

**RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA**

ANNUAL FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2020 AND 2019

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
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Independent Auditor's Report

Board of Directors
Rural Water Management District No. 15,
Osage County, Oklahoma

Report on the Financial Statements

We have audited the accompanying financial statements of Rural Water Management District No. 15, Osage County, Oklahoma, which comprise the statements of net position as of June 30, 2020 and 2019 and the related statements of revenues and expenses and changes in net position and of cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance whether the financial statements are free of 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 District'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 District's internal control. Accordingly, we express no such an 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 opinions, the financial statements referred to above, present fairly, in all material respects, the financial position of Rural Water Management District No. 15, Osage County, Oklahoma, as of June 30, 2020 and 2019; the changes in financial position; and cash flows for the years then ended in conformity with the accounting principles generally accepted in the United States of America.

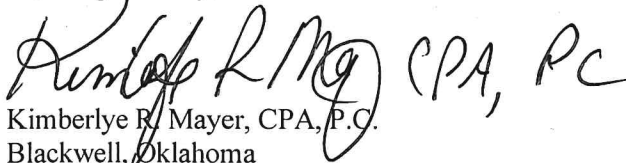
Other Matters

Required Supplementary Information

Rural Water Management District No. 15, Osage County, Oklahoma has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basis financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basis financial statements in an appropriate operational, economic or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated May 20, 2021 on our consideration of Rural Water Management District No. 15, Osage County, Oklahoma's internal control over financial reporting and on our tests of its compliance with certain laws, regulations, contracts and grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Rural Water Management District No. 15, Osage County, Oklahoma's internal control over financial reporting and compliance.

 CPA, PC

Kimberlye R. Mayer, CPA, P.C.
Blackwell, Oklahoma
May 20, 2021

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Board of Directors
Rural Water Management District No. 15,
Osage County, Oklahoma

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Rural Water Management District No. 15, Osage County, Oklahoma as of and for the year ended June 30, 2020, and the related notes to the financial statements and have issued our report thereon dated May 20, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Rural Water Management District No. 15, Osage County, Oklahoma's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Rural Water Management District No. 15, Osage County, Oklahoma 's internal control. Accordingly, we do not express an opinion on the effectiveness of the Rural Water Management District No. 15, Osage County, Oklahoma's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

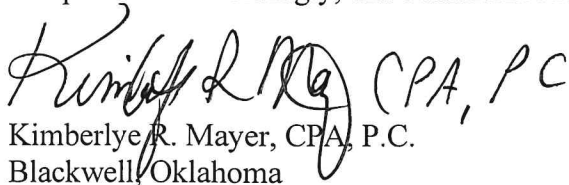
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rural Water Management District No. 15, Osage County, Oklahoma 's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

 CPA, P.C.

Kimberlye R. Mayer, CPA, P.C.
Blackwell, Oklahoma
May 20, 2021

FINANCIAL STATEMENTS

AND

NOTES

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
STATEMENTS OF NET POSITION
JUNE 30, 2020 AND 2019

ASSETS

	2020	2019
Current Assets:		
Cash and cash equivalents (Note 6)	\$ 501,071	\$ 494,420
Certificates of deposit	832,185	800,940
Accounts receivable	190,111	198,367
Other receivables	3,884	3,884
Prepaid expenses	32,305	34,145
Inventory	95,432	141,366
Notes receivable (current portion)(Note 5)	13,821	13,287
Total Current Assets	1,668,809	1,686,409
Restricted Assets:		
Loan trust accounts	117,151	115,543
Other Assets:		
Intangible assets (net of accumulated amortization) (Note 3)	855,783	855,783
Deposits	1,189	1,189
Total Other Assets	856,972	856,972
Non-current Assets:		
Capital assets (net of accumulated depreciation)(Note 2):		
Property and equipment	7,008,725	7,206,795
Construction in progress	205,798	84,978
Notes receivable, (noncurrent portion)(Note 5)	429,071	442,892
Total Noncurrent Assets	7,643,594	7,734,665
Total Assets	\$ 10,286,526	\$ 10,393,589

LIABILITIES AND NET POSITION

Current Liabilities:		
Accounts payable	\$ 61,256	\$ 50,977
Accrued wages and taxes	7,850	8,036
Accrued interest due	25,944	28,433
Notes payable (current portion) (Note 4)	309,329	297,157
Total Current Liabilities	404,379	384,603
Non-current Liabilities:		
Notes payable, long term (Note 4)	2,228,393	2,537,721
Total Non-current Liabilities	2,228,393	2,537,721
Total Liabilities	2,632,772	2,922,324
Net Position:		
Net investment in capital assets	4,676,801	4,356,895
Restricted for debt service	560,043	571,722
Unrestricted	2,416,910	2,542,648
Total Net Position	7,653,754	7,471,265
Total Liabilities and Net Position	\$ 10,286,526	\$ 10,393,589

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

RURAL WATER MANAGEMENT DISTRICT NO. 15
OSAGE COUNTY, OKLAHOMA
STATEMENTS OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
Operating Revenue:		
Water service	\$ 2,057,883	\$ 2,055,034
Service fees	4,100	4,650
Late penalties	61,725	65,175
Other revenues	37,880	38,183
Total Operating Revenue	2,161,588	2,163,042
Operating Expense:		
Payroll	380,823	391,111
Payroll taxes	29,252	32,374
Employee benefits	133,453	102,690
Water costs	938,985	800,926
Advertising, promotion & memberships	4,791	5,304
Service charges	16,171	14,132
Fuel	22,825	21,585
Repairs and maintenance	54,206	62,718
Insurance	40,349	33,404
Licenses, fees & permits	12,925	12,845
Professional fees	21,087	20,922
Bad debts expense	6,846	6,695
Office and postage	39,424	41,619
Meetings, training & travel	1,553	2,643
Utilities & telephone	68,808	59,557
Other expenses	8,595	9,939
Depreciation	276,755	258,467
Total Operating Expense	2,056,848	1,876,931
Income (Loss) From Operations	104,740	286,111
Non-operating Revenue (Expense):		
Gain on sale of assets		17,000
Interest income	34,618	35,400
Membership fees	160,700	94,500
Interest expense	(117,569)	(109,208)
Total Non-operating Revenue (Expense)	77,749	37,692
Change in Net Position	182,489	323,803
Net Position, beginning of year	7,471,265	7,147,462
Net Position, end of year	\$ 7,653,754	\$ 7,471,265

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

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
Cash Flows From Operating Activities:		
Cash received from customers	\$ 2,169,844	\$ 2,157,935
Cash payments to suppliers for goods and services	(1,343,892)	(1,256,719)
Cash payments to employees for services	(380,823)	(391,111)
Net cash provided (used) by operating activities	445,129	510,105
Cash flows from non-capital financing activities:		
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(165,772)	(282,022)
New borrowings		
Principal paid on notes and loans	(297,156)	(285,111)
Interest paid on notes and loans	(120,057)	(111,686)
Principal received on notes	13,287	12,775
Interest received on notes	3,373	13,033
New memberships	160,700	94,500
Net cash provided (used) by financing activities	(405,625)	(558,511)
Cash flows from investing activities:		
(Increase)Decrease in Certificates of Deposit	(31,245)	(65,543)
(Increase) decrease in reserve accounts	(1,608)	(1,633)
Net cash provided (used) by investing activities	(32,853)	(67,176)
Net increase (decrease) in cash and cash equivalents	6,651	(115,582)
Beginning cash and cash equivalents	494,420	610,002
Ending cash and cash equivalents	\$ 501,071	\$ 494,420
Reconciliation of income (loss) from operations to net cash provided (used) by operating activities:		
Income (Loss) from operations	\$ 104,740	\$ 286,111
Adjustments to reconcile income (loss) from operations to net cash provided (used) by operating activities:		
Depreciation	276,755	258,467
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	8,256	(5,107)
(Increase) decrease in inventory	45,934	(17,120)
(Increase) decrease in prepaids	1,840	2,401
Increase (decrease) in payables	7,604	(14,647)
Net cash provided (used) by operating activities	\$ 445,129	\$ 510,105

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

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Organization

The water system was originally created as a nonprofit entity. In 1989 the Rural Water Management District No. 15, Osage County, Oklahoma was created under the provisions of Title 82 of the Oklahoma Statutes, Section 1324.1 – 1324.35 and the laws of the State of Oklahoma. All of the assets, easements and property as well as the debt, liabilities and obligations of the nonprofit entity were transferred to Rural Water Management District No. 15, Osage County, Oklahoma. The purpose of the District is to furnish and supply to owners and occupants of property within the corporate limits water, sewer and related facilities and services. In 1998 the District's system increased when it purchased RWD #11, Osage County. On July 1, 2013, the District finalized the purchase of RWD #9, Osage County.

The District is a governed entity administered by a Board of Directors that acts as the authoritative and legislative body of the entity. The Board is comprised of five elected board members. Of the five, three are elected as officers of the District.

Basis of Accounting

The accounting policies of Rural Water Management District No. 15, Osage County, Oklahoma conform to the basic principles of governmental accounting and financial reporting set forth by the Governmental Accounting Standards Board.

The District is classified as an Enterprise Fund. The costs of providing the water services to the public are financed mainly through user charges. The financial statements of the District have been prepared using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred.

Restricted Assets

Restricted assets are cash and cash equivalents, whose use is limited by legal requirements. Restricted cash with fiscal agent represents amounts required by debt covenant to be segregated for debt payments and accrued interest on the notes.

Net Position

Net position presents the difference between assets and liabilities in the statement of net position. Net investment in capital assets is reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

Inventory

Inventory is stated at the lower of cost or market.

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 2 - PROPERTY AND EQUIPMENT:

Depreciable assets are recorded at cost when purchased or constructed. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not. Depreciation is calculated on a straight-line basis over the estimated useful lives of the depreciable assets. Total depreciation for the year ended June 30, 2020 and 2019 was \$276,755 and \$258,467 respectively. The following is a summary by category of changes in property and equipment:

Category	6/30/19	Additions	Deletions	6/30/20
Land	\$ 100,631	\$	\$	\$ 100,631
Vehicles	241,454		(2,563)	238,891
Buildings and improvements	836,611			836,611
Water system	9,032,449	38,964		9,071,413
Office equipment	71,969	7,288		79,257
Machinery and equipment	149,860			149,860
Accumulated depreciation	(3,226,179)	(276,755)	34,996	(3,467,938)
Net	<u>\$ 7,206,795</u>	<u>\$ (230,503)</u>	<u>\$ 32,433</u>	<u>\$ 7,008,725</u>

NOTE 3 - INTANGIBLE ASSETS:

The District acquired certain rights with the Corps of Engineers (Corps) as part of the assets assumed from the nonprofit entity. The rights include:

Storage Space Rights: The District has the right to utilize a fixed percentage of the usable storage space in Skiatook Lake, or approximately 2,000 acre-feet, to impound water for anticipated future demand or need and to withdraw this water from the lake. An associated note payable in the amount of \$563,867 was assumed by the District for these rights. During and upon repayment of this note, the District indefinitely retains the right to the storage space. In prior years, before a change in accounting pronouncements, amortization of \$183,257 was recognized.

Conduit Rights: The District has the right to use a conduit constructed by the Corps for the withdrawal of water from the Skiatook Lake. An associated note payable in the amount of \$703,960 was assumed by the District for these rights. During and upon repayment of the note the District indefinitely retains the right to use the conduit. In prior years, before a change in accounting pronouncements, amortization of \$228,787 was recognized.

Management has performed its annual evaluation of these intangible assets and has determined that no impairments are necessary as the fair market values exceed the carrying costs as of June 30, 2020.

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
NOTES TO FINANCIAL STATEMENT
YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 4 – NOTES PAYABLE:

Corps Storage Space Usage: This contract was assumed when the District acquired the obligation from the nonprofit entity. Under this contract the District is to reimburse the Corps for the construction costs of the water storage space in Skiatook Lake. No principal was due or interest accrued during the first ten years of the contract. After the first ten years of the contract, in 1995, annual interest payments at 4.012% were paid. Principal payments will commence upon usage of the storage space with the full contract being repaid on or before October 1, 2034.

Corps Conduit Usage: This contract was assumed when the District acquired the obligation from the nonprofit entity. Under this contract the District is to reimburse the Corps for the construction costs of the conduit at Skiatook Lake. No principal was due or interest accrued during the first ten years of the contract. After the first ten years of the contract annual interest payments at 4.012% would accrue until usage of the conduit. Principal and interest payments will commence upon usage of the storage space with the full contract being repaid on or before September 2040. The District has begun usage of the conduit and are making annual payments of \$31,570.

OWRB 2002: In November 2002, the District entered into a \$435,000 note payable agreement for construction projects. The interest rate is variable and periodically adjusted by the OWRB. Monthly payments are remitted to a local trustee who administers the semiannual payments to OWRB. The note matures in September 2032. The note is secured by the District’s revenues.

2014 Note: In May 2007, the District entered into a revolving loan agreement to finance construction projects which were completed in the year ending June 30, 2009 at a cost of \$2,665,758. The note carries an interest rate of 3.78% and payments are made semi-annually over 20 years. The note is secured by the District’s revenues. This note was refinanced in February of 2014 with an interest rate of 2.95%. Payments are semiannual over 10 years.

OWRB 2014a Drinking Water SRF: In October 2014, the District entered into a \$815,000 note payable agreement for construction projects. The interest rate is 2.17% and the administration fee is .5%. The maturity date of this note is June 2035. Monthly payments are remitted to a trustee bank who administers the semiannual payments to OWRB. During the year ended June 30, 2017, the final advancement of \$58,130 was received to complete the project. At June 30, 2020, the principle balance if this note was \$548,763.

The following is a schedule of the notes payable at June 30, 2020 and 2019:

	<u>6/30/2019</u>	<u>Principle Payments</u>	<u>Principle Borrowings</u>	<u>6/30/2020</u>
Corps storage space	\$ 563,867	\$	\$	\$ 563,867
Corps conduit	456,179	13,287		442,892
OWRB 2002	231,800	14,600		217,200
NOTE 2014	1,005,000	240,000		765,000
OWRB 2014a	578,032	29,269		548,763
	<u>\$2,834,878</u>	<u>\$ 297,156</u>	<u>\$</u>	<u>\$2,537,722</u>

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 4 – NOTES PAYABLE (Continued):

The following is a summary of the District’s future annual debt requirements:

<u>Year Ending</u>	<u>Payments</u>	<u>Principle</u>	<u>Interest</u>
6/30/21	\$ 388,715	\$ 309,329	\$ 79,386
6/30/22	386,932	316,504	70,428
6/30/23	385,092	323,824	61,268
6/30/24	118,191	66,257	51,934
6/30/25	118,946	68,803	50,143
6/30/26-6/30/30	607,665	385,573	222,092
6/30/31-6/30/35	508,031	337,660	170,371
6/30/36-6/30/40	157,852	135,079	22,773
6/30/41	595,437	594,693	744
	<u>\$ 3,266,861</u>	<u>\$ 2,537,722</u>	<u>\$ 729,139</u>

NOTE 5 - NOTES RECEIVABLE:

In connection with the conduit contract, the District entered into contracts with the cities of Skiatook, Sand Springs and Sapulpa, which allowed these cities to use the conduit on Skiatook Lake. The District allocates its annual payment to the Corps between these three cities based on their respective usage. Notes receivable bearing an interest rate of 4.012% and a 50-year term has been recognized by the District. The balance of this note at June 30, 2020 is \$442,892.

NOTE 6 – CASH AND CASH EQUIVALENTS:

The District considers all checking and savings accounts (except restricted accounts) and deposits with a maturity of three months or less to be cash equivalents.

NOTE 7 – RETIREMENT PLANS:

The District maintains a retirement plan for its qualified employees. The District contributes 3% to the eligible employees gross wages to this plan. The amount contributed by the District during the year ended June 30, 2020 and 2019 was \$11,015 and \$10,895 respectively.

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
NOTES TO FINANCIAL STATEMENT
YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 8 - INVESTMENTS:

The State of Oklahoma allows government entities to invest in the following: direct obligations of the United States government, its agencies or instrumentalities, collateralized or insured certificates of deposit, insured savings accounts or savings certificates, or county, municipal or school district direct debt.

NOTE 9 - DEPOSITS, INVESTMENTS AND COLLATERAL:

At June 30, 2020, all of the District's deposits were covered by the Federal Depository Insurance Corporation or collateralized. The District's primary financial institution has established a deposit and investment account for funds in excess of the insured limits, where funds can be transferred to a securities account carried and administered by a third party investment company.

NOTE 10 – ESTIMATES:

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

NOTE 11 – CONTINGENCIES:

As of June 30, 2020 and 2019 the District did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.

NOTE 12 – RISK MANAGEMENT:

The District is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District manages this risk through the purchase of commercial insurance policies. Claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered. The District has had no claims that exceeded its insurance coverage.

RURAL WATER MANAGEMENT DISTRICT NO. 15,
OSAGE COUNTY, OKLAHOMA
NOTES TO FINANCIAL STATEMENT
YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 13 – FAIR VALUES OF FINANCIAL INSTRUMENTS:

The definition of fair value for financial reporting, establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurements in an effort to make the measurement of fair value more consistent and comparable.

Level 1: Quoted prices in active markets for identical securities.

Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spread and credit risk).

Level 3: Significant unobservable inputs (including the District's own assumptions in determining the fair value of investments).

The District's financial instruments include cash and cash equivalents, certificates of deposit, inventory, accounts receivable, accounts payable and notes payable. The District's estimate of the fair value of all financial instruments does not differ materially from the aggregate carrying value of its financial instruments recorded in the accompanying statement of net position. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.

NOTE 14 – EVALUATION OF SUBSEQUENT EVENTS:

The District has evaluated subsequent events through May 20, 2021 the date which the financial statements were available to be issued.