CAMERON PARK COMMUNITY SERVICES DISTRICT

INDEPENDENT AUDITOR'S REPORT,

GENERAL PURPOSE FINANCIAL STATEMENTS

AND SUPPLEMENTAL INFORMATION

AS OF JUNE 30, 2003

CAMERON PARK COMMUNITY SERVICES DISTRICT

June 30, 2003

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1
GENERAL PURPOSE FINANCIAL STATEMENTS	
Combined Balance Sheet-All Fund Types and Account Groups	2
Combined Statements of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types	3
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS	4
SUPPLEMENTAL INFORMATION	
Combined Statement of Revenue and Expenditures-Budget and Actual-General Fund	13
Combined Balance Sheet-Special Revenue Funds	15
Combined Statement of Revenues, Expenditures and Changes in Fund Balance-Special Revenue Funds	16
Schedule of Development Fees Collected and Qualifying Expenditures Paid	17
Agreed upon Procedures Report for Appropriations Limit Calculation	18
Appropriations Limit Worksheet	19
Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	20

JOHN F. WARDEN, JR.

Certified Public Accountant
Disabled Veteran Business Enterprise "DVBE"

3461 ROBIN LANE, SUITE #3
CAMERON PARK, CALIFORNIA 95682
(530) 677-4441 • FAX (530) 677-2960
TOLL FREE (888) 677-4441

INDEPENDENT AUDITOR'S REPORT

To: The Board of Directors
Cameron Park Community Services District

I have audited the accompanying general purpose financial statements of the Cameron Park Community Service District as of and for the year ended June 30, 2003, as listed in the table of contents. These financial statements are the responsibility of the Cameron Park Community Service District's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the State Controller's Minimum Audit Requirements for California Special Districts. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Cameron Park Community Service District as of June 30, 2003 and the results of its operations for the year then ended in conformity with basis consistent with that of the preceding year as well as with accounting systems prescribed by the State Controller's Office and State Regulations Governing Special Districts.

In accordance with *Government Auditing Standards*, I have also issued my report dated November 20, 2003, on my consideration of the Cameron Park Community Service District's internal control over financial reporting and my test of it's compliance with certain provisions of laws, regulations, contracts and grants.

My audit was conducted to form an opinion on the general purpose statements taken as a whole. The supplemental schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Cameron Park Community Service District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and in my opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

John F. Warden, Jr.
November 20, 2003

CAMERON PARK COMMUNITY SERVICES DISTRICT

Combined Balance Sheet-All Fund Types and Account Groups

June 30, 2003

	General	Special Revenue	General Fixed Assets	General Long-Term Debt	Totals (Memorandum Only)
ASSETS					
Cash in County Treasury	$ 1,298,151	$ 1,240,833	$	$	$ 2,538,984
Cash in County Treasury-restricted	45,773				45,773
Imprest cash	600				600
Due to/from	(53,879)	53,879			-
Accounts receivable	223,817				223,817
Delinquent assessments receivable		7,483			7,483
Amount to be provided for retirement of long-term debt				224,693	224,693
Land and improvements			8,093,000		8,093,000
Buildings and improvements			1,951,220		1,951,220
Equipment			1,581,857		1,581,857
TOTAL ASSETS	$ 1,514,462	$ 1,302,195	$ 11,626,077	$ 224,693	$ 14,667,427
LIABILITIES AND FUND EQUITY					
LIABILITIES					
Accounts payable	$ 543,576	$ 851	$ -	$ -	$ 544,427
Salaries and benefits payable	39,750	2,282			42,032
Compensated absences				98,918	98,918
Note payable CDF	70,576			125,775	196,351
TOTAL LIABILITIES	653,902	3,133	-	224,693	881,728
FUND EQUITY					
Investment in general fixed assets			11,626,077		11,626,077
Fund Balance					
Reserved for imprest cash	600				600
Unreserved					
Designated	45,773				45,773
Undesignated	814,187	1,299,062			2,113,249
TOTAL FUND EQUITY	860,560	1,299,062	11,626,077		13,785,699
TOTAL LIABILITIES AND FUND EQUITY	$ 1,514,462	$ 1,302,195	$ 11,626,077	$ 224,693	$ 14,667,427

See accompanying notes.

CAMERON PARK COMMUNITY SERVICES DISTRICT

Combined Statement of Revenues, Expenditures, and Changes

in Fund Balances-All Governmental Fund Types

For the Year Ended June 30, 2003

	Governmental Fund Types		Totals (Memorandum Only)
	General	Special Revenue	
REVENUES			
Property taxes	$ 2,325,202	$	$ 2,325,202
Direct special assessments		296,195	296,195
Use of money-interest-rents	27,676	13,730	41,406
In-lieu/impact fees		438,952	438,952
Insurance reimbursement	178,246		178,246
Other-governmental agencies	667,641	94,606	762,247
Recreation program income	242,155		242,155
Other revenues	64,295		64,295
Operating transfers in	242,410	20,000	262,410
TOTAL REVENUES	3,747,625	863,483	4,611,108
EXPENDITURES			
Community services and administration	546,438	282,000	828,438
Fire services	2,036,106	19,927	2,056,033
Recreation services	329,539		329,539
Parks services	829,087	91,449	920,536
TOTAL EXPENDITURES	3,741,170	393,376	4,134,546
TOTAL REVENUES OVER EXPENDITURES	6,455	470,107	476,562
FUND BALANCES-UNRESTRICTED /UNDESIGNATED			
Beginning	851,973	831,087	1,683,060
Residual equity transfer	2,132	(2,132)	-
Ending	$ 860,560	$ 1,299,062	$ 2,159,622

See accompanying notes.

1.) HISTORY

The Cameron Park Community Services District, Cameron Park, County of El Dorado, California, was established on June 26, 1961, by resolution 97-61 by the Board of Supervisors of El Dorado County pursuant to Section 61128 of the Government Code. The District operates under a Council-Manager form of government and provides the following services as authorized by resolution 97-61.

A. To supply the inhabitants of the district with water for domestic, irrigation, sanitation, industrial, fire protection and recreation use.

B. The collection, treatment or disposal of sewage, waste and storm water of the district and its inhabitants.

C. The collection or disposal of garbage or refuse matter.

D. Protection against fire.

E. Public recreation by means of parks, including aquatic parks and recreational harbors, playgrounds, swimming pools or recreation buildings.

F. Street lighting.

G. Mosquito abatement.

H. The equipment and maintenance of police department or other police protection to protect and safeguard life and property.

I. To acquire sites for, construct and maintain library buildings and to cooperate with other governmental agencies for library service.

J. The opening, widening, extending, straightening and surfacing, in whole or part, of any streets in such district, subject to the consent of the governing body of the county or city in which said improvement is to be made.

K. The construction and improvement of bridges, culverts, curbs, gutters, drains and works incidental to the purposes specified in subdivision (J), subject to the consent of the governing body of the county or city in which said improvement is to be made.

2.) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Accounting: The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to government units organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. These policies are consistent with prior years.

The modified accrual basis of accounting is followed by the general fund. A summary of the modifications to the accrual method is as follows:

A. Revenues are recorded as received in cash except for revenues susceptible to accrual and material revenues that are not received at the normal time of receipt.

B. Expenditures are recorded on an accrual basis of accounting when the related liability is incurred. Exceptions to this general rule include principal on general long-term debt, which is recognized when due.

Governmental Funds:

General Fund-The General Fund accounts for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds-Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Account Groups:

General Fixed Assets-The General Fixed Assets Account Group accounts for fixed assets at cost or if the cost is not determinable, at estimated cost. Donated fixed assets are recorded at their estimated fair value at the time received. No depreciation has been provided on general fixed assets.

General Long-Term Debt-The General Long-Term Debt Account Group is used to account for unmatured general long-term indebtedness of the District.

Compensated Absences: It is the District's policy to permit employees to accumulate amounts of earned but unused vacation, sick leave and compensatory time off, which will be paid to employees upon separation from the District's service.

Governmental Funds: The estimated accrued vacation, sick leave and compensatory time off, is recorded as a liability in the general long-term debt account group. The amount to be paid from current resources is not significant. This is in compliance with the provisions of GASBS 16.

2.) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

Total (Memorandum Only): The accompanying general purpose financial statements include total columns labeled "Memorandum Only." The "Memorandum Only" totals do not represent consolidated financial information because the individual fund types included in the totals are prepared on a different basis of accounting and not all necessary eliminating entries have been made. These totals are not necessary for a fair presentation for the financial statement, but are presented as additional analytical data.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Concentrations of Credit Risk: There are no financial instruments which potentially expose the District to concentrations of credit risks as defined by the Statement of Financial Accounting Standards No. 105.

Budgets and Budgetary Accounting: The District follows these procedures in establishing the budgetary data reflected in the financial statements.

A. Formal budgetary integration is employed as a management control device during the year for the general fund. The budget is adopted on a basis consistent with governmental accounting principles generally accepted in the United States of America.

B. The District's board approves, by resolution, total budget appropriations only. The District's administrator is authorized to transfer budget amounts between departments within the general fund; however, any revisions that alter the total appropriations of any fund must be approved by the District's Board of Directors.

C. Unused appropriations for the annually budgeted funds lapse at the year end.

D. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year.

3.) CASH AND INVESTMENTS

The District has instructed the County of El Dorado to invest excess funds on deposit in their overall pooling of investment. The District's interest is then allocated according to the average cash balance in the County Treasury based upon the overall investments of the County.

3.) CASH AND INVESTMENTS-CONTINUED

The County maintains written investment policies which address a wide variety of investment practices, including primary investment objectives, investment authority, allowable investment vehicles, investment maturity terms, eligible financial institutions, capital preservation and cash flow management. The County has not adopted the provisions of GASB Statement Number 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools".

All cash deposits conform to the California Government Code Section 53646 and are fully collateralized by governmental securities pledged for the purpose of Public Deposit Collateral.

4.) TAXES LEVIED AND ASSESSMENTS FOR CC&R'S AND LIGHTING DISTRICTS

The District operates under provisions of Section 2167.1 of the Revenue and Taxation Code which allows for a property tax levy and assessment in the amount sufficient to pay for the services provided by the CC&R's and lighting districts.

Resolution No. 341-83, County of El Dorado

At a regular meeting of the El Dorado Board of Supervisors held December 6, 1983, the Board voted to remain on the Teeter Plan of apportioning ad valorem property taxes for an indefinite period of time. Clarifying this action on February 14, 1984, the Board declared its intent for bond assessments that were in effect at the time the Board took such action to also stay on the Teeter Plan.

The Board's action means that property tax apportionments will continue to be apportioned at a 100% rate in October each year. Direct assessments (those charges added to the roll as a dollar amount) not representing bonding indebtedness, repayments and all direct assessments that begin after the 1983-84 fiscal year will be apportioned as collected.

The District has assessed various special assessments for services such as CC&R enforcement and for lighting and maintenance as approved by special elections of the property owners of the District. The District's Board of Directors determine annually, the assessment based upon the present level of service. The assessment is formally approved each year by an adopted resolution.

Delinquent direct assessments receivable for the fiscal year ended June 30, 2003, for the District was $7,481.41 which includes the statutory penalty of ten percent (10%).

5.) LONG-TERM DEBT ACCOUNT GROUP

Compensated Absences	Balance at June 30, 2003
Estimated liability for accumulated vacation, accumulated to a maximum of 400 hours or two (2) times their annual accrual.	$ 71,207
Estimated liability for accumulated sick leave. Sick leave will not be paid in excess of 960 hours and will be paid at 60% of current rate at termination. Employment must have been for five (5) Years.	27,711
	$ 98,918

This total liability is presented in the general long-term debt account group.

6.) RETIREMENT PLAN

The District's policy is to fund retirement benefits with the State of California Public Employees' Retirement System (CALPERS). The amount of pension contributions by the District to CALPERS is actuarially determined under a program wherein contributions plus earnings of the retirement system are to provide the necessary funds to pay retirement benefits when due. The District relies on the competency of the State in determining the funding method, the adequacy of funding and the spreading of actuarial gains and losses which is currently on a four-year basis. Confirmation of balances in the District accounts are not yet available from CALPERS.

A. Plan Description

The Cameron Park Community Services District contributes to the California Public Employees Retirement System (CALPERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating public entities within the State of California. CALPERS issues a publicly available financial report that includes financial statements and required supplementary information for the Cameron Park Community Services District. The financial report may be obtained by writing to, CALPERS Actuarial Office, P.O. Box 942709 Sacramento, CA 94229-2709.

6.) RETIREMENT PLAN-CONTINUED

B. Summary of Significant Accounting Policies

Basis of Accounting: The financial statements of the plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The District's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Plan investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair value.

Under GASB 27, an employer reports an annual pension cost (APC) equal to the annual required contribution (ARC) plus an adjustment for the cumulative difference between the annual pension cost and the employer's annual plan contributions for the year. The cumulative difference is called the net pension obligation (NPO). The annual required contribution for the period July 1, 2003 to June 30, 2004 has been determined by an actuarial valuation of the plan as of June 30, 2001. The contribution rate for the indicated period is 0.000% for safety and 6.470% for miscellaneous of payroll. In order to calculate the dollar value of the annual required contribution for inclusion in financial statements prepared as of June 30, 2004, this contribution rate would be multiplied by the payroll of covered employees that were actually paid during the period July 1, 2003 to June 30, 2004.

A summary of principle assumptions and methods used to determine the annual required contribution is shown below:

Valuation Date	June 30, 2001
Actuarial Cost Method	Entry Age Actuarial Cost Method
Amortization Method	Level Percent of Payroll
Average Remaining Period	12 Years as of the Valuation Date
Asset Valuation Method	3 Year Smoothed Market
Actuarial Assumptions	
Investment Rate of Return	8.25% (net of administrative expenses)
Projected Salary Increases	4.27% to 11.59% for Safety: 3.75% to 14.20% for Miscellaneous depending on Age, Service, and type of Employment
Inflation	3.50%
Payroll Growth	3.75%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation component of 3.50% and an annual production growth of 0.25%.

6.) RETIREMENT PLAN-CONTINUED

Initial unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into the CALPERS. Subsequent plan amendments are amortized as a level percent of pay over a closed twenty year period. Gains and losses that occur in the operation of the plan are amortized over a rolling period, which results in an amortization of ten percent of unamortized gains and losses each year. If the plan's accrued liability exceeds the actuarial value of plan assets, then the amortization payment on the total unfunded liability may not be lower than the payment calculated over a thirty year amortization period.

The Schedule of Funding Progress below shows the recent history of the actuarial value of assets, actuarial accrued liability, their relationship, and the relationship of the unfunded actuarial accrued liability to payroll.

Safety Plan

Valuation Date	Entry Age Normal Accrued Liability (a)	Actuarial Value of Assets (b)	Unfunded Liability (Excess Assets) (a)-(b)	Funded Status (b)/(a)	Annual Covered Payroll (c)	UAAL As a Percentage of Payroll [(a)-(b)]/(c)
06/30/1999	$ 3,058,431	$ 4,082,895	$ (1,024,464)	133.5%	$	N/A
06/30/2000	$ 3,307,297	$ 4,503,164	$ (1,195,867)	136.2%	$	N/A
06/30/2001	$ 3,526,733	$ 4,658,188	$ (1,131,455)	132.1%	$	N/A

Miscellaneous Plan

Valuation Date	Entry Age Normal Accrued Liability (a)	Actuarial Value of Assets (b)	Unfunded Liability (Excess Assets) (a)-(b)	Funded Status (b)/(a)	Annual Covered Payroll (c)	UAAL As a Percentage of Payroll [(a)-(b)]/(c)
06/30/1999	$ 838,505	$ 938,684	$ (100,179)	111.9%	$ 258,998	(38.679%)
06/30/2000	$ 952,506	$ 1,066,329	$ (113,823)	111.9%	$ 328,129	(34.689%)
06/30/2001	$ 1,071,321	$ 1,140,365	$ (66,044)	106.4%	$ 432,763	(16.000%)

Postemployment Benefits Other Than Pension

In addition to the pension benefits provided by the California Public Employees Retirement System (CALPERS), the District also provides postretirement health care benefits to all employees who retire from the District on or after attaining a certain age and length of service requirements. The postretirement health care benefits are funded by the District's General Fund on a pay-as-you-go basis. Expenditures for health care benefits for District active employees and retirees for the year are included in the contributed amounts to CALPERS. Postretirement health care benefit amounts paid for the four (4) District retirees alone in 2002/2003 was $21,489.

7.) SUMMARY OF CHANGES IN FIXED ASSETS

General fixed assets are recorded as expenditures in the budgetary funds at the time of purchase. Such assets are capitalized at cost in the general fixed assets group of accounts rather than in governmental fund. No depreciation has been provided for general fixed assets.

	Balance Beginning	Acquisitions	Adjustments and Deletions	Balance Ending
Land	$ 8,093,000	$	$	$ 8,093,000
Structures and Improvements	1,951,220			1,951,220
Equipment	1,574,357	7,500		1,581,857
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	$ 11,618,577	$ 7,500	$	$ 11,626,077

Investment in land has been adjusted to an average cost of $60,000 per acre or to specific appraisals of parcels. For structures and improvements the District investment has been estimated at $110 per square foot or are based upon specific appraisals

8.) OTHER CONTINGENT LIABILITIES AND LITIGATION

The District at various times is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, based upon the opinion of the District's general counsel, management presently believes that the outcome of any such proceeding or claim which is pending or known to be threatened or all of them combined, will not have a material adverse effect on the District's financial position.

9.) INSURANCE COVERAGE

The District contracts for Public Liability and Property Damage insurance through Special District Risk Management Authority. Participation in this program is exercised through a joint powers agreement. Premiums for both these programs are based on a combination of potential loss exposure (risk) and prior period loss experience. The specific insurance coverage and loss exposures for contracts currently in force, appears to adequately cover potential losses.

10.) DEVELOPMENT FEES

On December 13, 1988 the El Dorado County Board of Supervisors adopted ORDINANCE NO. 3991 establishing procedures and requirements for fire service fees for new development within the County pursuant to AB 1600. On June 18, 2001, the Board adopted RESOLUTION 2001-07 revising the District's fees to $1,108.00 per residential unit; $.61/sq.ft. for nonsprinklered commercial, industrial unit; and $.31/sq.ft. for sprinklered commercial, industrial unit.

During 2002-2003, the District did not transfer any funds from the Development Fee Trust Fund to cover expenditures that qualified per their five year apparatus/facilities improvements plan.

11.) LONG-TERM LIABILITIES

The District has entered into an agreement with the California Department of Forestry and Fire Protection to provide mutually advantageous fire and emergency services through an effective consolidated organization, wherein the State is primarily financially responsible for protecting natural resources from forest fires and the District is primarily financially responsible for protecting life and property from fires and other emergencies. The District transferred personnel to the State that performed emergency service such as fire prevention, fire suppression and emergency medical response.

The District shall pay the State actual cost for fire protection services. The first year expense was estimated at $1,440,926. In addition, the State agreed to assume all compensated benefits of the employees transferred. The District on the other hand shall be responsible for annuitant health benefits after retirement contributions for years of services prior to November 4, 1996. This amount as agreed to, is $410,223 and is secured by a promissory note. Starting December 3, 1996 an annual billing will be presented which will include interest at the rate of the Variable Pooled Money Investment (PMI) account rate.

	Scheduled Principle Due	Estimated Interest Due	Scheduled Payment
2003/2004	$ 44,421.41	$ 13,153.56	$ 57,574.97
2004/2005	47,397.20	10,177.77	57,574.97
2005/2006	50,572.33	7,002.64	57,574.97
2006/2007	53,960.18	3,614.79	57,574.97
	$ 196,351.12	$ 33,948.76	$ 230,299.88

12.) PROPOSITION 218 DISCLOSURE

Proposition 218, which was approved by the voters in November 1996, will regulate the District's ability to impose, increase and extend taxes, assessments and fees. Any new, increased, or extended taxes, assessments and fees subject to the provisions of Proposition 218, requires voter approval before they can be implemented. Additionally, Proposition 218 provides that these taxes, assessments and fees are subject to the voter initiative process and may be rescinded in the future by voters. Therefore, the District's ability to finance the services for which the taxes, assessments and fees were imposed may be significantly impaired. At this time it is uncertain how Proposition 218 will affect the District's ability to maintain or increase the revenue it receives from taxes, assessments and fees.

13.) GRANTS

At various times the District may receive grants from federal, state and local sources. As with all grants funds received for specific purposes they may be subject to review and audit by the grantor agencies. Although such an audit could generate expenditure disallowance under the terms of the grants, it is believed that reimbursements, if any, will not be material.

14.) FUTURE PRIOR PERIOD ADJUSTMENTS

The District may need to make an adjustment to their beginning fund balance in accordance with GASB 34, a new government accounting pronouncement. The District, because of its size, does not have to report under the new reporting module until the year ended June 30, 2004. At that time the District will determine if they will convert or report their financial position under an "Other Comprehensive Basis of Accounting" (OCBOA).

SUPPLEMENTAL INFORMATION

CAMERON PARK COMMUNITY SERVICES DISTRICT

Combined Statement of Revenue and Expenditures-Budget and Actual

General Fund

For the Year Ended June 30, 2003

	Administration		Fire		Recreation		Parks	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
FUND BALANCE	$	$	$ 118,639	$	$	$	$ 7,000	$
REVENUES								
Property taxes	242,802		1,494,344	1,725,447	75,191		395,313	599,755
Use of money-interests/rents	16,920	27,072			6,000	247	11,000	357
Other governmental agencies	30,000	10,000	499,000	531,191			220,000	126,450
Recreation program income					276,000	242,155		
Other revenues	13,500	60,717	25,000			1,638		1,940
Insurance reimbursements		178,246						
Operating transfers in	16,066	18,247	7,000	19,765			163,649	204,398
TOTAL REVENUES	319,288	294,282	2,143,983	2,276,403	357,191	244,040	796,962	932,900
EXPENDITURES								
SALARIES AND BENEFITS								
Salaries-regular	165,557	170,505			80,683	82,756	181,383	184,340
Salaries-extra	18,000	10,603	5,000	8,612	87,000	89,375	30,000	17,215
Salaries-overtime					300		500	43
Health benefits	11,125	8,493	21,000	19,563	16,523	18,026	42,683	50,121
Vision insurance	358	441			539	618	1,081	1,235
Retirement benefits	12,871	13,471			9,255	9,752	20,106	19,526
Payroll tax expense	3,778	3,394	300	658	7,826	8,037	6,455	3,313
Worker's compensation	1,029	1,029	2,239	2,239	1,302	1,302	2,600	2,630
Unemployment compensation						26	7,500	174
Other benefits	2,400	1,495	2,220	2,547				
TOTAL SALARIES AND BENEFITS	215,118	209,431	30,759	33,619	203,428	209,892	292,308	278,597

See accompanying notes.

CAMERON PARK COMMUNITY SERVICES DISTRICT

Combined Statement of Revenue and Expenditures-Budget and Actual

General Fund

For the Year Ended June 30, 2003

	Administration		Fire		Recreation		Parks	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
SERVICES AND SUPPLIES								
Ageny administrative fee	$ 2,500	$ 3,083	$	$	$	$	$	$
Agriculture			600	429			37,500	32,712
Clothing and personal supplies	800		9,000	5,017	250		900	1,945
Communications-radio			14,000	12,928			2,480	972
Communications-telephone	5,000	6,937	11,625	12,195		738	1,325	1,474
CDF loan payment			57,753	57,753				
Contractual services					38,000	53,052	35,000	39,957
Class 1 reimbursement			1,784,503	1,576,606				
County duplicating		93				2,351		
Educational training/staff development	1,500	1,070	5,500	5,774	700	673	2,400	1,409
Election fees		84						
External data processing		1,449	2,000	12				
Fire and safety supplies			5,000	5,002			900	383
Food	500	322	750	571	10,000	12,374		
Fuel purchases			14,000	4,213	400		6,500	7,127
Household expense	1,000	967	3,000	2,996	100		3,300	5,156
Insurance expense	1,550	1,560	14,068	13,500	700		13,500	8,893
Maintenance-buildings/grounds	400	204	5,500	5,084		21	26,600	55,535
Maintenance-equipment	1,000	1,790	8,300	5,996	350	128	6,900	15,381
Maintenance-radio			1,500	959			900	594
Maintenance-vehicle			21,000	23,110	300	230	2,500	3,100
Maintenance vehicles-tires			4,000	3,394	100		800	1,175
Medical, dental and lab supplies							150	
Memberships	3,200	4,732	200	145	338	161	885	324
Minor equipment	2,800	2,302	3,025	2,982	200	54	3,500	2,281
Miscellaneous expense	2,300	1,281	2,000	2,103	700	124	1,300	1,892
Office expense	5,000	6,449	3,000	2,549	500	538	650	524
Postage	2,000	1,007	600	138	1,200	390		97
Private auto mileage	100		300		100	26		
Professional services	21,300	30,755	10,400	11,324			3,025	7,392
Publications and legal notices	1,200	695	200		4,000	4,775	250	26
Fire prevention and inspection			38,700	12,451				
Rents and leases-buildings and improvements	11,470	9,645	6,000	7,122	20,025	19,878		
Rents and leases-equipment		1,633	1,200				3,240	7,359
Small tools and instruments			2,000	1,801			1,400	2,388
Special departmental expense	2,000	1,745	20,500	16,116	33,500	22,488		225
Special projects		51,564		15,983				
Transportation and travel	1,750		2,500		600	1,105	500	
Transportation and travel-volunteers			10,000	5,950				
Utilities	1,500	2,026	28,000	15,333	700	541	19,800	24,921
TOTAL SERVICES AND SUPPLIES	68,870	131,393	2,090,724	1,829,536	112,763	119,647	176,205	223,242
FIXED ASSETS								
Fire damage repair		178,246						
Building and improvement purchases	17,000	7,368	15,000	27,645			318,449	321,983
Machinery and equipment purchases			7,500	7,500			10,000	5,265
TOTAL FIXED ASSETS	17,000	185,614	22,500	35,145			328,449	327,248
OPERATING TRANFERS OUT		20,000		137,806				
CONTINGENCY	18,300				41,000			
TOTAL EXPENDITURES	319,288	546,438	2,143,983	2,036,106	357,191	329,539	796,962	829,087
TOTAL REVENUES OVER (UNDER) EXPENDITURES	$ -	(252,156)	$ -	240,297	$ -	(85,499)	$ -	103,813
INTER DEPARTMENT TRANSFERS		214,623				203,250		(417,873)
FUND BALANCE-UNRESTRICTED/UNDESIGNATED								
Beginning (deficit)		37,533		371,649		(117,751)		518,221
Restricted community center fund								(1,920)
Ending		$ -		$ 611,946		$ -		$ 202,241

See accompanying notes.

CAMERON PARK COMMUNITY SERVICES DISTRICT

Combined Balance Sheet

Special Revenue Funds

June 30, 2003

	CC&R's	Quimby	Fire Development	Fire Safe Project	Fire Prevention	Fire Equipment Replacement	AB 1600 Impact Fees	Maintenance/ Lighting Districts	Silver Springs Pond	Totals
ASSETS										
Cash in County treasury	$ 81,198	$ 169,635	$ 361,690	$ 55,131	$ 24,234	$ 19,700	$ 311,064	$ 215,667	$ 2,514	$ 1,240,833
Due to/from	20,000	10,000			69		42,000	(18,190)		53,879
Delinquent assessments receivable	2,428							5,055		7,483
TOTAL ASSETS	$ 103,626	$ 179,635	$ 361,690	$ 55,131	$ 24,303	$ 19,700	$ 353,064	$ 202,532	$ 2,514	$ 1,302,195
LIABILITIES AND FUND BALANCES										
LIABILITIES										
Accounts payable	$ 472	$	$	$	$	$	$	$ 379	$	$ 851
Salaries and benefits payable	2,282									2,282
TOTAL LIABILITIES	2,754							379		3,133
FUND BALANCES										
Undesignated	100,872	179,635	361,690	55,131	24,303	19,700	353,064	202,153	2,514	1,299,062
TOTAL FUND BALANCES	100,872	179,635	361,690	55,131	24,303	19,700	353,064	202,153	2,514	1,299,062
TOTAL LIABILITIES AND FUND BALANCES	$ 103,626	$ 179,635	$ 361,690	$ 55,131	$ 24,303	$ 19,700	$ 353,064	$ 202,532	$ 2,514	$ 1,302,195

See accompanying notes.

CAMERON PARK COMMUNITY SERVICES DISTRICT

Combined Statement of Revenues, Expenditures and Changes

in Fund Balances-Special Revenue Funds

For the Year Ended June 30, 2003

	CC&R's	Quimby	Fire Development	Fire Safe Project	Fire Prevention	Fire Equipment Replacement	AB 1600 Impact Fees	Total Lighting Districts	Silver Springs Pond	Totals
REVENUES										
Direct special assessments	$ 77,580	$	$	$	$	$	$	$ 218,615	$	$ 296,195
Government agencies				75,000		19,606				94,606
Interest income	1,029	1,960	3,683	58	262	94	4,283	2,347	14	13,730
Fees and charges			147,977		12,559		269,507	6,409	2,500	438,952
Operating transfers in	20,000									20,000
TOTAL REVENUES	98,609	1,960	151,660	75,058	12,821	19,700	273,790	227,371	2,514	863,483
TOTAL EXPENDITURES	80,458			19,927			91,449	201,542		393,376
TOTAL REVENUES OVER (UNDER) EXPENDITURES	18,151	1,960	151,660	55,131	12,821	19,700	182,341	25,829	2,514	470,107
FUND BALANCES										
Beginning	82,721	177,675	210,030		11,482		170,723	178,456		831,087
Residual equity transfers								(2,132)		(2,132)
Ending	$ 100,872	$ 179,635	$ 361,690	$ 55,131	$ 24,303	$ 19,700	$ 353,064	$ 202,153	$ 2,514	$ 1,299,062

See accompanying notes.

CAMERON PARK COMMUNITY SERVICES DISTRICT

Schedule of Development Fees Collected

and Qualifying Expenditures Paid

For the Year Ended June 30, 2003

BEGINNING BALANCE DEVELOPMENT FEE TRUST	$ 210,030.05
COLLECTIONS	
Fees (as adjusted by county for refunds)	149,471.26
Interest allocated	3,683.65
TOTAL AVAILABLE	363,184.96
QUALIFYING EXPENDITURES	
Qualifying expenditures	-
County of El Dorado administration collection fee	1,494.71
	1,494.71
ENDING BALANCE DEVELOPMENT FEE TRUST	$ 361,690.25

See accompanying notes.

JOHN F. WARDEN, JR.

Certified Public Accountant
Disabled Veteran Business Enterprise "DVBE"

3461 ROBIN LANE, SUITE #3
CAMERON PARK, CALIFORNIA 95682
(530) 677-4441 • FAX (530) 677-2960
TOLL FREE (888) 677-4441

AGREED UPON PROCEDURES REPORT FOR APPROPRIATIONS LIMIT CALCULATION

To: The Board of Directors
Cameron Park Community Services District

I have applied the procedures enumerated below to the accompanying Appropriations Limit Worksheet of the Cameron Park Community Services District, for the year ended June 30, 2003. These procedures, which were agreed to by the League of California Cities and presented in their Article XIIIB Appropriations Limitation Uniform Guidelines, were performed solely to assist you in meeting the requirements of Section 1.5 Article XIIIB of the California Constitution. This report is intended for the information of the management and the Board of Directors. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

The procedures performed and my findings were as follows:

1. I obtained the completed Worksheet supporting the computation of the limit and determined that the limit and annual adjustment factors were adopted by resolution of the Board of Directors.

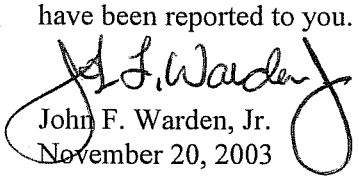
2. For the accompanying Appropriations Limit Worksheet, I added last year's limit to the annual adjustment and agreed the resulting amount to this year's limit.

3. I agreed the current year information presented in the accompanying Appropriations Limit Worksheet to the appropriate supporting worksheets described in Number 1 above.

4. I agreed the prior year appropriations limit presented in the accompanying Appropriations Limit Worksheet to the prior year appropriations limit adopted by the Board of Directors.

These agreed-upon procedures are substantially less in scope than an audit, the objective of which is the expression of an opinion on the accompanying Appropriations Limit Worksheet. Accordingly, I do not express such an opinion.

Based upon the application of the procedures referred to above, nothing came to my attention that caused me to believe that the accompanying Appropriations Limit Worksheet was not computed in accordance with Article XIIIB of the California Constitution. Had I performed additional procedures or had I made an audit of the accompanying Appropriations Limit Worksheet, matters might have come to my attention that would have been reported to you.



John F. Warden, Jr.
November 20, 2003

CAMERON PARK COMMUNITY SERVICES DISTRICT

Appropriations Limit Worksheet

June 30, 2003

Appropriations limit fiscal year 2001/2002	$ 5,472,151
Adjustment factors:	
Population growth	1.0154
Per capita Personal Income (inflation)	0.9873
Total Adjustment	1.0025
Annual adjustment in dollars	13,680
Appropriation limit fiscal year 2002/2003	$ 5,485,831

JOHN F. WARDEN, JR.
Certified Public Accountant
Disabled Veteran Business Enterprise "DVBE"

3461 ROBIN LANE, SUITE #3
CAMERON PARK, CALIFORNIA 95682
(530) 677-4441 • FAX (530) 677-2960
TOLL FREE (888) 677-4441

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To: The Board of Directors
Cameron Park Community Services District

I have audited the general purpose financial statements of the Cameron Park Community Service District as of and for the year ended June 30, 2003 and have issued my report thereon dated November 20, 2003. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

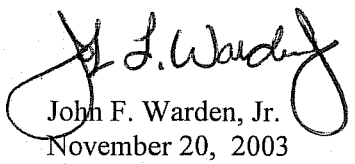
As a part of obtaining reasonable assurance about whether Cameron Park Community Service District's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and accordingly, I do not express such an opinion. The results of my test disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Cameron Park Community Service District's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. The following are matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

I believe that, at present, the District does not maintain an adequate set of financial records. Certain receipts and disbursements are recorded in subsidiary records; however, such transactions are not always summarized accurately and recorded in the general ledger correctly. Such a system does not permit the preparation of accurate and reliable financial statements. The importance of a good accounting system cannot be overemphasized. Without adequate financial records, management is basing its decisions on incomplete and/or inaccurate information during the year, and excessive time is spent at year end in preparing and auditing the financial statements.

This report is intended for the information of the management, County of El Dorado Office of the Auditor and the Office of the State Controller Division of Local Government Fiscal Affairs. However, this report is a matter of public record and its distribution is not limited.



John F. Warden, Jr.
November 20, 2003