



North Fork Water Company
A CALIFORNIA CORPORATION

**NORTH FORK WATER COMPANY
FINANCIAL STATEMENTS**

for years ending
January 31, 2023 and January 31, 2022

HIGHLAND, CALIFORNIA

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North Fork Water Company
(A California Corporation)
Organization Data
January 31, 2023 and 2022

DATE AND STATE OF INCORPORATION

1885 - California

DURATION OF CHARTER

Perpetual Existence

NATURE OF BUSINESS

Water Company Located in Highland, California

DATE OF EXEMPTION LETTER

September 13, 1964

OFFICERS

Phillip Goodrich
James Morales, Jr.
Brian Tompkins
Justine Hendricksen

President
Vice President
Chief Financial Officer
Secretary

DIRECTORS

David Smith
Ronald Coats
James Morales, Jr.
Phillip Goodrich
Chris Carrillo

MANAGER

Under Agreement with East Valley Water District



ROGERS, ANDERSON, MALODY & SCOTT, LLP
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948

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Independent Accountant's Review Report

PARTNERS

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Jenny W. Liu, CPA, MST
Gardenya Duran, CPA, CGMA
Brianna Schultz, CPA, CGMA
Brenda L. Odle, CPA, MST (Partner Emeritus)

MANAGERS / STAFF

Seong-Hyea Lee, CPA, MBA
Evelyn Morentin-Barcena, CPA
Veronica Hernandez, CPA
Laura Arvizu, CPA
Xinlu Zoe Zhang, CPA, MSA
John Maldonado, CPA, MSA
Julia Rodriguez Fuentes, CPA, MSA
Demi Hite, CPA
Jeffrey McKennan, CPA

MEMBERS

American Institute of
Certified Public Accountants

*PCPS The AICPA Alliance
for CPA Firms*

*Governmental Audit
Quality Center*

California Society of
Certified Public Accountants

To the Board of Directors
North Fork Water Company
Highland, California

We have reviewed the accompanying financial statements of North Fork Water Company (the Company), which comprise the statement of financial position as of January 31, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.



STABILITY. ACCURACY. TRUST.

Basis for Qualified Conclusion

As disclosed in Note 3 to the financial statements, accounting principles generally accepted in the United States of America require that governmental entities follow the reporting requirements of the Governmental Accounting Standards Board (GASB). The accompanying financial statements have been prepared in accordance with the reporting requirements of the Financial Accounting Standards Board (FASB). The effects of this departure from accounting principles generally accepted in the United States of America on financial position, results of operations, and cash flows have not been determined.

Qualified Conclusion

Based on our review, except for the effect of the matter described in the Basis for Qualified Conclusion paragraph, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Supplementary Information

The accompanying supplementary information appearing on pages 12 through 15 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Prior Year Comparative Information

The financial statements of the Company include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Company's financial statements for the year ended January 31, 2022, from which such summarized information was derived.

Rogers, Anderson, Malody & Scott, LLP.

San Bernardino, California
March 17, 2023

**North Fork Water Company
(A California Corporation)
Statements of Financial Position
January 31, 2023 and 2022**

| | 2023 | 2022 |
|-----------------------------------------------------------------------------------------------|------------------|------------------|
| ASSETS | | |
| Current Assets | | |
| Cash | \$ 79,450 | \$ 154,373 |
| Cash - Restricted for Capital Projects | 77,695 | 77,695 |
| Prepaid Expenses | 12,205 | 12,732 |
| Assessments Receivable | 1,458 | 1,458 |
| Total Current Assets | 170,808 | 246,258 |
| Property, Plant, and Equipment | | |
| Improvements - Fencing | 2,840 | 2,840 |
| Pipelines and Valves | 2,857,411 | 2,857,411 |
| Construction In Progress | - | - |
| Less: Accumulated Depreciation | (853,786) | (797,949) |
| Total Property, Plant, and Equipment | 2,006,465 | 2,062,303 |
| Other Assets | | |
| Water Rights - January 31, 1952 | 655,611 | 655,611 |
| Total Assets | \$ 2,832,884 | \$ 2,964,172 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Current Liabilities | | |
| Accounts Payable | \$ 5,567 | \$ 40,146 |
| Total Current Liabilities | 5,567 | 40,146 |
| Balance, January 31, | | |
| Capital Stock Authorized 7,200 Shares - 7,156 Issued and Outstanding at \$100 Stated Value | 715,600 | 715,600 |
| Additional Paid-In Capital | 442,444 | 454,470 |
| Contributed Capital | 1,381,386 | 1,419,232 |
| Retained Earnings | 287,887 | 334,724 |
| Total Shareholders' Equity | 2,827,317 | 2,924,026 |
| Total Liabilities and Shareholders' Equity | \$ 2,832,884 | \$ 2,964,172 |

See accompanying notes and Independent Accountants' Review Report.

North Fork Water Company
(A California Corporation)
Statements of Activities
For the years ended January 31, 2023 and 2022

| | 2023 | 2022 |
|-------------------------------------------------------|-------------|--------------|
| Revenues | | |
| Water Sales | \$ - | \$ - |
| Expenses | | |
| Repairs and Maintenance | | |
| Labor and Equipment | 13,370 | 12,745 |
| Contracted | 8,678 | 7,800 |
| Weir Repairs / Abandonments | - | 82,440 |
| Administration | 2,803 | 2,212 |
| Accounting Fees | 2,680 | 2,600 |
| Other Professional Services | - | - |
| Legal | 54,281 | 20,905 |
| Materials and Supplies | - | 25 |
| Property Taxes | 25,476 | 28,959 |
| Insurance | 4,344 | 7,314 |
| Depreciation | 55,837 | 55,837 |
| Total Expenses | 167,469 | 220,837 |
| Loss from Operations | (167,469) | (220,837) |
| Provision for Income Taxes | | |
| State Income Taxes | 800 | 800 |
| Excess of Expenses over Revenues before Contributions | (168,269) | (221,637) |
| Contributions | | |
| Shareholder Assessments - Operating | 71,560 | 92,995 |
| Change in Equity | \$ (96,709) | \$ (128,642) |

See accompanying notes and Independent Accountants' Review Report.

North Fork Water Company
(A California Corporation)
Statements of Changes in Shareholders' Equity
For the years ended January 31, 2023 and 2022

January 31, 2023

| | <u>Common Stock Issued and Outstanding</u> | <u>Additional Paid-in Capital</u> | <u>Contributed Capital (Grant)</u> | <u>Cumulative Excess of Revenue Over Expenses</u> | <u>Total Shareholders' Equity</u> |
|-------------------------------------|----------------------------------------------------|-------------------------------------------|--------------------------------------------|---------------------------------------------------------------|-------------------------------------------|
| Balance, January 31, 2022 | \$ 715,600 | \$ 454,470 | \$ 1,419,232 | \$ 334,724 | \$ 2,924,026 |
| Shareholder Assessments | | | | 71,560 | 71,560 |
| Excess of Expenses Over Revenues | | | | (168,269) | (168,269) |
| Allocate Depreciation | | (12,026) | (37,846) | 49,872 | - |
| Balance, January 31, 2023 | <u>\$ 715,600</u> | <u>\$ 442,444</u> | <u>\$ 1,381,386</u> | <u>\$ 287,887</u> | <u>\$ 2,827,317</u> |

January 31, 2022

| | <u>Common Stock Issued and Outstanding</u> | <u>Additional Paid-in Capital</u> | <u>Contributed Capital (Grant)</u> | <u>Cumulative Excess of Revenue Over Expenses</u> | <u>Total Shareholders' Equity</u> |
|-------------------------------------|----------------------------------------------------|-------------------------------------------|--------------------------------------------|---------------------------------------------------------------|-------------------------------------------|
| Balance, January 31, 2021 | \$ 715,600 | \$ 466,496 | \$ 1,457,078 | \$ 413,494 | \$ 3,052,668 |
| Shareholder Assessments | | | | 92,995 | 92,995 |
| Excess of Expenses Over Revenues | | | | (221,637) | (221,637) |
| Allocate Depreciation | | (12,026) | (37,846) | 49,872 | - |
| Balance, January 31, 2022 | <u>\$ 715,600</u> | <u>\$ 454,470</u> | <u>\$ 1,419,232</u> | <u>\$ 334,724</u> | <u>\$ 2,924,026</u> |

See accompanying notes and Independent Accountants' Review Report.

North Fork Water Company
(A California Corporation)
Statements of Cash Flows
For the years ended January 31, 2023 and 2022

| | 2023 | 2022 |
|----------------------------------------------------------------------------------------------------|---------------------|---------------------|
| Cash Flows from Operating Activities | | |
| Cash Paid for Services and Materials | \$ (145,683) | \$ (130,884) |
| Income Taxes Paid | (800) | - |
| Net Cash used by Operating Activities | (146,483) | (130,884) |
| Cash Flows from Financing Activities | | |
| Contributions from Shareholders to Pay Suppliers | 71,560 | 93,510 |
| Net Cash Provided by Financing Activities | 71,560 | 93,510 |
| Cash Flows from Investing Activities | | |
| Acquisition and Construction of Assets | - | - |
| Net Cash used for Investing Activities | - | - |
| Net Increase (Decrease) in Cash | (74,923) | (37,374) |
| Cash, Beginning of Year | 232,068 | 269,442 |
| Cash, End of Year | \$ 157,145 | \$ 232,068 |
| Reconciliation of Excess of Expenses over Revenues to Net Cash Used By Operating Activities | | |
| Excess of Revenue over (under) Expenses | \$ (168,269) | \$ (221,637) |
| Adjustments: | | |
| Depreciation | 55,837 | 55,837 |
| Expense CIP Project | - | - |
| (Increase) Decrease in: | | |
| Prepaid Expenses | 527 | 5,716 |
| Increase (Decrease) in: | | |
| Accounts Payable and Accrued Liabilities | (34,578) | 28,400 |
| Income Taxes Payable | - | 800 |
| Net Cash used by Operating Activities | \$ (146,483) | \$ (130,884) |

See accompanying notes and Independent Accountants' Review Report.

**North Fork Water Company
(A California Corporation)
Notes to Financial Statements
January 31, 2023 and 2022**

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

Nature of Operations

North Fork Water Company (the Company) is a mutual water company. The Company's primary purpose is to secure surface water from the Santa Ana River and other available sources for delivery to its shareholders in accordance with its delivery schedules and rules and regulations.

Basis of Accounting

The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) using the accrual basis of accounting.

Capitalization Policy

The Company's capitalization basis is cost if assets are purchased or constructed and acquisition value if assets are contributed.

Depreciation of Plant and Equipment

The carrying values of plant and equipment are depreciated over the estimated useful lives of the assets using the straight-line method.

Provision for Income Taxes

The Company is exempt from federal income taxes under Section 501(c)(12) of the Internal Revenue Code. Therefore, no provision for federal income taxes is reflected in the financial statements.

State franchise tax is computed at the current corporate rate. For the fiscal years ended January 31, 2023 and 2022 state franchise taxes were \$800.

Use of Estimates

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

**North Fork Water Company
(A California Corporation)
Notes to Financial Statements
January 31, 2023 and 2022**

**NOTE 1 - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES – continued**

Cash and Cash Equivalents

For purposes of the statement of cash flows, the North Fork Water Company considers cash and cash equivalents as short term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Cash equivalents have an original maturity date of three months or less from the date of purchase.

As of January 31, 2023, the Company's balance of funds on deposit with financial institutions did not exceed the federal depository insurance limit of \$250,000.

NOTE 2 - RELATED PARTY TRANSACTIONS

As of January 31, 2023, East Valley Water District owned 99.87% of the outstanding shares of the Company. The Company and East Valley Water District have certain officers and all Board directors in common.

The following related party transactions occurred for the years ending January 31, 2023 and January 31, 2022:

- East Valley Water District paid the Company operating and capital assessments of \$71,470 and \$92,599, respectively.
- The Company paid East Valley Water District for labor, administration, and use of vehicles in the amounts of \$16,173 and \$14,956, respectively.

NOTE 3 - DEPARTURE FROM US GAAP

As noted in Note 2, East Valley Water District owns 99.87% of the Company and appoints (or approve) a controlling majority of the members of the Company's governing board. Under the AICPA's Audit and Accounting Guide for State and Local Governments, this characterizes the Company as a governmental entity and therefore subject to the financial reporting standards required by the Governmental Accounting Standards Board (GASB). The accompanying financial statements were prepared in accordance with the reporting requirements of the Financial Accounting Standards Board (FASB) which represents a known departure from US GAAP.

North Fork Water Company
(A California Corporation)
Notes to Financial Statements
January 31, 2023 and 2022

NOTE 4 - PROPERTY, PLANT, AND EQUIPMENT

A summary of changes in property, plant and equipment follows:

Fixed Assets

| | Balance January 31, 2022 | Additions | Deletions | Balance January 31, 2023 |
|-----------------------------|-----------------------------|-------------|-------------|-----------------------------|
| <u>Distribution System</u> | | | | |
| Pipelines | \$ 2,851,372 | \$ - | \$ - | \$ 2,851,372 |
| Ditch Diversion Boxes | 4,729 | - | - | 4,729 |
| Valves | 1,310 | - | - | 1,310 |
| | <u>2,857,411</u> | - | - | <u>2,857,411</u> |
| <u>Improvements</u> | | | | |
| Fencing - North Fork Intake | <u>2,840</u> | - | - | <u>2,840</u> |
| Total Fixed Assets | <u>\$ 2,860,251</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,860,251</u> |

Accumulated Depreciation

| | Balance January 31, 2022 | Additions | Deletions | Balance January 31, 2023 |
|--------------------------------|-----------------------------|--------------------|-------------|-----------------------------|
| <u>Distribution System</u> | | | | |
| Pipelines | \$ (791,114) | \$ (55,676) | \$ - | \$ (846,790) |
| Ditch Diversion Boxes | (3,467) | (95) | - | (3,562) |
| Valves | (528) | (66) | - | (594) |
| | <u>(795,109)</u> | <u>(55,837)</u> | - | <u>(850,946)</u> |
| <u>Improvements</u> | | | | |
| Fencing - North Fork Intake | <u>(2,840)</u> | - | - | <u>(2,840)</u> |
| Total Accumulated Depreciation | <u>\$ (797,949)</u> | <u>\$ (55,837)</u> | <u>\$ -</u> | <u>\$ (853,786)</u> |
| Total Fixed Assets, Net | <u>\$ 2,062,302</u> | <u>\$ (55,837)</u> | <u>\$ -</u> | <u>\$ 2,006,465</u> |

**North Fork Water Company
(A California Corporation)
Notes to Financial Statements
January 31, 2023 and 2022**

NOTE 5 - WATER RIGHTS

There is an agreement dated May 23, 1895, between North Fork Water Company and Bear Valley Land and Water Company (now Bear Valley Mutual Water Company) that provides for delivery of water to North Fork Water Company as follows:

| <u>Month</u> | <u>Day Inches</u> |
|----------------------|------------------------------------------------------------------|
| June | 500 |
| July | 600 |
| August | 600 |
| September | 550 |
| October | 450 |
| November | 400 |
| December through May | ¼ Flow of Santa Ana River at a point known as "The Divide" |

The water deliveries in the period June through November may be reallocated between months, but no more than 600 day inches are to be delivered in any one month.

Water rights, as summarized above, have been valued at \$655,611, which is the difference between the par value of the capital stock outstanding and the value of the remaining assets at January 31, 1952.

NOTE 6 - ANNUAL SHAREHOLDER ASSESSMENTS

Annual shareholder operating assessments were set at \$10 per share for the year ended January 31, 2023. No capital assessments were levied during the year.

NOTE 7 - SUBSEQUENT EVENTS

In the preparation of these financial statements, the Company considered subsequent events through March 17, 2023, which is the date these financial statements were issued.

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SUPPLEMENTARY INFORMATION

**North Fork Water Company
(A California Corporation)**

Schedule One
Page 1 of 2

**Schedule of Property, Plant and Equipment, and Accumulated Depreciation
January 31, 2023**

January 31, 2023

| | Date Acquired | Property, Plant and Equipment | | | Accumulated Depreciation | | |
|---------------------------------------------------------------------|------------------|-------------------------------|---------------------|-------------------------|--------------------------|------------------|-------------------|
| | | Beginning Balance | Ending Balance | Remaining Life Years | Beginning Balance | Provision | Ending Balance |
| Canal Replacements | 1995 | \$ 41,862 | \$ 41,862 | 22 | \$ 22,186 | \$ 837 | \$ 23,023 |
| Canals - 1/2 interest | Various | 67,610 | 67,610 | | 67,610 | - | 67,610 |
| Ditch Diversion Boxes | 1985 | 4,729 | 4,729 | 13 | 3,467 | 95 | 3,562 |
| Canals - 36" Pipeline | 1995 | 8,958 | 8,958 | 21 | 4,923 | 179 | 5,102 |
| Canal Replacement (La Tourette) | 1997 | 37,511 | 37,511 | 24 | 18,749 | 750 | 19,499 |
| Canal Replacement (Plunge Creek Syphon to Cram School) | 1999 | 68,937 | 68,937 | 26 | 31,727 | 1,380 | 33,107 |
| Pipeline Replacement 90' of 26" Pipeline (behind Walmart) | 2002 | 9,941 | 9,941 | 28 | 4,179 | 199 | 4,378 |
| Pipeline Replacement 16" Pipeline (Highland Avenue) | 2004 | 3,010 | 3,010 | 30 | 1,140 | 60 | 1,200 |
| Canal Replacement 36" Pipeline - SAR to Plunge Creek Sandbox) | 2009 | 2,493,592 | 2,493,592 | 36.5 | 623,400 | 49,872 | 673,272 |
| Pipeline Replacement 50' of 30" DIP - Highland at VFW Hall | 2011 | 26,205 | 26,205 | 38 | 5,764 | 524 | 6,288 |
| Pipeline Replacement 220' of 24" - SAR Xing to Turnout | 2014 | 34,333 | 34,333 | 41 | 5,496 | 687 | 6,183 |
| 6" Gate Valve (Wier 17) | 2014 | 1,310 | 1,310 | 11 | 528 | 66 | 594 |
| Pipeline Replacement 80' of 30" - SAR Xing at 7 Oaks Dam | 2017 | 59,413 | 59,413 | 44 | 5,940 | 1,188 | 7,128 |
| | | <u>2,857,411</u> | <u>2,857,411</u> | | <u>795,109</u> | <u>55,837</u> | <u>850,946</u> |
| Improvements: | | | | | | | |
| Security Fencing - NF Intake | 2003 | 2,840 | 2,840 | 0 | 2,840 | | 2,840 |
| Totals | | <u>\$ 2,860,251</u> | <u>\$ 2,860,251</u> | | <u>\$ 797,949</u> | <u>\$ 55,837</u> | <u>\$ 853,786</u> |
| Construction in Progress | Various | \$ - | \$ - | 0 | - | - | - |

**North Fork Water Company
(A California Corporation)**

Schedule One
Page 2 of 2

**Schedule of Property, Plant and Equipment, and Accumulated Depreciation
January 31, 2022**

January 31, 2022

| | Date Acquired | Property, Plant and Equipment | | | Accumulated Depreciation | | |
|---------------------------------------------------------------------|------------------|-------------------------------|---------------------|-------------------------|--------------------------|------------------|-------------------|
| | | Beginning Balance | Ending Balance | Remaining Life Years | Beginning Balance | Provision | Ending Balance |
| Canal Replacements | 1995 | \$ 41,862 | \$ 41,862 | 23 | \$ 21,349 | \$ 837 | \$ 22,186 |
| Canals - 1/2 interest | Various | 67,610 | 67,610 | | 67,610 | - | 67,610 |
| Ditch Diversion Boxes | 1985 | 4,729 | 4,729 | 14 | 3,372 | 95 | 3,467 |
| Canals - 36" Pipeline | 1995 | 8,958 | 8,958 | 22 | 4,744 | 179 | 4,923 |
| Canal Replacement (La Tourette) | 1997 | 37,511 | 37,511 | 25 | 17,999 | 750 | 18,749 |
| Canal Replacement (Plunge Creek Syphon to Cram School) | 1999 | 68,937 | 68,937 | 27 | 30,347 | 1,380 | 31,727 |
| Pipeline Replacement 90' of 26" Pipeline (behind Walmart) | 2002 | 9,941 | 9,941 | 29 | 3,980 | 199 | 4,179 |
| Pipeline Replacement 16" Pipeline (Highland Avenue) | 2004 | 3,010 | 3,010 | 31 | 1,080 | 60 | 1,140 |
| Canal Replacement 36" Pipeline - SAR to Plunge Creek Sandbox) | 2009 | 2,493,592 | 2,493,592 | 37.5 | 573,528 | 49,872 | 623,400 |
| Pipeline Replacement 50' of 30" DIP - Highland at VFW Hall | 2011 | 26,205 | 26,205 | 39 | 5,240 | 524 | 5,764 |
| Pipeline Replacement 220' of 24" - SAR Xing to Turnout | 2014 | 34,333 | 34,333 | 42 | 4,809 | 687 | 5,496 |
| 6" Gate Valve (Wier 17) | 2014 | 1,310 | 1,310 | 12 | 462 | 66 | 528 |
| Pipeline Replacement 80' of 30" - SAR Xing at 7 Oaks Dam | 2017 | 59,413 | 59,413 | 45 | 4,752 | 1,188 | 5,940 |
| | | <u>2,857,411</u> | <u>2,857,411</u> | | <u>739,272</u> | <u>55,837</u> | <u>795,109</u> |
| Improvements: | | | | | | | |
| Security Fencing - NF Intake | 2003 | 2,840 | 2,840 | 0 | 2,840 | | 2,840 |
| Totals | | <u>\$ 2,860,251</u> | <u>\$ 2,860,251</u> | | <u>\$ 742,112</u> | <u>\$ 55,837</u> | <u>\$ 797,949</u> |
| Construction in Progress | Various | \$ 5,281 | \$ - | 0 | - | - | - |

North Fork Water Company
(A California Corporation)
Schedule of Shareholders
January 31, 2023

Schedule Two

| <u>Shareholder</u> | <u>Certificate Number(s)</u> | <u>Number of Shares</u> |
|----------------------------|------------------------------|-------------------------------|
| Brucie Cagle | 1373 | 4.00 |
| East Valley Water District | | 7,147.00 |
| Michael & Patricia Raley | 1414 | <u>5.00</u> |
| Total | | <u><u>7,156.00</u></u> |

North Fork Water Company
(A California Corporation)
Statement of Financial Position Comments
January 31, 2022 and 2021

Schedule Three

CURRENT ASSETS

Current assets consisted of the following:

| | <u>2023</u> | <u>2022</u> |
|------------------------|-------------------|-------------------|
| Cash in Checking | \$ 157,145 | \$ 232,068 |
| Prepaid Insurance | 1,985 | 1,564 |
| Prepaid Taxes | 10,220 | 11,168 |
| Assessments Receivable | <u>1,458</u> | <u>1,458</u> |
| Totals | <u>\$ 170,808</u> | <u>\$ 246,258</u> |

PROPERTY, PLANT AND EQUIPMENT

A summary of property, plant and equipment, and accumulated depreciation is shown in Schedule One.

The value of the one-half interest in canals was the appraised value in 1940, with subsequent additions being valued at cost.

The provision for depreciation amounted to \$55,837 computed at established rates using the straight-line method.

CURRENT LIABILITIES

Current liabilities consisted of the following:

| | <u>2023</u> | <u>2022</u> |
|------------------------------|-----------------|------------------|
| Accounts Payable | | |
| Contract Services | \$ - | \$ 34,283 |
| Labor and Burden | - | 659 |
| Legal - January | - | - |
| Landscaping | - | 650 |
| State Income Tax | 800 | 800 |
| EVWD Insurance Reimbursement | <u>4,767</u> | <u>3,754</u> |
| Total Accounts Payable | <u>\$ 5,567</u> | <u>\$ 40,146</u> |