farm	USFS EcoVoices
\$ 1,278,771	\$ -	\$ -	\$ 21,151	\$ -	\$ 59,737
1,790			7,000		
(456,297)			(40,667)	(529)	
<u>(414,758)</u>			<u>(12,516)</u>	<u>(529)</u>	<u>59,737</u>
<u>409,506</u>					
(922,787)				(59,003)	
(922,787)				(59,003)	
748,941			13,060	471,499	(59,737)
748,941			13,060	471,499	(59,737)
1,909	2		99	4,400	65
<u>1,909</u>	<u>2</u>		<u>99</u>	<u>4,400</u>	<u>65</u>
237,569	2		643	416,367	65
12,678	72	5	5,073	34,413	1,206
<u>\$ 250,247</u>	<u>\$ 74</u>	<u>\$ 5</u>	<u>\$ 5,716</u>	<u>\$ 450,780</u>	<u>\$ 1,271</u>
\$ 250,247	\$ 74	\$ 5	\$ 5,716	\$ 450,780	\$ 1,271
<u>\$ 250,247</u>	<u>\$ 74</u>	<u>\$ 5</u>	<u>\$ 5,716</u>	<u>\$ 450,780</u>	<u>\$ 1,271</u>
\$ 1,386,790	\$ -	\$ (13,438)	\$ (278)	\$ (950)	\$
		13,438		421	
			7,000		59,737
5,216					
(982,500)			(19,238)		
<u>\$ 409,506</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,516)</u>	<u>\$ (529)</u>	<u>\$ 59,737</u>

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2020
(Continued)

	Oaks Picnic Area Maintenance Project	Property Management Project Walnut Creek	San Gabriel River Bike Trail Gateway Enhancement Project	Mt. Baldy Ranch Property
Cash Flows from Operating Activities:				
Cash received from federal, State, and Local grants	\$ -	\$ -	\$ -	\$ -
Cash received from County departments				
Cash received from leases				
Cash received from miscellaneous services				
Cash received from utilities				
Cash paid to employees for services				
Cash paid to suppliers for goods and services	(64,293)	(9,816)		
Net Cash Provided (Used) by Operating Activities	<u>(64,293)</u>	<u>(9,816)</u>		
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets				
Net Cash Provided (Used) by Capital and Related Financing Activities				
Cash Flows from Non-Capital Financing Activities:				
RMC Subvention liability				
Transfers in (out)	(17,120)	3,000		
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(17,120)</u>	<u>3,000</u>		
Cash Flows from Investing Activities:				
Interest received	1,086	84	3	
Net Cash Provided (Used) by Investing Activities	<u>1,086</u>	<u>84</u>	<u>3</u>	
Net Increase/(Decrease) in Cash	(80,327)	(6,732)	3	
Cash, Beginning of Fiscal Year	86,279	6,948	200	4
Cash, End of Fiscal year	<u>\$ 5,952</u>	<u>\$ 216</u>	<u>\$ 203</u>	<u>\$ 4</u>
Reconciliation of Cash to Statement of Net Position:				
Cash Deposited with County Treasurer	\$ 5,952	\$ 216	\$ 203	\$ 4
Restricted Cash in Escrow Account				
Restricted Cash for subvention agreement				
Total Cash	<u>\$ 5,952</u>	<u>\$ 216</u>	<u>\$ 203</u>	<u>\$ 4</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (56,618)	\$ (4,242)	\$ -	\$ -
Adjustments to reconcile change in operating income (loss) to net cash provided (used) by operating activities:				
Depreciation				
Decrease (increase) in grant receivable				
Decrease (increase) in lease receivable				
Decrease (increase) in prepaid expenses		949		
Decrease (increase) in accrued revenue				
Decrease (increase) in miscellaneous receivable				
Increase (decrease) in unearned revenue				
Increase (decrease) in accrued expenses	(7,675)	(6,523)		
Net Cash Provided (Used) by Operating Activities	<u>\$ (64,293)</u>	<u>\$ (9,816)</u>	<u>\$ -</u>	<u>\$ -</u>

Citrus Grove Heights Bike Stop Project	Tree Planting Enhancement SGR	DF Phase 1A River Overlook-LACFCD Use Agreement	River Wilderness Park Entry	RPG-DF Riparian and Interpretive Elements Grant	River Parkway Grant Citrus Grove Heights Rest Area
\$ -	\$ -	\$ -	\$ 1,052	\$ 364,734	\$ -
			1,052	364,734	
		(85,987)		(512,442)	
		(85,987)		(512,442)	
	(10,640)	(15,261)		147,708	
	(10,640)	(15,261)		147,708	
34	1,428	5,607	62	882	207
34	1,428	5,607	62	882	207
34	(9,212)	(95,641)	1,114	882	207
1,610	81,202	295,447	2,082	48	10,739
\$ 1,644	\$ 71,990	\$ 199,806	\$ 3,196	\$ 930	\$ 10,946
\$ 1,644	\$ 71,990	\$ 199,806	\$ 3,196	\$ 930	\$ 10,946
\$ 1,644	\$ 71,990	\$ 199,806	\$ 3,196	\$ 930	\$ 10,946
\$ -	\$ 53,626	\$ (9)	\$ -	\$ 364,397	\$ -
	(53,626)				
			1,052		
		9		337	
\$ -	\$ -	\$ -	\$ 1,052	\$ 364,734	\$ -

(Continued)

WATERSHED CONSERVATION AUTHORITY
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2020
(Continued)

	Roberts Canyon Foothill Area Project	Conservation Easement Monitoring	Gateway Cities & River Urban Greening Plan Project	Emerald Necklace Master Plan Project
Cash Flows from Operating Activities:				
Cash received from federal, State, and Local grants	\$ -	\$ -	\$ 36,671	\$ -
Cash received from County departments				
Cash received from leases				
Cash received from miscellaneous services			8,240	
Cash received from utilities				
Cash paid to employees for services			(56)	
Cash paid to suppliers for goods and services			(20,057)	
Net Cash Provided (Used) by Operating Activities			<u>24,798</u>	
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets				
Net Cash Provided (Used) by Capital and Related Financing Activities				
Cash Flows from Non-Capital Financing Activities:				
RMC Subvention liability				
Transfers in (out)	(8,624)		(23,278)	
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(8,624)</u>		<u>(23,278)</u>	
Cash Flows from Investing Activities:				
Interest received	43	20	350	1
Net Cash Provided (Used) by Investing Activities	<u>43</u>	<u>20</u>	<u>350</u>	<u>1</u>
Net Increase/(Decrease) in Cash	(8,581)	20	1,870	1
Cash, Beginning of Fiscal Year	<u>8,635</u>	<u>1,040</u>	<u>498</u>	<u>48</u>
Cash, End of Fiscal year	<u>\$ 54</u>	<u>\$ 1,060</u>	<u>\$ 2,368</u>	<u>\$ 49</u>
Reconciliation of Cash to Statement of Net Position:				
Cash Deposited with County Treasurer	\$ 54	\$ 1,060	\$ 2,368	\$ 49
Restricted Cash in Escrow Account				
Restricted Cash for subvention agreement				
Total Cash	<u>\$ 54</u>	<u>\$ 1,060</u>	<u>\$ 2,368</u>	<u>\$ 49</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ -	\$ -	\$ (2,115)	\$ -
Adjustments to reconcile change in operating income (loss) to net cash provided (used) by operating activities:				
Depreciation				
Decrease (increase) in grant receivable				
Decrease (increase) in lease receivable				
Decrease (increase) in prepaid expenses				
Decrease (increase) in accrued revenue			44,909	
Decrease (increase) in miscellaneous receivable				
Increase (decrease) in unearned revenue				
Increase (decrease) in accrued expenses			(17,996)	
Net Cash Provided (Used) by Operating Activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,798</u>	<u>\$ -</u>

Azusa Foothills Property Pre-Acquisition Project	Green Regional Environmental Enhancement Network Project	Vasquez Property Acquisition	Discovery Center Escrow	Total
\$ -	\$ -	\$ 77,316	\$ -	\$ 2,258,115
				275,500
				285,195
				25,606
				2,958
	(281)			(457,243)
	(6,000)	(32,195)		(1,232,300)
	(6,281)	45,121		1,157,831
		(16,605)		(2,398,436)
		(16,605)		(2,398,436)
				1,500,000
	(30,064)	(19,728)		
	(30,064)	(19,728)		1,500,000
1	172	44	2,903	62,763
1	172	44	2,903	62,763
1	(36,173)	8,832	2,903	322,158
23	37,032	15,641	2,011,573	4,896,440
\$ 24	\$ 859	\$ 24,473	\$ 2,014,476	\$ 5,218,598
\$ 24	\$ 859	\$ 24,473	\$ -	\$ 3,104,122
			2,014,476	100,000
\$ 24	\$ 859	\$ 24,473	\$ 2,014,476	\$ 5,218,598
\$ -	\$ (6,422)	\$ 46,493	\$ -	\$ 2,163,413
				206,334
				(18,320)
				3,827
				(13,474)
				68,712
				(30)
		18,393		109
	141	(19,765)		(1,252,740)
\$ -	\$ (6,281)	\$ 45,121	\$ -	\$ 1,157,831