

**CLOVERDALE HEALTH CARE DISTRICT  
COUNTY OF SONOMA  
CLOVERDALE, CALIFORNIA**

**FINANCIAL STATEMENTS  
And  
INDEPENDENT AUDITOR'S REPORT**

**JUNE 30, 2025 AND 2024**

# CLOVERDALE HEALTH CARE DISTRICT

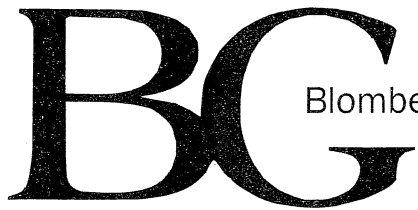
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CLOVERDALE HEALTH CARE DISTRICT

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Blomberg & Griffin Accountancy Corporation  
Certified Public Accountant

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Cloverdale Health Care District  
Cloverdale, California

### **Opinions**

We have audited the accompanying financial statements of the and for the years ended June 30, 2025, and 2024 and the related notes to the financial statements, which collectively comprise the Cloverdale Health Care District, basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Cloverdale Health Care District, as of June 30, 2025, and 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirements for California Special District. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Cloverdale Health Care District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Responsibilities of Management for the Financial Statements**

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not

detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

#### **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 11 and budgetary comparison information on pages 28 through 29 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 opinions on the financial statements that collectively comprise the Cloverdale Health Care District's basic financial statements. The financial and statistical information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The financial and statistical information listed as supplementary information is the responsibility of management and was derived from and relates 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 financial and statistical information listed as supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



Blomberg & Griffin A.C.  
Stockton, California

October 24, 2025

**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025 AND 2024**

This Management Discussion and Analysis of Cloverdale Health Care District's (District) financial performance provides an overall review of the District's financial activities for the fiscal years ending June 30, 2025, and 2024. This discussion and analysis intend to look at the District's financial performance as a whole. To provide a complete understanding of the District's financial performance, please read it in conjunction with the Independent Auditor's Report on pages 1-3, notes to the basic financial statements, and the District's financial statements.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative information is required to be presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

- The net position for fiscal years ending June 30, 2025, and 2024 was \$1,819,519 and \$1,556,636, respectively.
- The net position increased by \$262,883 and \$199,210 for the fiscal years ended June 30, 2025, and 2024, respectively.
- Fiscal year 2024-2025, the general fund revenue and other uses were more than expenditures by \$299,911. In the fiscal year 2023-2024, the general fund revenue and other uses were more than expenditures by \$143,202.
- In complying with GASB 34, fixed assets were valued at historical cost. The total of the District's fixed assets, land, site, buildings, and equipment valued on an acquisition cost basis was \$1,418,153 for June 30, 2025, and \$1,284,537 for June 30, 2024. After depreciation, June 30, 2025, and 2024 book values for fixed assets totaled \$686,237 and \$627,246, respectively.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

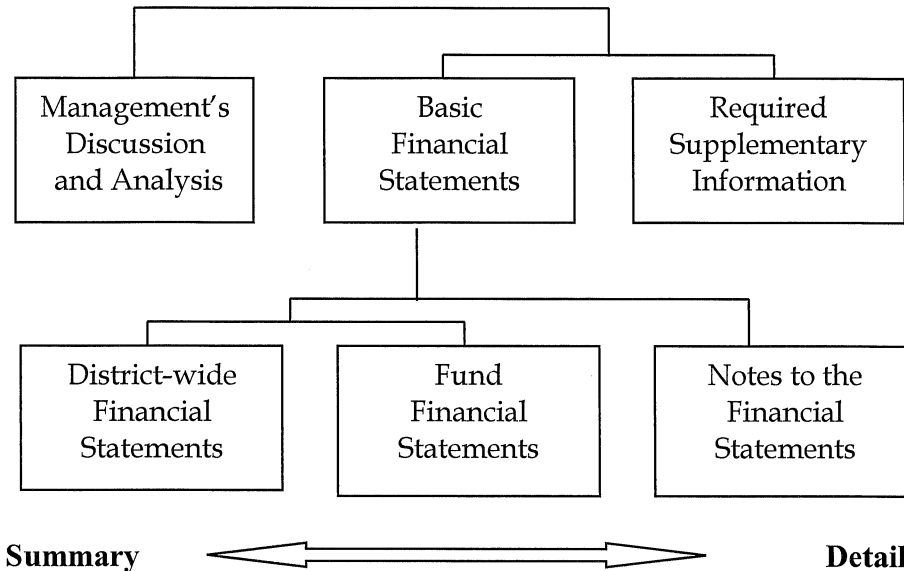
This annual report consists of three parts – management's discussion and analysis (this section), the basic financial statements, and required supplementary information. These statements are organized so the reader can understand the Cloverdale Health Care District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS**

JUNE 30, 2025 AND 2024

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Components of the Financial Section**



The first two statements are *district-wide financial statements*, the Statement of Net Position and the Statement of Activities. These statements provide information about the activities of the whole District, presenting both an aggregate view of the District’s finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending. A comparison of the District’s general fund budget is included.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements.

**Reporting the District as a Whole**

*Statement of Net Position and the Statement of Activities*

These two statements provide information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District’s assets and liabilities using the accrual basis of accounting. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid. These statements report information on the District as a whole and its activities in a way that helps answer the question, “How did we do financially during 2024-25?”

**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025 AND 2024**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Reporting the District as a Whole (Concluded)**

*Statement of Net Position and the Statement of Activities (Continued)*

These two statements report on the District's net position and changes in the position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Over time, the increases or decreases in the District's net position, as reported in the Statement of Activities, are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses indicates the District's operating results. However, the District's goal is to provide services to the community, not to generate profits as commercial entities. One must consider many other non-financial factors, such as the quality of services provided to assess the overall health of the District.

- ◆ Increases or decreases in the net position of the District over time are indications of whether its financial position is improving or deteriorating, respectively.
- ◆ Additional non-financial factors such as the condition of equipment and changes to the property tax base of the District need to be considered in assessing the overall health of the District.

**Reporting the District's Most Significant Funds**

*Financial Fund Statements*

- ◆ **Governmental Funds**

The District's activities are reported in a governmental fund. The major governmental fund of the District is the General Fund. Governmental funds focus on how money flows into and out of the funds and the balances that remain at the end of the year. They are reported to use an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and services that help determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025 AND 2024**

**FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS**

*The District as a Whole*

The District's net position was \$1,819,519 on June 30, 2025, and \$1,556,636 on June 30, 2024. Of this amount, \$654,307 and \$739,078 were unrestricted for fiscal years ending June 30, 2025, and 2024, respectively. Net investments in capital assets account for the fiscal year ending June 30, 2025, are \$419,796 and June 30, 2024, are \$450,493 of the total net position. A comparative analysis of government-wide data is presented in Table 1.

**(Table 1)**

**Comparative Statement of Net Position**

	2025	2024	2023	2025 vs. 2024		2024 vs. 2023	
				\$	%	\$	%
<b>ASSETS</b>							
Cash and Investments	\$1,051,873	\$ 814,956	\$ 680,403	\$236,917	29.07%	\$134,553	19.78%
Receivables	369,135	316,046	316,458	53,089	16.80%	(412)	-0.13%
Prepaid Expenditures	19,988	10,430	4,702	9,558	91.64%	5,728	121.82%
Capital Assets	686,237	627,246	469,179	58,991	9.40%	158,067	33.69%
<b>Total Assets</b>	<b>\$2,127,233</b>	<b>\$1,768,678</b>	<b>\$1,470,742</b>	<b>\$358,555</b>	<b>20.27%</b>	<b>\$297,936</b>	<b>20.26%</b>
<b>LIABILITIES</b>							
Accounts Payable and							
Other Current Liabilities	\$ 44,391	\$ 43,076	\$ 32,181	\$ 1,315	3.05%	\$ 10,895	33.86%
Lease payable non-current	263,323	168,966	81,135	94,357	55.84%	87,831	108.25%
<b>Total Liabilities</b>	<b>307,714</b>	<b>212,042</b>	<b>113,316</b>	<b>95,672</b>	<b>45.12%</b>	<b>98,726</b>	<b>87.12%</b>
<b>NET POSITION</b>							
Net Investment in Capital Assets	419,796	450,493	362,299	(30,697)	-6.81%	88,194	24.34%
Restricted	745,416	367,065	548,127	378,351	103.07%	(181,062)	-33.03%
Unrestricted	654,307	739,078	447,000	(84,771)	-11.47%	292,078	65.34%
<b>Total Net Position</b>	<b>\$1,819,519</b>	<b>\$1,556,636</b>	<b>\$1,357,426</b>	<b>\$262,883</b>	<b>16.89%</b>	<b>\$199,210</b>	<b>14.68%</b>

**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025 AND 2024**

**FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS  
(CONTINUED)**

The District's net position increased by \$262,883 and \$199,210 for the fiscal years ended June 30, 2025, and 2024, respectively (See Table 2).

**(Table 2)**

**Comparative Statement of Change in Net Position**

	2025	2024	2023	2025 vs. 2024		2024 vs. 2023	
				\$	%	\$	%
<b>REVENUES</b>							
Programs revenues	\$ 1,093,275	\$ 960,510	\$ 626,782	\$ 132,765	13.82%	\$ 333,728	53.24%
General revenues							
Taxes levied for general purposes	51,947	52,608	49,448	(661)	-1.26%	3,160	6.39%
Taxes levied for other specific purposes	156,436	157,188	154,424	(752)	-0.48%	2,764	1.79%
Interest and investment earnings	22,290	4,956	1,890	17,334	349.76%	3,066	162.22%
IGT supplement payment	145,268	88,836	94,592	56,432	63.52%	(5,756)	-6.09%
Other income (expense)	(59,869)	46,839	2,635	(106,708)	-227.82%	44,204	1677.57%
Total revenue	<u>1,409,347</u>	<u>1,310,937</u>	<u>929,771</u>	<u>98,410</u>	<u>7.51%</u>	<u>381,166</u>	<u>41.00%</u>
<b>EXPENSES</b>							
Enterprise activities	1,071,841	1,063,664	904,864	8,177	0.77%	158,800	17.55%
Depreciation	<u>74,623</u>	<u>48,063</u>	<u>24,595</u>	<u>26,560</u>	<u>55.26%</u>	<u>23,468</u>	<u>95.42%</u>
Total expenses	<u>1,146,464</u>	<u>1,111,727</u>	<u>929,459</u>	<u>34,737</u>	<u>3.12%</u>	<u>182,268</u>	<u>19.61%</u>
Change in Net Position	<u>\$ 262,883</u>	<u>\$ 199,210</u>	<u>\$ 312</u>	<u>\$ 63,673</u>	<u>31.96%</u>	<u>\$ 198,898</u>	<u>63749.36%</u>

**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

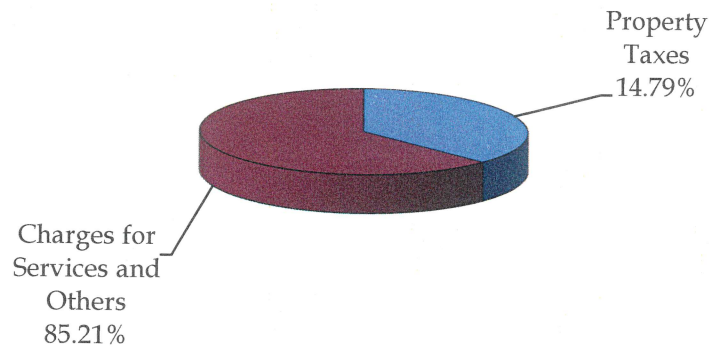
**JUNE 30, 2025 AND 2024**

**FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS  
(CONTINUED)**

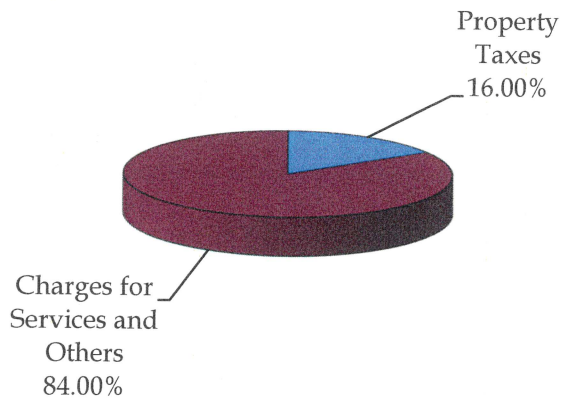
**Governmental Activities**

As reported in the Statement of Activities, the cost of all the District's governmental activities ended June 30, 2025, was \$1,146,464 and June 30, 2024, was \$1,111,727 (see Table 2). The amount our local taxpayers financed for these activities through property taxes was \$208,383 and \$209,796 for the fiscal years ended June 30, 2025, and 2024, respectively.

**Sources of Revenue for the 2024-25 Fiscal Year**  
**Figure 1**



**Sources of Revenue for the 2023-24 Fiscal Year**  
**Figure 2**



**CLOVERDALE HEALTH CARE DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025 AND 2024**

**FINANCIAL ANALYSIS OF THE FUND STATEMENTS**

The fund's financial statements focus on individual parts of the District's operations in more detail than the government-wide statements. The District's individual fund statements provide information on inflows, outflows, and balances of expendable resources. The District's Governmental Funds reported a fund balance of \$1,438,025 on June 30, 2025, and \$1,138,114 on June 30, 2024, respectively, an increase of \$299,911 and \$143,202 for fiscal years ended June 30, 2025, and 2024, respectively.

**General Fund Budgetary Highlights**

The District reviews the annual operating budget monthly during the fiscal year.

**Fiscal Year 2024-2025:**

The actual revenues exceeded the budget by \$99,491. The actual expenditure exceeded the budget by \$178,421, resulting in a net change of negative \$78,930 between the final budget and the final actual results. The negative difference is mainly due to the capital outlay expenditure and the lease payments.

**Fiscal Year 2023-2024:**

The actual revenues exceeded the budget by \$504,097. The actual expenditure was more than the budget by \$148,269, which resulted in a net change of \$ 355,828 between the final budget and the final actual results.

**CAPITAL ASSETS**

**FY2024-2025:** The District had invested \$1,418,154 in a broad range of capital assets, including administrative buildings, site improvements, vehicles, and equipment. The capital assets net of depreciation is \$686,237, which is an increase of \$58,991 from the prior fiscal year.

**FY2023-2024:** The District had invested \$1,284,537 in a broad range of capital assets, including administrative buildings, site improvements, vehicles, and equipment. The capital assets net of depreciation is \$627,245, which is an increase of \$158,066.

**CLOVERDALE HEALTH CARE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025 AND 2024**

**CAPITAL ASSETS (CONTINUED)**

**(Table 3)  
Comparative Schedule of Capital Assets  
(net of depreciation)  
June 30, 2025, and 2024**

	2025	2024	2023	2025 vs. 2024		2024 vs. 2023	
				\$	%	\$	%
Land	\$ 17,789	\$ 17,789	\$ 17,789	\$ -	0.00%	\$ -	0.00%
Buildings	164,889	174,092	151,885	(9,203)	-5.29%	22,207	14.62%
Machinery and Equipment							
Equipment	503,559	435,365	299,505	68,194	15.66%	135,860	45.36%
Totals	<u>\$ 686,237</u>	<u>\$ 627,246</u>	<u>\$ 469,179</u>	<u>\$ 58,991</u>	<u>9.40%</u>	<u>\$ 158,067</u>	<u>33.69%</u>

**LONG-TERM DEBT**

The long-term debt balance as of June 30, 2025, and 2024 is \$266,441 and \$176,753, respectively. Additional information on long-term debt can be found in Note 6 of the Financial Statement.

**FACTORS BEARING ON THE DISTRICT'S FUTURE**

The financial well-being of the District is dependent on local property taxes.

Future predictions require management to plan carefully and prudently to provide the resources necessary to meet community needs over the next several years. The District has an excellent track record in meeting this challenge.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens and taxpayers with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact Cloverdale Health Care District, P.O. Box 434, Cloverdale, CA 95425.

**CLOVERDALE HEALTH CARE DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
Current Assets:		
Cash (Note 2)	\$ 1,051,873	\$ 814,956
Accounts Receivable (Note 3)	359,574	306,599
Taxes Receivable	9,561	9,447
Prepaid Expenditures	<u>19,988</u>	<u>10,430</u>
Total Current Assets	<u>1,440,996</u>	<u>1,141,432</u>
Non-current Assets:		
Capital Assets, Net of Depreciation (Note 4)	<u>686,237</u>	<u>627,246</u>
Total Assets	<u><u>\$ 2,127,233</u></u>	<u><u>\$ 1,768,678</u></u>
 <b>LIABILITIES</b>		
Current Liabilities:		
Accrued Payable	\$ 1,774	\$ 1,547
Accrued Interest	1,197	1,771
Lease Payable Current - F350 Type I	27,038	26,273
Lease Payable Current - Heart Monitor	-	-
Debt Payable Current - Type II	<u>14,382</u>	<u>13,485</u>
Total Current Liabilities	<u>44,391</u>	<u>43,076</u>
Non-Current Liabilities		
Compensated Absences	38,302	31,971
Lease Payable non-current - F350 Type I	27,825	54,863
Lease Payable non-current - Heart Monitor	129,446	-
Debt Payable non-current - Type II	<u>67,750</u>	<u>82,132</u>
Total Non-Current Liabilities	<u>263,323</u>	<u>168,966</u>
Total Liabilities	<u>307,714</u>	<u>212,042</u>
 <b>NET POSITION</b>		
Net Investment in Capital Assets	419,796	450,493
Restricted	745,416	367,065
Unrestricted	<u>654,307</u>	<u>739,078</u>
Total Net Position	<u>1,819,519</u>	<u>1,556,636</u>
Total Liabilities and Net Position	<u><u>\$ 2,127,233</u></u>	<u><u>\$ 1,768,678</u></u>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT  
STATEMENT OF ACTIVITIES  
JUNE 30, 2025 AND 2024**

<b>EXPENDITURES/EXPENSES</b>	<u>2025</u>	<u>2024</u>
Operations	\$ 1,071,841	\$ 1,063,664
Depreciation	<u>74,623</u>	<u>48,063</u>
Total Expenditures/Expenses	<u>1,146,464</u>	<u>1,111,727</u>
<b>PROGRAM REVENUES</b>		
Charges for Services	1,093,275	960,510
Grant Income - County	<u>-</u>	<u>-</u>
Total Program Revenues	<u>1,093,275</u>	<u>960,510</u>
Net Program Expenses	<u>53,189</u>	<u>151,217</u>
<b>GENERAL REVENUES</b>		
Property Taxes Levied For:		
Taxes Levied for General Purposes	51,947	52,608
Taxes Levied for Other Specific Purposes	156,436	157,188
Interest and Investment Earnings	22,290	4,956
Interest expense	(8,146)	(2,547)
IGT Supplement Payment	145,268	88,836
Other Income (expense)	<u>(51,723)</u>	<u>49,386</u>
Total General Revenues	<u>316,072</u>	<u>350,427</u>
Changes in Net Position	262,883	199,210
Net Position - Beginning of Year	<u>1,556,636</u>	<u>1,357,426</u>
Net Position - End of Year	<u>\$ 1,819,519</u>	<u>\$ 1,556,636</u>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**BALANCE SHEET - Governmental Funds**  
**JUNE 30, 2025 AND 2024**

	<u>General Fund</u>	<u>Governmental Fund Types</u>	
	2025	June 30	
		<u>2025</u>	<u>2024</u>
<b>ASSETS</b>			
Cash	\$ 1,051,873	\$ 1,051,873	\$ 814,956
Accounts receivable, net (Note 3)	359,574	359,574	306,599
Taxes receivable	9,561	9,561	9,447
Other assets - prepaid insurance	<u>19,988</u>	<u>19,988</u>	<u>10,430</u>
Total Assets	<u>\$ 1,440,996</u>	<u>\$ 1,440,996</u>	<u>\$ 1,141,432</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accrued expenses and interest	<u>\$ 2,971</u>	<u>\$ 2,971</u>	<u>\$ 3,318</u>
Total Liabilities	<u>2,971</u>	<u>2,971</u>	<u>3,318</u>
Fund Balances (Note 1H):			
Nonspendable	19,988	19,988	10,430
Assigned	745,416	745,416	367,065
Unreserved:			
Unassigned	<u>672,621</u>	<u>672,621</u>	<u>760,619</u>
Total Fund Balances	<u>1,438,025</u>	<u>1,438,025</u>	<u>1,138,114</u>
Total Liabilities and Fund Balances	<u>\$ 1,440,996</u>	<u>\$ 1,440,996</u>	<u>\$ 1,141,432</u>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
FISCAL YEAR END JUNE 30, 2025**

	<u>2025</u>
<b>Total Fund Balance - Governmental Funds</b>	<b>\$ 1,438,025</b>
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
<p>Capital assets: In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation.</p>	
Capital Assets, at Historical Cost:	1,418,152
Accumulated Depreciation	<u>(731,915)</u>
Net:	<u>686,237</u>
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds</p>	
Compensated Absences	(38,302)
Lease Payable	<u>(266,441)</u>
<b>Total Net Position - Governmental Activities</b>	<b><u><u>\$ 1,819,519</u></u></b>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
FISCAL YEAR END JUNE 30, 2024**

	2024
<b>Total Fund Balance - Governmental Funds</b>	<b>\$ 1,138,114</b>
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
<p>Capital assets: In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation.</p>	
Capital Assets, at Historical Cost:	1,284,537
Accumulated Depreciation	<u>(657,292)</u>
Net:	627,245
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds</p>	
Compensated Absences	(31,971)
Lease Payable	<u>(176,752)</u>
<b>Total Net Position - Governmental Activities</b>	<b><u><u>\$ 1,556,636</u></u></b>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**JUNE 30, 2025 AND 2024**

	2025	2024
<b>REVENUES</b>		
Taxes and assessments:		
Current secured property tax	\$ 51,947	\$ 52,608
Special Assessment	156,436	157,188
Revenue from use of money:		
Interest Income	22,290	4,956
Other local revenue	93,545	138,222
Subtotal	324,218	352,974
<b>PROGRAM REVENUES</b>		
Charges for ambulance services	3,136,045	3,086,923
(Less- Contract Allowances)	(2,041,118)	(2,126,365)
Provision for bad debts	(1,652)	(48)
Net ambulance revenue	1,093,275	960,510
Total Revenues	1,417,493	1,313,484
<b>EXPENDITURES</b>		
Salaries and wages, including payroll taxes	630,835	600,751
Employee benefits - health & w.c. insurance	165,113	95,493
Services and supplies:		
Fuel	24,116	28,401
Insurance - general	19,022	19,000
Repairs and maintenance - ambulance	20,348	35,184
Supplies for patients	106,394	70,167
Legal and audit fees	8,125	8,125
Office expense	35,831	32,533
Other expenses - dues, subscriptions, Volunteers, refunds, travels	5,828	2,465
Outside services	22,326	24,164
Repairs and maintenance	11,185	1,301
Utilities and telephone	10,604	9,759
Miscellaneous expense	4,812	104,349
Lease payments	39,758	25,530
Interest expense	8,146	2,547
Capital outlay expenditures	134,585	206,130
Total Expenditures	1,247,028	1,265,899
Excess of Revenues Over Expenditures	170,465	47,585
Other financing Sources (uses)		
Financing proceeds	129,446	95,617
Net Change in Fund Balance	299,911	143,202
Fund Balance- Beginning	1,138,114	994,912
Fund Balance- Ending	\$ 1,438,025	\$ 1,138,114

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FISCAL YEAR END JUNE 30, 2025**

	2025
<b>Net Change in Fund Balances - total Governmental Funds</b>	<b>\$ 170,465</b>
 Amounts reported for governmental activities in the statement of activities are different because:	
 Capital outlay: In governmental funds, the costs of capital assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets are allocated over their estimated useful lives as depreciation expense. The difference between capital outlay expenditures and depreciation expense for the period is:	
Difference between Capital Outlay and Depreciation expense	58,992
Principal payments to lease do not require use of current financial resources, and therefore, are not reported in the statement of activities	39,758
Compensated absences do not require use of current financial resources, and therefore, are not reported in the statement of activities	(6,332)
<b>Total Change in Net Position - Governmental Activities</b>	<b>\$ 262,883</b>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FISCAL YEAR END JUNE 30, 2024**

	2024
<b>Net Change in Fund Balances - total Governmental Funds</b>	<b>\$ 47,585</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlay: In governmental funds, the costs of capital assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets are allocated over their estimated useful lives as depreciation expense. The difference between capital outlay expenditures and depreciation expense for the period is:	
Difference between Capital Outlay and Depreciation expense:	158,066
Principal payments to lease do not require use of current financial resources, and therefore, are not reported in the statement of activities	25,530
Compensated absences do not require use of current financial resources, and therefore, are not reported in the statement of activities	(31,971)
<b>Total Change in Net Position - Governmental Activities</b>	<b>\$ 199,210</b>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Nature of Activity**

Cloverdale Health Care District (District) provides ambulance service to Cloverdale California. The District is supported primarily from the assessment of special property tax assessments and from charges for ambulance services.

**B. Reporting Entity**

The Cloverdale Health Care District (District) includes all funds that are controlled by or dependent on the District's governing board for financial reporting purposes. The District has considered all potential component units in determining how to define the reporting entity, using criteria set forth in generally accepted accounting principles. The District determined that there are no potential component units that meet the criteria for inclusion within the reporting entity.

**C. Accounting Policies**

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants.

**Basis of Presentation**

Government-wide Financial Statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the District.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the fiduciary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for the governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the district's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. The District does not allocate indirect expenses to functions in the statement of activities.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Accounting Policies (Continued)**

Basis of Presentation (Continued)

Government-wide Financial Statements (Continued):

Program revenues include charges paid by the recipients of goods or services offered by a program, as well as grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the District, with certain exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

**D. Fund Structure and Basis of Accounting**

The accounts of the District are organized on the basis of funds which are considered to be a separate accounting entity. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. District resources are allocated to and accounted for in the fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The District's accounts are organized in one category, which includes one fund type as follows:

Governmental funds:

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

**E. Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting.

**F. Budgets and Budgetary Accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. By state law, the District's governing board must adopt a final budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's governing board satisfied these requirements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**F. Budgets and Budgetary Accounting (Continued)**

These budgets are revised by the District's Board of Directors and District Manager during the year to consider unanticipated income and expenditures. The original and final revised budgets are presented for the General Fund as required supplementary information in the financial statements.

**G. Property Tax**

Secured property taxes attach as an enforceable lien on property as of March 1. Taxes are payable in two installments on November 1 and February 1 and become delinquent if not paid by December 10 and April 10. Unsecured property taxes are payable in one installment on or before August 31. The County of Sonoma bills and collects the taxes for the District. Tax revenues are recognized by the District when received. The property tax receivable as of June 30, 2025, and 2024 \$ was 9,561 and \$9,447, respectively.

**H. Assets, Liabilities, and Equity**

1. Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expense as incurred. Depreciation on all assets is provided on a straight-line basis over an estimated useful life of 5-50 years, depending on the asset class.

2. Net Position

In the government-wide financial statements, net position is classified in the following categories:

Net Investment in Capital Assets - This amount consists of capital assets of accumulated depreciation and is reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the position.

Restricted Net Position - This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted Net Position - This amount is all net Positions that do not meet the definition of "net investment in capital assets" or "restricted net position".

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 1- NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**H. Assets, Liabilities and Equity (Continued)**

3. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the District's policy is to apply restricted net position first.

4. Fund Balances

The District has implemented GASB 54, establishing a five-tier fund balance classification hierarchy that depicts the extent the District is bound by spending constraints imposed on the use of its resources:

Nonspendable Fund Balance - Includes the portions of fund balance not appropriate for expenditures.

Restricted Fund Balance - Includes amounts subject to externally imposed and legally enforceable constraints. The District Governing Board has restricted final balance to accumulate resources for future ambulance replacement.

Committed Fund Balance - Includes amounts subject to District constraints self-imposed by formal action of the District Governing Board.

Assigned Fund Balance - Includes amounts the District intends to use for a specific purpose. Assignments may be established by the District Governing Board, or the Director of Business Services of the District.

Unassigned Fund Balance - Includes the residual balance that has not been assigned to other funds and is not restricted, committed, or assigned to specific purposes.

The District is committed to maintaining a prudent level of financial resources to protect against the need to reduce service levels because of temporary revenue shortfalls or unpredicted expenditures. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first and then unrestricted. Expenditures incurred in the unrestricted fund balances shall be reduced first from the committed fund balance, then from the assigned fund balance and lastly, the unassigned fund balance.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 2- CASH**

The District maintains cash balances at one financial institution in Cloverdale, California. The accounts at this institution are insured up to \$250,000 by the Federal Depository Insurance Corporation. The balances in the District's accounts exceeded the insured amount at certain times during the year. On June 30, 2025, and 2024, the District's uninsured cash balances total \$27,213 and \$84,687, respectively. The District has not experienced any losses in these accounts.

The District's cash balances at the bank consist of the following:

	2025	2024
Exchange Bank - Checking	\$ 273,745	\$ 334,687
Exchange Bank - Ambulance Replacement	32,712	111,259
Exchange Bank - Reserves	95,856	41,311
CalTrust Liquid Account	649,560	327,699
Total Cash	\$ 1,051,873	\$ 814,956

**NOTE 3- ACCOUNTS RECEIVABLE AND AMBULANCE REVENUE**

Accounts receivable represents uncollected billings for ambulance revenue (net of contractual adjustments) for the current year. Provision for bad debts is expressed as a percentage of gross revenue, ambulance services. For the year ending June 30, 2025, and 2024, the Manager estimates this percentage to be 3.2%, and the Allowance for Doubtful Accounts has been adjusted accordingly.

The District's accounts receivable consist of the following:

	2025	2024
Accounts receivable	\$ 371,461	\$ 316,834
Less: Allowance for doubtful accounts	(11,867)	(10,235)
Net accounts receivable	\$ 359,594	\$ 306,599

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 4-PROPERTY AND EQUIPMENT**

The summarized property and equipment as of June 30, 2025, and 2024 as follows:

<u>June 30, 2025</u>	Beginning Balance 07/01/2024	Additions	Adjustments	Ending Balance 06/30/2025
Land	\$ 17,789	\$ -	\$ -	\$ 17,789
Building & Improvements	351,924	-	-	351,924
Ambulance & Equipment	891,307	133,614	-	1,024,921
Office Furniture & Equipment	23,519	-	-	23,519
Subtotal	<u>1,284,539</u>	<u>133,614</u>	<u>-</u>	<u>1,418,153</u>
Less Accumulated Depreciation	<u>(657,293)</u>	<u>(74,623)</u>	<u>-</u>	<u>(731,916)</u>
Total	<u>\$ 627,246</u>	<u>\$ 58,991</u>	<u>\$ -</u>	<u>\$ 686,237</u>
<u>June 30, 2024</u>	Beginning Balance 07/01/2023	Additions	Adjustments	Ending Balance 06/30/2024
Land	\$ 17,789	\$ -	\$ -	\$ 17,789
Building & Improvements	323,366	28,558	-	351,924
Ambulance & Equipment	720,690	170,617	-	891,307
Office Furniture & Equipment	16,564	6,955	-	23,519
Subtotal	<u>1,078,409</u>	<u>206,130</u>	<u>-</u>	<u>1,284,539</u>
Less Accumulated Depreciation	<u>(609,230)</u>	<u>(48,063)</u>	<u>-</u>	<u>(657,293)</u>
Total	<u>\$ 469,179</u>	<u>\$ 158,067</u>	<u>\$ -</u>	<u>\$ 627,246</u>

Property and equipment are stated at cost. Expenditures for maintenance and repairs are charged against operations. Renewals and betterments that materially extend the life of the assets are capitalized. Depreciation is computed for financial statement purposes on a straight-line basis over the estimated useful lives of the related assets. The estimated useful lives of depreciable assets are as follows:

	<u>Estimated Useful Lives</u>
Buildings and improvements	50 years
Ambulance and equipment	10 years
Office furniture and equipment	10 years

For 2025 and 2024, depreciation amounted to \$74,623 and \$48,063, respectively.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 5- COMPENSATED ABSENCES**

The compensated absences balance as of June 30, 2025, and 2024, was \$38,302, and \$31,971, respectively.

**NOTE 6- LEASE PAYABLE**

The lease payable on June 30, 2025, is as follows:

	2025				Due Within One Year
	Beginning Balance	Additions	Reductions	Ending Balance	
Lease Payable	\$ 81,136	\$ -	\$ 26,273	\$ 54,863	\$ 27,038
Lease Payable - Heart Monitor	-	129,446	-	129,446	-
Note Payable	95,617	-	13,485	82,132	14,382
<b>Total Lease Payable</b>	<b>\$ 176,753</b>	<b>\$ 129,446</b>	<b>\$ 39,758</b>	<b>\$ 266,441</b>	<b>\$ 41,420</b>

Lease Payable

The District entered into a tax-exempt lease/purchase agreement with REV financial services, LLC. The lease is in the amount of \$231,474.20, has an interest rate of 2.91 percent and matures October 2026.

Debt Payable

The District entered into a tax-exempt debt obligation with KS State Bank for the purchase of a Type II ambulance in April 2024, which cost \$95,617, with an interest rate of 6.640% and six annual payments and the last payment on April 2030.

Lease Payable – Heart Monitor

The District entered into a tax-exempt lease/purchase agreement with REV financial services, LLC. The lease is in the amount of 129,446, has an interest rate of 2.91 percent and matures in October 2026.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE 6- LEASE PAYABLE (continued)**

The lease and debt obligation payments are as follows:

<u>FY</u>	<u>Installment Payment</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 48,478	\$ 41,420	\$ 7,058
2027	48,480	43,164	5,316
2028	19,844	16,358	3,486
2029	19,844	17,446	2,398
2030	149,290	148,053	1,237
Total	<u>\$ 285,936</u>	<u>\$266,441</u>	<u>\$19,495</u>

**NOTE 7-USE OF ESTIMATES**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE 8-RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During the fiscal year ending June 30, 2025, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for any of the past three fiscal years.

**NOTE 9-SUBSEQUENT EVENTS**

Subsequent events are those events or transactions that occur subsequent to the effective date of the financial statements, but before the issuance of the financial reports, which may have a material effect on the financial statements or disclosure therein. There are no subsequent events that have occurred through November 07, 2025, that meet the above definition.

**CLOVERDALE HEALTH CARE DISTRICT**  
**BUDGETARY COMPARISON SCHEDULE- GENERAL FUND**  
**JUNE 30, 2025**

	<u>Adopted Budget</u>	<u>Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance with Final Budget Positive- (Negative)</u>
<b>REVENUES</b>				
Property Tax	\$ 53,203	\$ 53,203	\$ 51,947	\$ (1,256)
Property assessments - special	157,188	157,188	156,436	(752)
Revenue from use of money:				
Interest income	22,800	22,800	22,290	(510)
Proceeds from Debt	-	-	129,446	129,446
Other local revenue	42,336	42,336	93,545	51,209
Subtotal	<u>275,527</u>	<u>275,527</u>	<u>453,664</u>	<u>178,137</u>
Charges for ambulance services	3,113,119	3,113,119	3,136,045	22,926
(Less- Contract Allowances)	(1,941,198)	(1,941,198)	(2,041,118)	(99,920)
Provision for bad debts	-	-	(1,652)	(1,652)
Net ambulance revenue	<u>1,171,921</u>	<u>1,171,921</u>	<u>1,093,275</u>	<u>(78,646)</u>
Total Revenues- FY25	<u>1,447,448</u>	<u>1,447,448</u>	<u>1,546,939</u>	<u>99,491</u>
<b>EXPENDITURES</b>				
Salaries and wages, including payroll taxes	613,000	613,000	630,835	(17,835)
Employee benefits - health insurance, workers' compensation	155,201	155,201	165,113	(9,912)
Services and supplies:				
Fuel	30,000	30,000	24,116	5,884
Insurance - general	25,000	25,000	19,022	5,978
Repairs and maintenance - ambulance	25,000	25,000	20,348	4,652
Supplies for patients	110,000	110,000	106,394	3,606
Legal and audit fees	8,125	8,125	8,125	-
Office expense	35,000	35,000	35,831	(831)
Other expenses - dues, subscriptions, volunteers, refunds, travels	16,481	16,481	5,828	10,653
Outside services - other	16,000	16,000	22,326	(6,326)
Repairs and maintenance - office painting, flooring, furniture, bed			11,185	(11,185)
Utilities and telephone	12,900	12,900	10,604	2,296
Miscellaneous expenses	21,900	21,900	4,812	17,088
Lease payments	-	-	39,758	(39,758)
Interest expense	-	-	8,146	(8,146)
Capital outlay expenditures	<u>-</u>	<u>-</u>	<u>134,585</u>	<u>(134,585)</u>
Total Expenditures- FY25	<u>1,068,607</u>	<u>1,068,607</u>	<u>1,247,028</u>	<u>(178,421)</u>
Net change in Fund Balance - FY25	<u>\$ 378,841</u>	<u>\$ 378,841</u>	<u>\$ 299,911</u>	<u>\$ (78,930)</u>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**BUDGETARY COMPARISON SCHEDULE- GENERAL FUND**  
**JUNE 30, 2024**

	Adopted Budget	Final Budget	Actual (Budgetary Basis)	Variance with Final Budget Positive- (Negative)
<b>REVENUES</b>				
Property Tax	\$ 48,000	\$ 48,000	\$ 52,608	\$ 4,608
Property assessments - special	150,000	150,000	157,188	7,188
Revenue from use of money:				
Interest income	-	-	4,956	4,956
Proceeds from Debt	-	-	95,617	95,617
Other local revenue	-	-	138,222	138,222
Subtotal	<u>198,000</u>	<u>198,000</u>	<u>448,591</u>	<u>250,591</u>
Charges for ambulance services	2,175,000	2,175,000	3,086,923	911,923
(Less- Contract Allowances)	(1,467,996)	(1,467,996)	(2,126,365)	(658,369)
Provision for bad debts	-	-	(48)	(48)
Net ambulance revenue	<u>707,004</u>	<u>707,004</u>	<u>960,510</u>	<u>253,506</u>
Total Revenues- FY23	<u>905,004</u>	<u>905,004</u>	<u>1,409,101</u>	<u>504,097</u>
<b>EXPENDITURES</b>				
Salaries and wages, including payroll taxes	621,263	621,263	600,751	20,512
Employee benefits - health insurance, workers' compensation	195,347	195,347	95,493	99,854
Services and supplies:				
Fuel	28,000	28,000	28,401	(401)
Insurance - general	23,000	23,000	19,000	4,000
Repairs and maintenance - ambulance	20,000	20,000	35,184	(15,184)
Supplies for patients	36,000	36,000	70,167	(34,167)
Legal and audit fees	8,125	8,125	8,125	-
Office expense	32,000	32,000	32,533	(533)
Other expenses - dues, subscriptions, volunteers, refunds, travels	13,454	13,454	2,465	10,989
Outside services - other	60,000	60,000	24,164	35,836
Repairs and maintenance - office painting, flooring, furniture, bed	15,000	15,000	1,301	13,699
Utilities and telephone	11,900	11,900	9,759	2,141
IGT DHCS Fee, GEMT QAF	-	-	104,349	(104,349)
Lease payments	-	-	25,530	(25,530)
Interest expense	-	-	2,547	(2,547)
Capital outlay expenditures	<u>75,000</u>	<u>75,000</u>	<u>206,130</u>	<u>(131,130)</u>
Total Expenditures- FY24	<u>1,139,089</u>	<u>1,139,089</u>	<u>1,265,899</u>	<u>(126,810)</u>
Net change in Fund Balance - FY24	<u>\$ (234,085)</u>	<u>\$ (234,085)</u>	<u>\$ 143,202</u>	<u>\$ 377,287</u>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

**NOTE 1- PURPOSE OF SCHEDULES**

A. Budgetary Comparison Schedule

The District employs budget control by object codes and by individual appropriation accounts. Budgets are prepared on the modified accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board. The budgets are revised during the year by the Board of Trustees to provide for revised priorities. Expenditures cannot legally exceed appropriations by major object code. The originally adopted and final revised budgets for the General Fund are presented as Required Supplementary Information. The basis of budgeting is the same as GAAP.

**CLOVERDALE HEALTH CARE DISTRICT**

**CLOVERDALE, CALIFORNIA**

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ORGANIZATION

The District was formed November 6, 1962 upon voter approval during a regular election to provide ambulance service to an area approximately the same as the Cloverdale Unified School District. Effective July 1, 1993, the District received revenue from the Assessment of a special property tax of \$18 on parcels within the District. On April 10, 1995, the District’s Board of Directors passed Resolution No. 95-4, changing the name “Cloverdale Hospital District” to “Cloverdale Health Care District” pursuant to Health and Safety Code Section 32137. Effective July 1, 2006, the District parcel tax increased to \$36.

BOARD OF DIRECTORS

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Al Delsid	President	December 2026
Harry Martin	Vice President	December 2026
James F. DeMartini	Member	December 2028
Neena Hanchett	Secretary	December 2028
Eugene Lile	Treasury	December 2026

ADMINISTRATION

Eric Polan  
Manager/Paramedic

**CLOVERDALE HEALTH CARE DISTRICT**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**FISCAL YEARS ENDED JUNE 30, 2025, 2024 AND 2023**

	<u>2024-2025</u>	<u>2023-2024</u>	<u>2022-2023</u>
<b>REVENUES</b>			
Current secured property tax	\$ 51,947	\$ 52,608	\$ 49,448
Special Assessments	156,436	157,188	154,424
Interest income	22,290	4,956	1,890
Grant Income - County	-	-	25,000
Other local revenue	93,545	138,222	100,512
Charges for ambulance services	3,136,045	3,086,923	2,062,300
Less: Contractual adjustments	(2,041,118)	(2,126,365)	(1,458,339)
Provision for bad debts	(1,652)	(48)	(2,180)
	<u>1,417,493</u>	<u>1,313,484</u>	<u>933,055</u>
<b>EXPENDITURES</b>			
Salaries and wages, including payroll taxes	630,835	600,751	560,393
Workers' compensation & health insurance	165,113	95,493	108,756
Services and supplies:			
Fuel	24,116	28,401	29,417
Insurance - general	19,022	19,000	17,575
Repairs and maintenance - ambulance	20,348	35,184	11,015
Supplies for patients	106,394	70,167	35,471
Legal and audit fees	8,125	8,125	8,125
Office expense	35,831	32,533	26,564
Other expenses - dues, subscriptions, volunteers, refunds, travels	10,640	106,814	75,923
Outside services	22,326	24,164	22,167
Repairs and maintenance - office painting, flooring, furniture, bed	11,185	1,301	800
Utilities and telephone	10,604	9,759	8,659
Lease principal and interest	47,904	28,077	28,093
Capital outlay expenditures	134,585	206,130	-
	<u>1,247,028</u>	<u>1,265,899</u>	<u>932,958</u>
Total Expenditures			
Excess of Revenues Over Expenditures	170,465	47,585	97
Lease financing proceeds	129,446	95,617	-
	<u>299,911</u>	<u>143,202</u>	<u>97</u>
Net Change in Fund Balance			
Fund Balances - Beginning of Year	1,138,114	994,912	929,007
Fund Balances - End of Year	<u>\$ 1,438,025</u>	<u>\$ 1,138,114</u>	<u>\$ 929,104</u>

The accompanying notes are an integral part of the financial statements.

**CLOVERDALE HEALTH CARE DISTRICT**  
**SCHEDULE OF AUDIT FINDINGS AND RESPONSES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**Section I - Summary of Auditor's Results**

***Financial Statements***

Type of auditor's report issued:	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Significant deficiency(ies) identified that are not considered to be material weakness?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None reported
Noncompliance material to financial statements noted?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

**CLOVERDALE HEALTH CARE DISTRICT**  
**SCHEDULE OF AUDIT FINDINGS AND RESPONSES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

There were no findings or recommendations considered reportable conditions determined as a result of prior audit of Cloverdale Health Care District for the year ended June 30, 2024.