BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

BASIC
FINANCIAL STATEMENTS

For the Years Ended
June 30, 2019 and 2018

DORAN & ASSOCIATES

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DORAN & ASSOCIATES

55 Mitchell Blvd., Ste. 3
San Rafael, CA 94903
Phone (415) 491-1130 * Fax (415) 524-4167
www.DoranAssociates.net
Member CalCPA and AICPA

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Bolinas Fire Protection District
Bolinas, California

Report on the Financial Statements
We have audited the accompanying financial statements of the governmental activities and each major fund of the Bolinas Fire Protection District (a California special district), as of and for the years ended June 30, 2019 and 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and the California State Controller's *Minimum Audit Requirements for California Special Districts*; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility
Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the California State Controller's *Minimum Audit Requirements for California Special Districts*. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and each major fund of the Bolinas Fire Protection District as of June 30, 2019 and 2018, and the respective changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America and the California State Controller's *Minimum Audit Requirements for California Special Districts*.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison, and pension plan information on pages 3–5 and 32-34 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 audits 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.

Doran & Associates

April 29, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2019

General Overview

The Bolinas Fire Protection District's ("BFPD's") primary objective is to provide the community with emergency services of a medical, fire suppression and preventative nature.

BFPD's mission is to ensure the safety and peace of mind of our community by providing leadership, support to the community members in their efforts to stay safe, and by responding effectively to calls for emergency services. We maintain readiness in staffing, training, equipment, apparatus and facilities to provide effective emergency response independent of outside resources. We serve the community with respect and compassion for every community member and visitor, every staff member and volunteer, upholding the trust of the community, caring for their safety and prudently managing their resources.

Our discussion and analysis of BFPD's financial performance provides an overview of the District's financial activities for the fiscal years ended June 30, 2019 and 2018. Please review it in conjunction with the basic financial statements and notes to the statements, which begin on page 6.

Using This Annual Report

The first statement in the audit report, on page 6, is the Statements of Net Position. The second statement, on page 7, is the Statements of Activities. The third statement, on pages 8 and 9, is the Balance Sheets – Governmental Funds. The fourth statement, on page 10, is the Reconciliation of the Balance Sheets-Government Funds to the Government-Wide Statements of Net Position. The fifth statement in the audit report, on page 11 and 12, is the Statements of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds. The sixth statement, on page 13, is the Reconciliation of the Statements of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds to the Governmental-Wide Statements of Activities. Following these statements are the Notes to Financial Statements ("Notes"), which provide explanations of specific items and sections of the report, as well as additional detail in the form of tables. The Notes are an integral part of the Financial Statements.

The Statements of Net Position can be seen as a snapshot of BFPD's financial status effective June 30, 2019 and 2018. It indicates the amount of cash and investments, restricted cash, fuel, prepaid expenses, accounts receivable, as well as the value of the fixed assets owned by the District (land, buildings, equipment, vehicles, etc.), and the bond financing costs. It also shows total liabilities, including bills that were due at the end of the fiscal period, Bonds payable, and the deferred revenue. Finally, it shows Net Position, or the net worth of the District. Assets equal Liabilities plus Net Assets.

The Statements of Net Position and Statements of Activities contain references to the Notes. The Notes provide additional detail and/or explanations for line items in the Statements of Net Assets. The Statements of Net Assets refers the reader to Notes for certain cash accounts, bond financing costs, capital assets, deferred revenue, bond payable, and Net Assets. The Statements of Activities contains references to property taxes and expense reimbursements.

The Statements of Revenues, Expenditures and Changes in Fund Balances show the specific sources of income and operational expenditures. It indicates that BFPD had general revenues of $794,445 and general operating expenses of $549,031 FY2019 and general revenues of $720,621 and general operating expenses of $504,282 for FY2018.

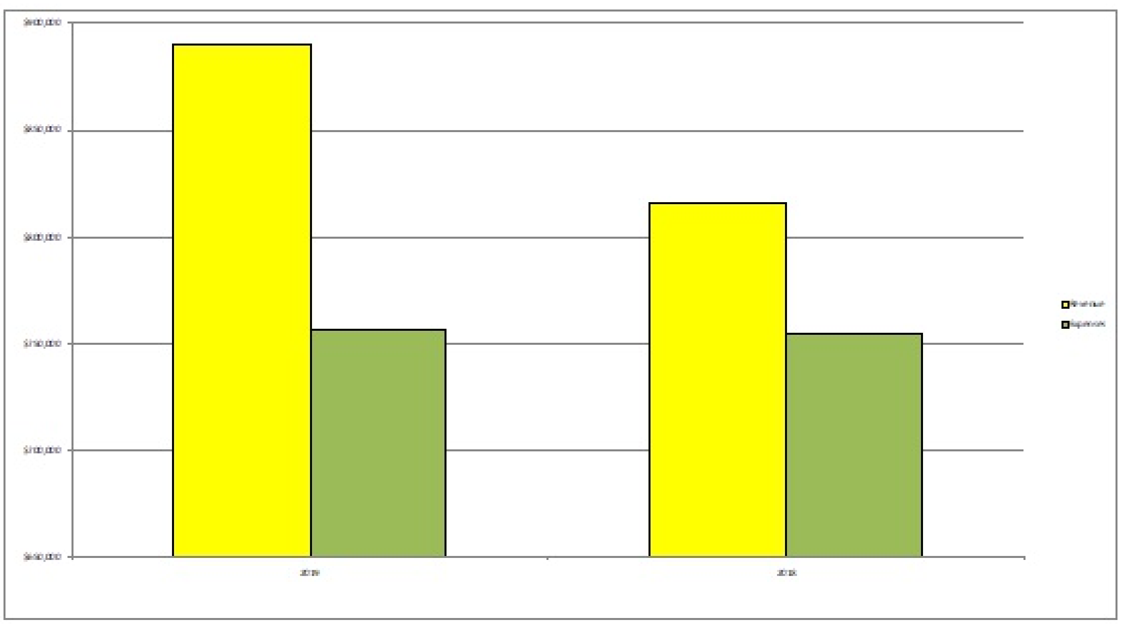
A Budget and Actual statement is included in the Supplemental Information section. Budget and Actual shows how specific income and expense compare with budgeted amounts, actual amounts, and the variance. See page 32 for this report.

Financial Highlights

- Total Cash, Cash Equivalents, and Restricted Cash for the period ending June 30, 2019 were $2,015,670. For the period ending June 30, 2018 the total was $1,753,018, which is an increase of $262,652. The increase is due to an increase in cash on deposit for operations and bond reserve funds. Notes 2 and 3 refer to the cash accounts.

- Capital Assets for period ending June 30, 2019 were $3,512,980. For period ending June 30, 2018 they were $3,656,555resulting in a decrease of $143,575. This decrease is due to depreciation expense for the year offset by equipment purchases. Current period depreciation and amortization expense was $203,221. Note 4 refers to capital assets.

The chart below compares total revenue and expenditures for the years ended June 30, 2019 and June 30, 2018. Operating revenues increased by $73,999 or 9.1%. Operating expenditures increased by $1,068 or 0.01%.



FY2015 was the year of implementation for GASB68, Accounting and Financial Reporting for Pensions.

Statement 68 was issued by GASB in June 2012, requiring public employers to comply with new accounting and financial reporting standards. Statement 68 outlines a different approach to the recognition and calculation of pension obligations. Under the new GASB standards, employers that participate in a defines benefit pension plan administered as a trust or equivalent arrangement are required to record the net pension liability, pension expense, and deferred outflows/deferred inflows of resources related to pensions in their financial statements as part of their financial position.

Net pension liability is the plan's total pension liability based on entry age normal actuarial cost method less the plan's fiduciary net position. This may be a negative liability (net pension asset).

Pension expense is the change in net pension liability from the previous fiscal year to the current fiscal year less adjustments. This may be a negative expense (pension income).

Deferred outflows and deferred inflows of resources related to pensions are certain changes in total pension liabilities and fiduciary net position that are to be recognized in future pension expense. Note 5 refer to Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pension.

On December 15, 2016, the District refinanced bonds issued to finance and construct a new fire station in 2005. The refinancing was undertaken to improve unfavorable terms and conditions of the original bond issuance and to modestly reduce the bond payments.

This financial report is designed to provide a general overview of the District's fiscal situation for all those with an interest in BFPD's finances. Questions concerning any of the information in this report, or requests for additional information should be addressed to: BFPD, Fire Chief, at P.O. Box 126 Bolinas, CA 94924.

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

STATEMENTS OF NET POSITION
June 30, 2019 and 2018

	2019	2018
ASSETS		
Current assets:		
Cash, cash equivalents and investments (Notes 1 and 2)	$ 1,919,507	$ 1,658,775
Restricted cash (Note 3)	96,163	94,243
Accounts receivable (Note 1)	14,031	27,461
Prepaid expenses	4,339	4,630
Fuel on hand	6,167	5,913
Total current assets	2,040,207	1,791,022
Bond financing costs, net of accumulated amortization of $9,024 at 2019 and $7,640 at 2018 (Note 4)	-	1,384
Capital assets, net of accumulated depreciation of $2,925,972 at 2019 and $2,724,135 at 2018 (Notes 1 and 4)	3,512,980	3,656,555
Deferred outflows of resources, pension plan (Note 5)	152,506	169,000
Total assets	$ 5,705,693	$ 5,617,961
LIABILITIES AND NET POSITION		
Current liabilities:		
Accounts payable	$ 34,605	$ 7,224
Bonds payable, current portion (Note 6)	46,812	46,812
Prepaid rent	-	5,111
Total current liabilities	81,417	59,147
Bonds payable, long-term (Note 6)	1,518,057	1,564,870
Net pension liability (Note 5)	224,080	246,725
Total liabilities	1,823,554	1,870,742
Deferred inflows of resources:		
Deferred revenue (Note 7)	175,000	181,250
Deferred inflows of resources, pension plan (Note 5)	27,957	20,219
Total deferred inflows of resources	202,957	201,469
Net position (Note 1):		
Invested in capital assets, net of related debt	1,948,111	2,046,257
Restricted net position	96,163	94,243
Unrestricted net position	1,634,908	1,405,250
Total net position	3,679,182	3,545,750
Total liabilities and net position	$ 5,705,693	$ 5,617,961

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

STATEMENTS OF ACTIVITIES
For the years ended June 30, 2019 and 2018

	2019	2018
GENERAL REVENUES		
Property taxes (Note 8)	$ 691,096	$ 651,522
Government grants	16,090	8,045
Miscellaneous (Note 9)	152,772	141,905
Investment earnings	29,749	14,236
Total general revenues	889,707	815,708
EXPENSES		
Financing costs (Note 6)	60,698	66,616
Public safety-fire protection		
Salaries and benefits	317,738	311,479
Materials and services	174,618	174,762
Depreciation and amortization	203,221	202,350
Total program expenses	756,275	755,207
Change in net position	133,432	60,501
Total net position, beginning of year	3,545,750	3,485,249
Total net position, end of year	$ 3,679,182	$ 3,545,750

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

BALANCE SHEETS - GOVERNMENTAL FUNDS
June 30, 2019

	Major Funds			
	General Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS				
Current assets:				
Cash, cash equivalents and investments	$ 1,919,507	$ -	$ -	$ 1,919,507
Restricted cash	-	-	96,163	96,163
Accounts receivable	14,031	-	-	14,031
Prepaid expenses	4,339	-	-	4,339
Fuel on hand	6,167	-	-	6,167
Total assets	$ 1,944,044	$ -	$ 96,163	$ 2,040,207
LIABILITIES AND FUND BALANCES				
Current liabilities:				
Accounts payable	$ 34,605	$ -	$ -	$ 34,605
Bonds payable, current	-	-	46,812	46,812
Total liabilities	34,605	-	46,812	81,417
Fund balances:				
Restricted	-	-	49,351	49,351
Assigned	1,142,236	-	-	1,142,236
Unassigned	767,203	-	-	767,203
Total fund balances	1,909,439	-	49,351	1,958,790
Total liabilities and fund balances	$ 1,944,044	$ -	$ 96,163	$ 2,040,207

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

BALANCE SHEETS - GOVERNMENTAL FUNDS (Continued)
June 30, 2018

	Major Funds			
	General Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS				
Current assets:				
Cash, cash equivalents and investments	$ 1,658,775	$ -	$ -	$ 1,658,775
Restricted cash	-	-	94,243	94,243
Accounts receivable	27,461	-	-	27,461
Prepaid expenses	4,630	-	-	4,630
Fuel on hand	5,913	-	-	5,913
Total assets	$ 1,696,779	$ -	$ 94,243	$ 1,791,022
LIABILITIES AND FUND BALANCES				
Current liabilities:				
Accounts payable	$ 7,224	$ -	$ -	$ 7,224
Prepaid rent	5,111	-	-	5,111
Bonds payable, current	-	-	46,812	46,812
Total liabilities	12,335	-	46,812	59,147
Fund balances:				
Restricted	-	-	47,431	47,431
Assigned	895,609	-	-	895,609
Unassigned	788,835	-	-	788,835
Total fund balances	1,684,444	-	47,431	1,731,875
Total liabilities and fund balances	$ 1,696,779	$ -	$ 94,243	$ 1,791,022

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

RECONCILIATION OF THE BALANCE SHEETS - GOVERNMENTAL FUNDS
TO THE GOVERNMENT-WIDE STATEMENTS OF NET POSITION
June 30, 2019 and 2018

	2019	2018
Total fund balances - total governmental funds	$ 1,958,790	$ 1,731,875
Amounts reported for Governmental Activities on the Statements of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources. Therefore, they are not reported on the Balance Sheets - Governmental Funds:		
Capital assets	6,438,952	6,380,690
Less: accumulated depreciation	(2,925,972)	(2,724,135)
	3,512,980	3,656,555
Bond financing costs	9,024	9,024
Less: accumulated amortization	(9,024)	(7,640)
	-	1,384
Deferred outflows of resources, pension plan do no provide current financial resources; therefore it is not reported on the Balance Sheets - Governmental Funds	152,506	169,000
Cash restricted for long-term debt does not require current financial resources; therefore, it is not reported on the Balance Sheets - Governmental Funds:		
Bonds payable, long-term	(1,518,057)	(1,564,870)
Net pension liability does not require current financial resources; therefore it is not reported on the Balance Sheets - Governmental Funds	(224,080)	(246,725)
The Coastal Health Alliance deferred revenue does not require current financial resources; therefore, it is not reported on the Balance Sheets - Governmental Funds	(175,000)	(181,250)
Deferred inflows of resources, pension plan do no provide current financial resources; therefore it is not reported on the Balance Sheets - Governmental Funds	(27,957)	(20,219)
Total net position	$ 3,679,182	$ 3,545,750

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
For the year ended June 30, 2019

	Major Funds			
	General Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUE:				
Property taxes	$ 602,084	$ -	$ 89,012	$ 691,096
Government grants	16,090	-	-	16,090
Miscellaneous	146,522	-	-	146,522
Investment earnings	29,749	-	-	29,749
Total revenue	794,445	-	89,012	883,457
EXPENDITURES				
Financing costs	-	-	107,511	107,511
Salaries and benefits	316,151	-	-	316,151
Capital outlay	58,262	-	-	58,262
Materials and services	174,618	-	-	174,618
Total expenditures	549,031	-	107,511	656,542
OTHER FINANCING SOURCES (USES)				
Transfers	(20,419)	-	20,419	-
Net change in fund balances	224,995	-	1,920	226,915
Fund balances, beginning of year	1,684,444	-	47,431	1,731,875
Fund balances, end of year	$ 1,909,439	$ -	$ 49,351	$ 1,958,790

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS (Continued)
For the year ended June 30, 2018

	Major Funds			
	General Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUE:				
Property taxes	$ 562,685	$ -	$ 88,837	$ 651,522
Government grants	8,045	-	-	8,045
Miscellaneous	135,655	-	-	135,655
Investment earnings	14,236	-	-	14,236
Total revenue	720,621	-	88,837	809,458
EXPENDITURES				
Financing costs	-	-	88,428	88,428
Salaries and benefits	323,381	-	-	323,381
Capital outlay	6,139	-	-	6,139
Materials and services	174,762	-	-	174,762
Total expenditures	504,282	-	88,428	592,710
OTHER FINANCING SOURCES (USES)				
Transfers	(61)	-	61	-
Net change in fund balances	216,278	-	470	216,748
Fund balances, beginning of year	1,468,166	-	46,961	1,515,127
Fund balances, end of year	$ 1,684,444	$ -	$ 47,431	$ 1,731,875

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

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE GOVERNMENTAL-WIDE STATEMENTS OF ACTIVITIES
For the years ended June 30, 2019 and 2018

	2019	2018
Net change in fund balances - total governmental funds	$ 226,915	$ 216,748
Amounts reported for Governmental Activities on the Statements of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, on the Statements of Activities the costs of those assets are allocated over their estimated useful lives and recorded as depreciation expense:		
Capital outlay	58,262	6,139
Less: depreciation and amortization expense	(203,221)	(202,350)
	(144,959)	(196,211)
Governmental funds report cash outlays for the pension plan as expenditures. However, on the Statements of Activities the costs of those activities include amortizations of deferred inflows and other long-term transactions.	(1,587)	11,902
Governmental funds report revenue in the current period for revenues deferred in prior periods since they were not available financing sources at the time. Government-wide statements record revenues at the time they are earned. This amount accounts for the change in deferred revenue	6,250	6,250
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This entry is the effect of these differences in the treatment of long-term debt issuance and payments	46,813	21,812
Change in net position	$ 133,432	$ 60,501

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

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Description of District - The Bolinas Fire Protection District (the District) was organized in 1954 by taxpayers and residents of the District, pursuant to the Health and Safety Code of the State of California. The Board of Directors is elected to four year terms and serves as the District's local governing body. The District is subject to the laws, regulations and guidelines that are set forth by the California State Controller's Office.

The financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

The Reporting Entity - The District, for financial statement purposes, includes all funds and account groups relevant to the operation of the District.

Basis of Accounting - The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each 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. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Capital Assets - Governmental activity capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair market value on the date donated. Capital assets are recorded at cost and depreciated over their estimated useful lives.

Depreciation of capital assets is charged as an expense against operations each year and the total amount of depreciation taken over the years, accumulated depreciation, is reported on the Statements of Net Position as a reduction in the book value of capital assets. Depreciation is charged to governmental activities by function.

Cash and Cash Equivalents - Cash is defined as cash in demand deposit accounts as well as cash on hand. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and investments so near their maturity that the risk of changes in value due to changes in interest rates is negligible. These are generally investments with maturity dates within three months of the acquisition date.

Accounts Receivable - It is the practice of the District to expense uncollectibles only after exhausting all efforts to collect the amounts due. There is no allowance for doubtful accounts and management believes all amounts will be collected in full.

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

Government-Wide Financial Statements and Measurement Focus - The District government-wide financial statements include Statements of Net Position and Statements of Activities. These statements present summaries of governmental activities for the District, accompanied by a total column.

These statements are presented on an *economic resources* measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets and liabilities, including capital assets and long-term liabilities, are included in the accompanying Statements of Net Position. The Statements of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

The District government-wide Statements of Activities presents a comparison between expenses, both direct and indirect, and program revenues for each governmental program. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipients of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program is self-financing or draws from the general revenues of the District.

Net Position -The government-wide financial statements utilize a net position presentation. Net position categories are as follows:

- Net Investment in Capital Assets - This component of net position consists of capital assets, net of accumulated depreciation and reduced by any debt outstanding against the acquisition, construction or improvement of those assets.

- Restricted Net Position - This component of net position consists of amounts with constraints placed on net position use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

- Unrestricted Net Position - This component of net position consist of net position that do not meet the definition of restricted or net investment in capital assets. This may include amounts Board-designated to be reported as being held for a particular purpose.

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

Governmental Fund Financial Statements - District governmental fund financial statements include Balance Sheets and Statements of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. Accompanying schedules are presented to reconcile and explain the differences in fund balances as presented in these statements to the net position presented in the government-wide financial statements.

The Governmental Accounting Standards Board ("GASB") Statement No. 34 defines major funds and requires that the District's major governmental funds be identified and presented separately in the governmental fund financial statements. All other governmental funds, called non-major funds, are combined and reported in a single column, regardless of their fund type.

Major funds are defined as governmental funds which have either assets, liabilities, revenues or expenditures equal to ten percent of their fund-type total or five percent of the grand total. The general fund is always a major fund. The District has two other funds which are considered major funds: the Capital Projects Fund and the Debt Service Fund. These funds account for the District's construction of a new firehouse and installation of roof photovoltaic (solar) panels.

Revenues susceptible to accrual are interest revenue and charges for services. Licenses and permits are not susceptible to accrual because, generally, they are not measurable until received in cash. Expenditures are generally recognized when incurred under the modified accrual basis of accounting. Principal and interest on general long-term debt is recognized when due.

All governmental funds are accounted for on a spending or *current financial resources* measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statements of Revenues, Expenditures, and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are intergovernmental revenues and interest. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

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

Fund Balance - The financial statements-governmental funds report fund balances as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the District is bound to honor constraints on how specific amounts can be spent.

- Nonspendable fund balance - amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.
- Restricted fund balance - amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions enabling legislation.
- Committed fund balance - amounts that can only be used for specific purposes determined by formal action of the District's highest level of decision-making authority (the Board of Directors) and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- Assigned fund balance - amounts that are constrained by the District's intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose. This is also the classification for residual funds in the District's special revenue funds.
- Unassigned fund balance - the residual classification for the District's general fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The Board of Directors establishes, modifies or rescinds fund balance commitments and assignments by passage of an ordinance or resolution. This is done through adoption of the budget and subsequent budget amendments that occur throughout the year.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, followed by the unrestricted, committed, assigned and unassigned resources as they are needed.

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

Fund Balance Policy

The District believes that sound financial management principles require that sufficient funds be retained by the District to provide a stable financial base at all times. To retain this stable financial base, the District needs to maintain an unrestricted fund balance in its funds sufficient to fund cash flows of the District and to provide financial reserves for unanticipated expenditures and/or revenue shortfalls of an emergency nature. Committed, assigned and unassigned fund balances are considered unrestricted.

The purpose of the District's fund balance policy is to maintain a prudent level of financial resources to protect against reducing service levels or raising taxes and fees because of temporary revenue shortfalls or unpredicted one-time expenditures.

Budget - Budgets are adopted on a basis consistent with generally accepted accounting principles.

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

Pensions - For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Bolinas Fire Protection District's California Public Employees' Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Subsequent Events - Subsequent events have been evaluated through April 29, 2020, which is the date the financial statements were available to be issued.

NOTE 2 CASH, CASH EQUIVALENTS AND INVESTMENTS

The District maintains its operating cash in a checking account with Bank of America, a money market account with Vanguard, and all other cash and investments with the County of Marin Investment Pool. Cash and investments with the County Treasurer are invested pursuant to investment policy guidelines established by the County Treasurer. The objectives of the policy are, in order of priority, legality of investment, safety of principal, liquidity and yield. The Marin County Treasurer's Pool is not SEC-registered, but is invested in accordance with California State Government Code, and the Marin County Treasurer's Investment Policy. California State Government Code requires the formation of an Investment Oversight Committee, which is charged with overseeing activity in the pool for compliance to policy and code requirements. To this end, the Oversight Committee reviews the monthly investment report prior to presentation to the Board of Supervisors and causes an audit of investments to occur annually. Additionally, the Investment Pool is rated by Fitch Ratings and has a "AAA/VI+" rating.

All pooled cash is entirely insured or collateralized. The County of Marin's investment pool consists of Treasury Bills, Federal Agency Securities, Negotiable Certificates of Deposit, Bankers Acceptances, and Commercial Paper. There are no repurchase agreements, investments in foreign currency, or derivative financial products.

	2019	2018
Cash on deposit with County Treasury for operations	$ 653,095	$ 682,109
Temporary cash balances necessary to meet future obligations with the Treasurer of the County of Marin in an interest-bearing pooled investment account. Interest earned has been accrued as of June 30, 2019 and 2018.	34,205	25,837
The District has assigned reserves to provide for the payment of bonds and for the repair and replacement of solar equipment.	40,961	42,860
The District has assigned reserves to provide for the common area maintenance.	17,352	14,852
The District has assigned reserves to provide for the replacement of vehicles.	1,124,884	837,897
Balance of cash and investments on deposit with County Treasury	1,870,497	1,603,555
Balance of cash on deposit at Bank of America	24,364	55,220
Balance of cash on deposit at Chase Bank	24,646	-
Total cash, cash equivalents and investments	$ 1,919,507	$ 1,658,775

NOTE 2 CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The cash deposits held in the investment pool can be categorized according to three levels of risk:

Category 1) Deposits which are insured or collateralized with securities held by the District or by its agent in the District's name.
Category 2) Deposits which are collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.
Category 3) Deposits which are not collateralized or insured.

Based on these three levels of risk, all of the District's cash deposits are classified as Category 1.

NOTE 3 RESTRICTED CASH

	2019	2018
Under the Mello-Roos Community Facilities Act of 1982, a community facilities district was established by the Fire District's Board of Directors. In order to finance costs of the new firehouse, a special parcel tax is being collected and maintained in a separate District account with the County of Marin.	$ 82,431	$ 80,511
Cash held in bond reserve funds	13,732	13,732
Total restricted cash	$ 96,163	$ 94,243

NOTE 4 CAPITAL ASSETS

Depreciation of capital assets in service is provided using the straight-line method, which means the cost of the asset is divided by its expected useful life in years, and the result is charged to expense each year until the asset is fully depreciated. The District has assigned the useful lives listed below to capital assets:

Building	30 years
Fire trucks	5 - 20 years
Equipment	3 years

NOTE 4 CAPITAL ASSETS (Continued)

A summary of changes in capital assets for the fiscal year ended June 30, 2019 and 2018, is as follows:

Capital Assets, at Cost	Land	Buildings and Improvements	Furniture, Equipment and Vehicles	Total
Balance, June 30, 2017	$ 7,000	$ 5,375,956	$ 1,067,696	$ 6,450,652
Additions	-	6,139	-	6,139
Disposals	-	-	(76,101)	(76,101)
Balance, June 30, 2018	7,000	5,382,095	991,595	6,380,690
Additions	-	-	58,262	58,262
Balance, June 30, 2019	7,000	5,382,095	1,049,857	6,438,952
Accumulated Depreciation				
Balance, June 30, 2017		1,776,158	824,292	2,600,450
Depreciation expense		180,453	19,333	199,786
Disposals		-	(76,101)	(76,101)
Balance, June 30, 2018		1,956,611	767,524	2,724,135
Depreciation expense		181,067	20,770	201,837
Balance, June 30, 2019		2,137,678	788,294	2,925,972
Property, equipment and improvements, net	$ 7,000	$ 3,244,417	$ 261,563	$ 3,512,980

Bond financing costs of $9,024 were paid during the year ended June 30, 2009, and are being amortized over the 16-year life of the bond. Balances as of June 30, 2019 and 2018, were as follows:

	2019	2018
Bond financing costs	$ 9,024	$ 9,024
Less: accumulated amortization	(9,024)	(7,640)
	$ -	$ 1,384

Amortization expense for the years ended June 30, 2019 and 2018, was $1,384 and $2,564, respectively.

NOTE 5 PENSION PLAN

A. General Information about the Pension Plans

Plan Descriptions - All qualified permanent and probationary employees are eligible to participate in the District's Safety (fire) Employee Pension Plan, cost-sharing multiple employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for the plan are applied as specified by the Public Employees' Retirement Law.

The Plan's provisions and benefits in effect at June 30, 2019, are summarized as follows:

	Safety	
	Prior to	On or after
Hire date	January 1, 2013	January 1, 2013
Benefit formula	2% @ 55	2% @ 57
Benefit vesting schedule	5 years	5 years
Benefit payments	Monthly for life	
Retirement age	55	57
Monthly benefits, as a % of eligible compensation	2%	2%
Required employee contribution rates	7%	9.5%
Required employer contribution rates	11.53%	9.07%

Contributions - Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the District to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions.

For the year ended June 30, 2019, the contributions recognized as part of pension expense for the Plan were as follows:

	Safety
Contributions - employer	$ 12,092
Contributions - employee paid by employer	$ -

NOTE 5 PENSION PLAN (Continued)

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pension

As of June 30, 2019, the District reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

	Proportionate Share of Net Pension Liability
Safety	$ 224,080
Total net pension liability	$ 224,080

The District's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2018, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017, rolled forward to June 30, 2018, using standard update procedures. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The District's proportionate share of the net pension liability for the Plan as of June 30, 2018, was as follows:

	Safety
Proportion, June 30, 2017	0.004840%
Change - Increase (Decrease)	0.000110%
Proportion, June 30, 2018	0.004950%

For the year ended June 30, 2019, the District recognized pension expense of $36,665. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 12,092	$ -
Differences between actual and expected experience	12,998	(49)
Changes in assumptions	59,356	(8,008)
Difference between actual and projected contributions	-	(19,900)
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	63,964	-
Net differences between projected and actual earnings on plan investments	4,096	-
Total	$ 152,506	$ (27,957)

NOTE 5 PENSION PLAN (Continued)

$12,092 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as pension expense as follows:

Year ending June 30,	
2020	$ 85,527
2021	55,020
2022	(23,900)
2023	(4,190)
	$ 112,457

Actuarial Assumptions - The June 30, 2017, valuation was rolled forward to determine the June 30, 2018, total pension liability, based on the following actuarial methods and assumptions:

Actuarial cost method	Entry Age Normal in accordance with requirements of GASB 68
Actuarial assumptions:	
Discount rate	7.15%
Inflation	2.75%
Salary increases	Varies by Entry Age and Service
Mortality Rate Table*	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power Applies, 2.75% thereafter

* The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the 2014 experience study report.

All other actuarial assumptions used in the June 30, 2017, valuation were based on the results of an actuarial experience study for the period 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study may be accessed on the CalPERS website at www.calpers.ca.gov under Forms and Publications.

Change of Assumptions - There were no changes in assumptions during the year ended June 30, 2019.

NOTE 5 PENSION PLAN (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.15%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. The tests revealed the assets would not run out. Therefore, the current 7.15 percent discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long term expected discount rate of 7.15 percent is applied to all plans in the Public Employees' Retirement Fund (PERF). The cash flows used in the testing were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained from CalPERS website under the GASB 68 section.

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

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF) cash flows. Taking into account historical returns of all the Public Employees' Retirement Fund asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each PERF fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

Asset Class	New Strategic Allocation	Real Return Years 1-10 (a)	Real Return Years 11+ (b)
Global Equity	47.0%	4.90%	5.38%
Global Fixed Income	19.0%	0.80%	2.27%
Inflation Sensitive	6.0%	0.60%	1.39%
Private Equity	12.0%	6.60%	6.63%
Real Estate	11.0%	2.80%	5.21%
Infrastructure and Forestland	3.0%	3.90%	5.36%
Liquidity	2.0%	-0.40%	-0.90%
Total	100%		

(a) An expected inflation of 2.5% used for this period.
(b) An expected inflation of 3.0% used for this period.

NOTE 5 PENSION PLAN (Continued)

Subsequent Events - There were no subsequent events that would materially affect the results presented in this disclosure.

Amortization of Deferred Outflows and Deferred Inflows of Resources - Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Net Difference between projected and actual earnings on pension plan investments	5 year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lifetime (EARSL) of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the District's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	Miscellaneous
1% Decrease	6.15%
Net Pension Liabilityy	$ 374,572
Current Discount Rate	7.15%
Net Pension Liability	$ 224,080
1% Increase	8.15%
Net Pension Liability	$ 100,779

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

E. Payable to the Pension Plan

At June 30, 2019, the District reported no amounts payable for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2019.

NOTE 6 BONDS PAYABLE

In order to provide funds to finance acquisition and construction of a new fire station, the District had entered into a "lease, lease-back" agreement, whereby bonds (Certificates of Participation) in the principal amount of $2,260,000 had been issued. Subject to this agreement, the District had agreed to make payments of principal and interest until the bonds were to be repaid in 2045. The balance of the original bonds were to be paid from tax revenues and consisted of principal and interest at 4%-5.1%. These bonds were repaid in December 2016 as part of a bond refinancing (see below).

On December 15, 2016, the District refinanced the bonds and entered into a "lease agreement", whereby bonds (Certificates of Participation) in the principal amount of $1,555,000 have been issued. Subject to this agreement, the District has agreed to make payments of principal and interest until the bonds are to be repaid in 2045. The balance of the bonds is to be paid from tax revenues and consists of principal and interest at 3.5% to 4.5% and will continue until August 1, 2045. Interest paid during the years ended June 30, 2019 and 2018, was $60,698 and $66,616, respectively.

On June 30, 2008, Clean Renewable Energy Bonds (CREBs) were issued in the amount of $189,000, which were used to finance the purchase and installation of roof photovoltaic (solar) panels to provide electricity to the building. These panels were purchased and installed during the year ended June 30, 2009. Principal will be paid in equal annual installments until the bonds have been repaid in 2023. There is no interest due on these bonds.

	Refinanced Acquisition and Construction Bonds	CREBs	Total
Balance, June 30, 2017	$ 1,555,000	$ 78,494	$ 1,633,494
Repayments	(10,000)	(11,812)	(21,812)
Balance, June 30, 2018	1,545,000	66,682	1,611,682
Repayments	(35,000)	(11,813)	(46,813)
Balance, June 30, 2019	$ 1,510,000	$ 54,869	$ 1,564,869

Future obligations for the succeeding five years and thereafter are as follows:

Year ending June 30,	Refinanced Bonds Interest	Refinanced Bonds Principal	CREBs Principal	Total Principal
2020	$ 60,435	$ 35,000	$ 11,812	$ 46,812
2021	59,788	40,000	11,812	51,812
2022	58,948	35,000	11,812	46,812
2023	58,090	35,000	11,812	46,812
2024	57,127	35,000	7,621	42,621
Thereafter	762,152	1,330,000	-	1,330,000
	$ 1,056,540	$ 1,510,000	$ 54,869	$ 1,564,869

NOTE 7 DEFERRED REVENUE

Deferred revenue consists of future lease revenue from Coastal Health Alliance (CHA), a tenant in the new building. On December 12, 2005, CHA entered into a 40-year lease in the amount of $250,000 with the District for rental of a portion of the new building. The effective start date of the lease was July 1, 2007. The balance of deferred revenue at June 30, 2019 and 2018, was $175,000 and $181,250, respectively.

NOTE 8 PROPERTY TAXES

Property taxes are assessed, collected and distributed by the County of Marin in accordance with legislation. Secured property taxes are attached as an enforceable lien on real property located in the County of Marin as of March 1. Secured property taxes are levied each November 1 on the assessed value of the real property as of prior March 1. Taxes are due in two equal installments on December 10 and April 10 following the levy date.

Under California law, secured property taxes are assessed and collected by the counties at up to 1% of assessed value, plus other increases approved by the voters. The property taxes are pooled and then allocated to the District based upon complex formulas.

Unsecured property taxes are levied throughout the year beginning March 1 on the assessed value of personal property as of March 1. For unsecured property tax bills issued between March 1 and June 30, the amount is payable by August 31. For unsecured property tax bills issued after June 30, the amount of the tax is due 30 days after the bill is issued, but no later than February 28/29.

Special assessment charges are incorporated on the property tax bill, and therefore are attached as an enforceable lien on real property located within the District. Special assessment charges are due in two installments on December 10 and April 10 following the assessment date. The special assessments are collected and distributed to the District by the County of Marin.

Effective July 1, 1993, the District, in addition to other districts, entered into an agreement (hereafter known as the "Teeter Plan") with the County of Marin whereby the County agreed to purchase without recourse all previously outstanding (net of all adjustments) secured delinquent property tax and special assessment receivables, penalties and interest of the districts as of June 30, 1993. Additionally, the County agreed to advance each district its share of the annual gross levy of secured property taxes and special assessments (net of adjustments) billed through the County's Tax Collector for the fiscal year ended June 30, 1996, and for each subsequent fiscal year of the agreement. In consideration, the District gives the County of Marin its right to penalties and interest on delinquent property tax receivables and actual proceeds collected. This agreement is still operational as of the fiscal year ended June 30, 2019.

NOTE 9 MISCELLANEOUS REVENUE

Miscellaneous revenue consisted of the following during the years ended June 30, 2019 and 2018:

	2019	2018
Rental income	$ 135,969	$ 129,333
Tenant utility reimbursement and other revenue	16,803	12,572
	$ 152,772	$ 141,905

NOTE 10 RISK MANAGEMENT

The District is exposed to various risks of loss related to workers' compensation claims. The District participates in a Joint Powers Agreement established July 1984 to provide coverage for workers' compensation claims exposure and to pay for the administration of the program. The Joint Powers Agreement established the Fire Districts Association of California - Fire Agency Self Insurance System (FDAC/FASIS) for the members.

Members of FASIS share in all workers' compensation risks, as well as enjoy the benefits of reduced workers' compensation costs for providing pooled coverage for injured employees. Comprehensive first dollar workers' compensation coverage is offered to members. FASIS self-insures the first $500,000, and through participation in the Local Agency Workers' Compensation Excess Joint Powers Authority (LAWCX), members are afforded excess coverage from $500,001 to statutory limits for each occurrence. Through the joint purchase of services including claims administration and oversight, financial and claims audits, actuarial, loss and risk control, and legal services, members are assured FASIS remains a solvent and viable solution to costly commercial insurance. Settled claims resulting from risks have not exceeded the coverage in any of the past fiscal years.

Each member of the Association pays an annual premium to the insurance system which is evaluated each year based on the number of personnel, estimated payroll, and an experience factor. The District currently reports all of its risk management activities in its General Fund. Premiums due to the Association are reported when incurred.

NOTE 11 MERA AGREEMENT

The District is a member of the Marin Emergency Radio Authority (MERA) which owns and operates a Public Safety and Emergency Radio System for use by its member agencies. MERA was created by a Joint Powers Agreement among a variety of local agencies within Marin County. The District makes annual service contributions which started August 1, 2002, and end August 1, 2020, for the use of the radio system. In addition, the District makes annual dues payments to MERA of which $11,370 was paid during the year ended June 30, 2019, and $11,320 was paid during the year ended June 30, 2018.

NOTE 11 MERA AGREEMENT (Continued)

Future obligations under the agreement are as follows:

Year ending June 30,	
2020	$ 12,783
2021	12,783
	$ 25,566

NOTE 12 SUBSEQUENT EVENT - CORONAVIRUS PANDEMIC

In December 2019, an outbreak of a novel strain of coronavirus (COVID-19) began to spread among various countries, including the United States. On March 11, 2020, the World Health Organization characterized COVID-19 as a pandemic. In addition, multiple jurisdictions in the U.S., including California, have declared a state of emergency and issued shelter-in-place orders in response to the outbreak. The immediate impact to the District's operations includes restrictions on employees' and volunteers' ability to work, and it is anticipated that the impacts from this pandemic will continue for some time. As of the report date, the financial impact of the coronavirus outbreak cannot be measured.

SUPPLEMENTARY INFORMATION

BOLINAS FIRE PROTECTION DISTRICT
(A California Special District)

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES, BUDGET AND ACTUAL - GENERAL FUND
For the year ended June 30, 2019

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance
REVENUES				
Property taxes	$ 565,892	$ 565,892	$ 602,084	$ 36,192
Government grants	8,000	8,000	16,090	8,090
Miscellaneous	138,574	138,574	146,522	7,948
Investment earnings	9,000	9,000	29,749	20,749
Total revenues	721,466	721,466	794,445	72,979
EXPENDITURES				
Salaries and benefits	330,763	330,763	316,151	14,612
Materials and services	277,267	277,267	174,618	102,649
Capital outlay	-	-	58,262	(58,262)
Total expenditures	608,030	608,030	549,031	58,999
Excess of revenues over expenditures	$ 113,436	$ 113,436	$ 245,414	$ 131,978

BOLINAS FIRE PROTECTION DISTRICT
(A California Public Utility District)

SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Last 10 Years*

	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.004950%	.004840%	.004990%	0.004947%	0.00386%
Proportionate share of the net pension liability	$ 224,080	$ 246,725	$ 233,636	$ 194,451	$ 240,258
Covered - employee payroll	$ 167,046	$ 144,548	$ 137,458	$ 84,210	$ 119,819
Proportionate Share of the net pension liability as percentage of covered-employee payroll	134.14%	170.69%	169.97%	230.91%	200.52%
Plan fiduciary net position as a percentage of the total pension liability	79.47%	75.89%	75.31%	78.32%	71.30%

* Fiscal year 2015 was the 1st year of implementation; therefore only five years are shown

BOLINAS FIRE PROTECTION DISTRICT
(A California Public Utility District)

SCHEDULE OF PENSION CONTRIBUTIONS
Last 10 Years*

	2019	2018	2017	2016	2015
Contractually required contribution (actuarially determined)	$ 25,376	$ 33,217	$ 48,723	$ 25,465	$ 39,869
Contributions in relation to the actuarially determined contributions	25,376	33,250	48,723	25,465	39,869
Contribution deficiency (excess)	$ -	$ (33)	$ -	$ -	$ -
Covered-employee payroll	$ 167,046	$ 144,548	$ 137,458	$ 84,210	$ 119,819
Contributions as a percentage of covered-employee payroll	15.19%	23.00%	35.45%	30.24%	33.27%

Notes to Schedule

Valuation date	6/30/2018

Methods and assumptions used to determine contribution rates:

Single and Agent Employers Example	Entry age
Amortization method	Level percentage of payroll, closed
Remaining amortization period	5 years
Asset valuation method	5-year straight-line
Inflation	2.75%
Salary increases	Varies by entry age and service
Investment rate of return	7.15%, net of pension plan investment expense, including inflation
Retirement age	50-55
Mortality	Derived from CalPERS' Membership Data

* Fiscal year 2015 was the 1st year of implementation; therefore only five years are shown