

ENTERED  
9/24/11  
DPR

OBJECT SUMMARY

Appr Unit	Object Code	Description	2010 Actual	2011 Adopted	2011 Q2 Budget	2011 Q4 Budget	2011 Estimated	2011 Actual	2012 Requested	D	Explanation / Justification	Change
100	1010	Regular Salary	102,253	110,000	110,000	0	0	0	115,500	P		-110,000
100	1015	Extra Help	0	5,000	5,000	0	0	0	5,250	P		-5,000
100	1035	Overtime	1,524	1,500	1,500	0	0	0	1,575.00	P		-1,500
100	1110	General Members	7,306	10,000	10,000	0	0	0	10,500	P		-10,000
100	1120	Fica Oasdi-Social	6,434	7,600	7,600	0	0	0	8,000	P		-7,600
100	1200	Employee Group Ins	38,807	40,000	40,000	0	0	0	45,000	P		-40,000
100	1210	Unemployment	467	1,825	1,825	0	0	0	1,925	P		-1,825
100	1225	Fica Medicare Tax	1,505	2,000	2,000	0	0	0	2,100	P		-2,000
100	1235	Workers Compensation	6,806	12,995	12,995	0	0	0	13,650	P		-12,995
		<b>Salaries And Benefits</b>	<b>165,102</b>	<b>190,920</b>	<b>190,920</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>203,500</b>			<b>-190,920</b>
200	2025	Clothing & Personal	572	600	600	0	0	0	600	N		-600
200	2035	Phone Company Svcs	3,225	4,000	4,000	0	0	0	4,000	N		-4,000
200	2075	Memberships	557	600	600	0	0	0	600	N		-600
200	2120	Small Tools &	709	1,300	1,300	0	0	0	1,300	N		-1,300
200	2150	Purchases For Resale	3,240	5,250	5,250	0	0	0	5,250	N		-5,250
200	2180	Utilities	13,337	23,100	23,100	0	0	0	23,100	N		-23,100
200	2245	Other Insurance (Isf	6,599	8,000	8,000	0	0	0	8,000	N		-8,000
200	2305	General Office Expense	4,565	5,750	5,750	0	0	0	5,750	N		-5,750
200	2405	Auditing	6,800	7,000	7,000	0	0	0	7,000	N		-7,000
200	2415	County Services (Incl	2,916	3,200	3,200	0	0	0	3,200	N		-3,200
200	2835	General Household	194	275	275	0	0	0	275	N		-275
200	2855	General	4,442	5,500	5,500	0	0	0	5,500	N		-5,500
200	2870	Gen Maint-Struct, Imp &	12,421	15,000	15,000	0	0	0	15,000	N		-15,000
200	2930	Maintenance Charges	290	1,050	1,050	0	0	0	1,050	N		-1,050
		<b>Services And</b>	<b>59,867</b>	<b>80,625</b>	<b>80,625</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>80,625</b>			<b>-80,625</b>
241	2410	Data Processing (Isf	188	350	350	0	0	0	350	N		-350
		<b>Central Services Total</b>	<b>188</b>	<b>350</b>	<b>350</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>350</b>			<b>-350</b>
294	2940	Private Mileage	267	1,750	1,750	0	0	0	1,750	N		-1,750
294	2941	Conf/Trng/Seminar	0	500	500	0	0	0	500	N		-500
294	2946	Other Travel -	0	1,225	1,225	0	0	0	1,225	N		-1,225
		<b>Travel and Related</b>	<b>267</b>	<b>3,475</b>	<b>3,475</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,475</b>			<b>-3,475</b>
410	4010	Improvements To Land	0	25,000	25,000	0	0	0	25,000	N		-25,000
		<b>Improvements To</b>	<b>0</b>	<b>25,000</b>	<b>25,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>25,000</b>			<b>-25,000</b>
440	4040	Equipment	2,763	25,000	25,000	0	0	0	25,000	N		-25,000

OBJECT SUMMARY

Appr Unit	Object Code	Description	2010 Actual	2011 Adopted	2011 Q2 Budget	2011 Q4 Budget	2011 Estimated	2011 Actual	2012 Requested	D	Explanation / Justification	Change
		<b>Equipment Total</b>	<b>2,763</b>	<b>25,000</b>	<b>25,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>25,000</b>			<b>-25,000</b>
530	5030	Operating Transfers	0	650	650	0	0	0	650	N		-650
		<b>Operating Transfers</b>	<b>0</b>	<b>650</b>	<b>650</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>650</b>			<b>-650</b>
600	6000	Appropriations -	0	10,000	10,000	0	0	0	10,000	N		-10,000
600	6005	General Reserves	0	5,000	5,000	0	0	0	5,000	N		-5,000
600	6020	Structures &	0	5,000	5,000	0	0	0	5,000	N		-5,000
600	6025	Equipment	0	5,000	5,000	0	0	0	5,000	N		-5,000
		<b>Contingencies and</b>	<b>0</b>	<b>25,000</b>	<b>25,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>25,000</b>			<b>-25,000</b>
00	8015	Prop Taxes-Curr Sec	108,588	75,000	75,000	0	0	0	75,000	N		-75,000
00	8025	Prop Tx Cur Unsec 1%	5,855	5,000	5,000	0	0	0	5,000	N		-5,000
00	8035	Prop Tx Cur Unitary 1%	10,398	10,000	10,000	0	0	0	10,000	N		-10,000
00	8115	Prop Tx Pri Sec 1%	7,955	3,000	3,000	0	0	0	3,000	N		-3,000
00	8125	Prop Tx Pri Unsec 1%	232	400	400	0	0	0	400	N		-400
00	8135	Prop Tx Pri Unitary 1%	0	0	0	0	0	0	-	N		0
00	8145	Int & Pen Delinquent	2,387	1,500	1,500	0	0	0	1,500	N		-1,500
00	8230	Supp Roll Current	-825	500	500	0	0	0	500	N		-500
00	8235	Supp Roll Prior	2,102	3,000	3,000	0	0	0	3,000	N		-3,000
		<b>Taxes Total</b>	<b>136,682</b>	<b>98,400</b>	<b>98,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>98,400</b>			<b>-98,400</b>
30	8500	Interest	1,889	4,000	4,000	0	0	0	4,000	N		-4,000
		<b>Rev From Use of</b>	<b>1,889</b>	<b>4,000</b>	<b>4,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,000</b>			<b>-4,000</b>
40	8800	General Tax Levy	1,734	1,000	1,000	0	0	0	1,000	N		-1,000
		<b>State Aid Total</b>	<b>1,734</b>	<b>1,000</b>	<b>1,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,000</b>			<b>-1,000</b>
70	9800	Other Services	12,455	12,000	12,000	0	0	0	12,000	N		-12,000
		<b>Charges For Current</b>	<b>12,455</b>	<b>12,000</b>	<b>12,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,000</b>			<b>-12,000</b>
80	9930	Other Sales	3,692	3,500	3,500	0	0	0	3,500	N		-3,500
80	9970	Other	36,877	10,500	10,500	0	0	0	10,500	N		-10,500
80	9990	Trust Transactions	2,056	1,500	1,500	0	0	0	1,500	N		-1,500
		<b>Other Revenue Total</b>	<b>42,625</b>	<b>15,500</b>	<b>15,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>15,500</b>			<b>-15,500</b>
90	9980	Sale of Fixed Assets	0	0	0	0	0	0	0	N		0
		<b>Other Financing</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>			<b>0</b>

OBJECT SUMMARY

Appr Unit	Object Code	Description	2010 Actual	2011 Adopted	2011 Q2 Budget	2011 Q4 Budget	2011 Estimated	2011 Actual	2012 Requested	D	Explanation / Justification	Change
98	9975	Op Transfers In	17,142	10,000	10,000	0	0	0	10,000	N		-10,000
		Operating Transfers In	17,142	10,000	10,000	0	0	0	10,000			-10,000

N/C

OBJECT SUMMARY

Appr Unit	Object Code	Description	2010 Actual	2011 Adopted	2011 Q2 Budget	2011 Q4 Budget	2011 Estimated	2011 Actual	2012 Requested	D	Explanation / Justification	Change
294	2940	Private Mileage	169	0	0	0	0	0	0	N		0
		Travel and Related	169	0	0	0	0	0	0			0
530	5030	Operating Transfers	21,483	10,000	10,000	0	0	0	10,000	N		-10,000
		Operating Transfers	21,483	10,000	10,000	0	0	0	10,000			-10,000
30	8500	Interest	4,574	7,000	7,000	0	0	0	4,000	N		-7,000
		Rev From Use of	4,574	7,000	7,000	0	0	0	4,000			-7,000
70	9800	Other Services	13,904	10,000	10,000	0	0	0	10,000	N		-10,000
		Charges For Current	13,904	10,000	10,000	0	0	0	10,000			-10,000

N/C

OBJECT SUMMARY

Appr Unit	Object Code	Description	2010 Actual	2011 Adopted	2011 Q2 Budget	2011 Q4 Budget	2011 Estimated	2011 Actual	2012 Requested	D	Explanation / Justification	Change
30	8500	Interest	1,467	1,500	1,500	0	0	0	1,500	N		-1,500
		Rev From Use of	1,467	1,500	1,500	0	0	0	1,500			-1,500
70	9800	Other Services	1,530	2,000	2,000	0	0	0	2,000	N		-2,000
		Charges For Current	1,530	2,000	2,000	0	0	0	2,000			-2,000

TWENTYNINE PALMS CEMETERY DISTRICT

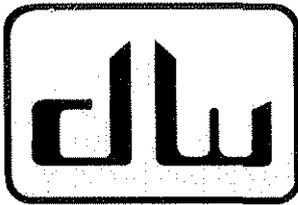
FINANCIAL STATEMENTS  
(With Independent Auditor's Report Thereon)

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

TWENTYNINE PALMS CEMETERY DISTRICT

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Member of the Private Companies  
Practice Section of the AICPA and  
The California Society of Certified  
Public Accountants

Independent Auditor's Report

Board of Directors  
Twentynine Palms Cemetery District

I have audited the accompanying financial statements of the governmental activities and each major fund of Twentynine Palms Cemetery District as of June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. My responsibility is to express opinions 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. 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 the significant estimates made by management, as well as evaluating the overall presentation of the financial statements. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Twentynine Palms Cemetery District as of June 30, 2009, and the respective changes in financial position thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The budgetary comparison information, on page 24, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

The District has not presented the *Management's Discussion and Analysis* that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

A handwritten signature in cursive script, appearing to read 'David B. Whitford', written in black ink.

December 21, 2009

**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Statement of Net Assets**  
**June 30, 2009**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 228,465
Investments	276,440
Interest receivable	1,071
Taxes receivable	3,354
Prepaid expenditures	8,318
Total current assets	<u>517,648</u>
Noncurrent Assets:	
Capital assets:	
Land	23,797
Structures and improvements	299,628
Equipment and vehicles	83,750
Less accumulated depreciation	<u>(310,593)</u>
Total noncurrent assets	<u>96,582</u>
<b>Total assets</b>	<u><u>\$ 614,230</u></u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	10,018
Salaries and benefits payable	6,179
Total current liabilities	<u>16,197</u>
Noncurrent liabilities:	
Compensated absences	5,918
Total noncurrent liabilities	<u>5,918</u>
<b>Total liabilities</b>	<u><u>22,115</u></u>
<b>NET ASSETS</b>	
Invested in capital assets	96,582
Restricted	161,233
Unrestricted	334,300
Total net assets	<u>592,115</u>
Total liabilities and net assets	<u><u>\$ 614,230</u></u>

See Accountant's Report and accompanying notes

**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2009**

	<b>Governmental Activities</b>
<b>PROGRAM EXPENSES:</b>	
Salaries and benefits	\$ 158,922
Services and supplies	33,727
Utilities	15,645
Professional services	11,902
Depreciation	10,246
Total program expenses	<u>230,442</u>
<b>PROGRAM REVENUES:</b>	
Charges for services	<u>20,045</u>
Net program revenues (expenses)	<u>(210,397)</u>
<b>GENERAL REVENUES (EXPENSES)</b>	
Property taxes	152,238
Other taxes	-
State aid - homeowners exemption	1,615
Interest and investment income	6,413
Other revenue	25,616
Transfers	9,996
Prior year correction	(311)
Total nonoperating revenues (expenses)	<u>195,567</u>
Change in net assets	(14,830)
<b>Net assets - beginning</b>	<u>606,945</u>
<b>Net assets - ending</b>	<u>\$ 592,115</u>

See Accountant's Report and accompanying notes

TWENTYNINE PALMS CEMETERY DISTRICT  
Balance Sheet  
June 30, 2009

	General (MAV)	Permanent Fund Endowment Care (MBA)	Total Governmental Funds
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 138,936	\$ 89,529	\$ 228,465
Investments	-	276,440	276,440
Interest receivable	650	421	1,071
Taxes receivable	3,354		3,354
Prepaid expenditures	8,318		8,318
Total Assets	<u>\$ 151,258</u>	<u>\$ 366,390</u>	<u>\$ 517,648</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 10,018	\$ -	\$ 10,018
Salaries and benefits payable	6,179	-	6,179
Total liabilities	<u>16,197</u>	<u>-</u>	<u>16,197</u>
<b>FUND BALANCE</b>			
Reserved			
Endowment principal - nonexpendable	-	161,233	161,233
Unreserved	135,061	205,157	340,218
Total fund balance	<u>135,061</u>	<u>366,390</u>	<u>501,451</u>
Total liabilities and fund balance	<u>\$ 151,258</u>	<u>\$ 366,390</u>	

Amounts reported for governmental activities in the government-wide statement of net assets are different because:

Capital assets used in governmental activities are not financial reserouces and, therefore, are not reported in the funds 96,582

Compensated absences are not due and payable in the current period and, therefore, are not reported in the funds. (5,918)

Net assets of governmental funds \$ 592,115

See Accountant's Report and accompanying notes

**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2009**

	<b>General (MAV)</b>	<b>Permanent Fund Endowment Care (MBA)</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>			
Charges for services	\$ 17,325	\$ 2,720	\$ 20,045
Property taxes	152,238	-	152,238
State aid - homeowners exemption	1,615	-	1,615
Interest and investment income	3,673	2,740	6,413
Other revenue	25,616	-	25,616
Total revenues	<u>200,467</u>	<u>5,460</u>	<u>205,927</u>
<b>EXPENDITURES</b>			
Salaries and benefits	156,003	-	156,003
Services and supplies	33,727	-	33,727
Utilities	15,645	-	15,645
Professional services	11,902	-	11,902
Capital outlay	11,201	-	11,201
Prior year correction	248	-	248
Total expenditures	<u>228,726</u>	<u>-</u>	<u>228,726</u>
Excess of revenues over/(under) expenditures	<u>(28,259)</u>	<u>5,460</u>	<u>(22,799)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	9,996	-	9,996
Total other financing sources and uses	<u>9,996</u>	<u>-</u>	<u>9,996</u>
Net Change in fund balances	(18,263)	5,460	(12,803)
<b>Fund Balances - beginning</b>	153,324	360,930	514,254
<b>Fund Balances - ending</b>	<u>\$ 135,061</u>	<u>\$ 366,390</u>	<u>\$ 501,451</u>

See Accountant's Report and accompanying notes

**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**To the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2009**

Net change in fund balances - Total Governmental Funds	\$	(12,803)
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Amounts reported for governmental activities in the statement of activities are different because:

<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay (\$11,201) exceeds depreciation expense (\$10,246) in the current period minus a calculated difference from prior year depreciation of (\$63).</p>		892
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<p>Compensated absences are not due and payable in the current period and, therefore, are not reported as expenditures in governmental funds. This amount represents the net increase in the compensated absences liability.</p>		(2,919)
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Change in net assets of governmental activities	\$	(14,830)
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**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**June 30, 2009**

	Private - Purpose Trust Fund
	Pre-Need Burial (MAY)
<b>ASSETS</b>	
Cash and investments	\$ 279,686
Interest Receivable	1,335
Total assets	\$ 281,021
 <b>NET ASSETS</b>	
Unrestricted	\$ 90,499
Restricted	190,522
Total net assets	\$ 281,021

See Accountant's Report and accompanying notes

**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Statement of Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**For the Year Fiscal Ended June 30, 2009**

	<b>Private - Purpose Trust Fund</b>
	<b>Pre-Need Burial (MAY)</b>
<b>ADDITIONS</b>	
Contributions	\$ 13,357
Investment earning - interest	7,883
Total additions	21,240
<b>DEDUCTIONS</b>	
Transfers out	9,996
Total deductions	9,996
Change in net assets	11,244
<b>Net assets - beginning</b>	269,777
<b>Net assets - ending</b>	\$ 281,021

See Accountant's Report and accompanying notes

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Reporting Entity

The Twentynine Palms Cemetery District (District), created in 1934, is an independent special district located within the County of San Bernardino. The District was established to provide cemetery service to the community of Twentynine Palms, California.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the reporting entity. As a general rule, the effect of interfund activity among governmental activities has been eliminated from the government-wide financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from any business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Currently, the District does not have any proprietary fund types. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the time of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes are considered to be susceptible to accrual and have been recognized as revenues in the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

The general fund labeled "General" is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounting for in another fund.

The permanent fund labeled "Endowment Care" provides resources that are legally restricted to the extent that only earnings and no principal (corpus) may be used for purposes that support the reporting government's programs.

Fiduciary funds are used to account for assets held by the District as an agent or trustee for individuals, private organizations, other governments and/or other funds. The Pre-Need Burial Fund is a private-purpose trust fund which transfers funds from its earnings to the General fund to finance burial expenditures. Fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

*When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.*

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and the fund financial statements. The government uses the consumption method to account for prepaid items.

Cash and cash equivalents

Cash and cash equivalents are defined as cash on hand, demand deposits and short-term investments with original maturities of three months or less from date of acquisition. Cash and cash equivalents include the cash balances of substantially all funds, which are pooled and invested by the San Bernardino County Treasurer to increase interest earnings through investment activities.

Investment activities are governed by the California Government Code Sections 53601, 53635, and 53638 and the County's Investment Policy. Authorized investments include U.S. Government Treasury and Agency securities, bankers' acceptances, commercial paper, medium-term notes, mutual funds, repurchase agreements, and reverse repurchase agreements.

Interest income, and realized gains and losses earned on pooled investments are deposited quarterly to the District's accounts based on the District's average daily deposit balances during the quarter. Unrealized gains and losses of the pooled investments are distributed to the District annually. Cash and cash equivalents are shown at fair value as of June 30, 2009.

Property taxes

Secured property taxes are levied in two equal installments, November 1 and February 1. They become delinquent with penalties after December 10 and April 10, respectively. The lien date is January 1 of each year. Unsecured property taxes are due on the March 1 lien date and become delinquent with penalties after August 31.

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

Capital assets

Capital assets, which include property, plant and equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (for improvements to land and structures), \$3,000 (for equipment and vehicles) and have an estimated useful life in excess of one (1) year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset life is not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment of the government are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Structures & Improvements	15 – 45
Equipment and vehicles	6 – 20

Employee compensated absences

Accumulated vacation, holiday benefits and compensatory time are recorded as an expense and liability as the benefits are earned. Compensated absence liabilities are recorded as a noncurrent liability. The District is not obligated to pay for unused sick leave if an employee terminates or retires.

Compensated absences activity for the year ended June 30, 2009 was as follows:

Beginning Balance	Additions	Deletions	Ending Balance
\$ 2,999	\$ 2,919	\$ -	\$ 5,918

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

Use of Estimates

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

**NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

A. Budgetary information

In accordance with provisions of Section 29000 – 29143 of the Governmental Code of the State of California, commonly known as the County Budget Act, the District prepares and adopts a budget on or before August 30 for each year.

Budgets are prepared on the modified accrual basis of accounting. The legal level of budgetary control is the object level and the sub-object level for capital assets within each fund.

Amendments or transfers of appropriations between funds must be approved by the Board. Any deficiency of budgeted revenues and other financing resources over expenditures and other financing uses is financed by beginning available fund balances.

B. Encumbrances

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

**NOTE 3: OUTSIDE INVESTMENTS**

A portion of the Endowment Care Fund is invested with an approved broker/dealer, per the District's Investment Policy.

As of June 30, 2009, the fair value of the Endowment Care Fund was \$276,440 consisting of the following:

Cash and Money Fund	\$ 81,156
U.S. Treasuries	44,813
Federal Agencies	150,471
Total Investments	<u>\$ 276,440</u>

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 3: OUTSIDE INVESTMENTS – Continued**

Investment Credit Risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. GASB 40 requires the disclosure of credit quality ratings for investments.

California Law places limitations on the purchase of investments in regards to the credit ratings issued by the top two of three nationally recognized statistical rating organizations and limits are also placed on the maximum percentage investment by sector and by individual issuer. Investments issued by or explicitly guaranteed by the U.S. Government or issued by or fully guaranteed as to principal and interest by federal agencies are not considered to have credit risk or individual issuer limitations. As of June 30, 2009, all investments are within the District's policy limits.

Investment Type	Fair Value	Quality Ratings	Allowed % of Portfolio	Issuer Limitations
U.S. Treasury Securities	\$ 44,813	N/A	100%	None
Federal Agencies	150,471	N/A	100%	None
Money Market Interest Bearing Deposits	81,156	N/A	100%	None
Total Investments	<u>\$ 276,440</u>			

Concentration of Credit Risk increases the risk of loss as more investments are acquired from one issuer, resulting in a lack of diversification. GASB 40 requires disclosures of investments by amount and issuer that represent five percent or more of total investments held. This requirement excludes investments issued or explicitly guaranteed by the United States Government. As of June 30, 2009, the following issuers represented more than five percent of the District's Investments:

Issuer	Fair Value	% of Portfolio
FNMA	\$ 41,171	14.89%
FICO	\$ 76,661	27.73%
FHLB	\$ 11,053	4.00%
FFCB	\$ 21,586	7.80%

Interest Rate Risk Exists when there is a possibility that changes in interest rates could have an adverse effect on an investment's fair value. Generally, the longer the maturity of an investment, the greater the interest rate risk associated with that investment.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 3: OUTSIDE INVESTMENTS – Continued**

California Law places limitations on the maximum maturity of investments to be purchased by sector, unless specific conditions are met per the District's Investment Policy. California Law states that the maximum maturity limit of any investment is five year. As of June 30, 2009, the district is in compliance with the policy.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1 (and Cash)	1 - 5	5 - 10	More than 10
Cash & Money Fund	\$ 81,156	\$ 81,156	\$ -	\$ -	\$ -
U.S. Treasuries	44,813	32,933	11,880	-	-
Federal Agents	150,471		150,471	-	-
Total	<u>\$ 276,440</u>	<u>\$ 114,089</u>	<u>\$ 162,351</u>	<u>\$ -</u>	<u>\$ -</u>

Custodial Credit Risk for Investments exist if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty (broker/dealer) or the counterparty's trust department or agent, but not in the government's name. Since the outside investments at June 30, 2009 are recorded in the District's name, Custodial Credit Risk for Investments does not exist.

**NOTE 4: POOLED CASH AND INVESTMENTS**

Cash and investments include the cash balances of substantially all funds which are pooled (Pool) and invested by the County Treasurer for the purpose of increasing interest earnings through investment activities. The County sponsors an external investment pool which includes cash and investments held by certain joint powers authorities and cash held by various trustee financial institutions in accordance with the California Government Code.

State law now requires that all operating monies of the County, school districts, and board-governed special districts be held by the County Treasurer. The net asset value associated with legally mandated participants in the asset pool was \$3,966,232 at June 30, 2009.

As of June 30, 2009, the fair value of the County Pool was \$4.44 billion. Approximately 7% of the County pool is attributable to the County General Fund, with the remainder of the balance comprised of other County funds, school districts and special districts. Additionally, as of June 30, 2009, \$216,351 of the amounts deposited in the County pool was attributable to depositors who are not required to, but choose to, invest in the County pool. These include independent special districts, State Trial Court, and other governmental agencies. The deposits held for both involuntary and voluntary entities are reported in the Investment Trust Fund.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 4: POOLED CASH AND INVESTMENTS – Continued**

The fair value of the pool is determined monthly, and depends on, among other factors, the maturities and types of investments and general market conditions. The fair value of each participant's position including both voluntary and involuntary participants is the same as the value of the pool share. The method used to determine participant's equity withdrawn is based on the daily average book value of the participants' percentage participation in the pool.

The County has no produced or provided any letters of credit or legal binding guarantees as supplemental support of Pool values during the year ended at June 30, 2009. The Pool provides monthly reporting to both the Board of Supervisors and the County Treasury Oversight Committee who also review and approve investment policy.

The County pools its external participants' investments with the County pool. The average rate of return on investments during fiscal year 2009 was 2.54%.

A summary of the investments held by the County Treasurer is as follows (amounts in thousands):

Investment Type	Cost	Fair Value	Interest Rate Range	Maturity Range	Average Maturity
U.S. Treasury Securities	\$ 79,721	\$ 79,841	1.25% - 1.75%	05/15/12 - 04/15/14	1,314
U.S. Government Agencies	2,868,755	2,900,027	0.79% - 5.27%	07/06/09 - 06/29/12	480
Negotiable Certificates of Deposit	340,022	340,003	0.24% - 0.54%	07/01/09 - 09/04/09	21
Commercial Paper	274,667	274,904	0.20% - 0.81%	07/01/09 - 12/01/09	39
Corporate Notes	197,310	196,808	1.23% - 3.06%	08/10/09 - 07/15/11	197
Money Market Mutual Funds	391,000	391,000	0.24%	7/1/2009	1
<b>Total Treasurer's Pooled Investments</b>	<b>4,151,475</b>	<b>4,182,583</b>			
<b>Investments Controlled by Fiscal Agents:</b>					
Mutual Funds	17,808	17,808			
Guaranteed Investment Contracts	9,707	9,707			
U.S. Treasury Securities	79,090	79,090			
<b>Total Investments Controlled by Fiscal Agents</b>	<b>106,605</b>	<b>106,605</b>			
<b>Total Investments</b>	<b>\$ 4,258,080</b>	<b>\$ 4,289,188</b>			
<b>Cash in Banks:</b>					
Non-Interest Bearing Deposits		282,895			
<b>Total Cash and Investments</b>		<b>\$ 4,572,083</b>			

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 4: POOLED CASH AND INVESTMENTS – Continued**

Investments authorized by debt agreement

Investment of debt proceeds held by bond trustees are governed by provisions of the trust agreements, created in connection with the issuance of debt rather than the general provisions of the California Government Code. Certificates of Participation and Revenue Bond indentures specify the types of securities in which proceeds may be invested as well as any related insurance, collateral, or minimum credit rating requirements. Although requirements may vary between debt issues, money market funds are all required to be investment grade. Guaranteed investment contracts are required to be acceptable to the municipal bond insurer. The fair value of investments is based on the valuation provided by trustee banks.

Investment credit risk

Investment credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. GASB 40 requires the disclosure of credit quality ratings for investments in debt securities as well as investments in external investment pools, money market funds, and other pooled investments of fixed income securities.

California Law and San Bernardino County Treasury Pool Investment Policy (where more restrictive) place limitations on the purchase of investments in the County pool. Purchases of commercial paper and negotiable certificates of deposit are restricted to the top two ratings issued by a minimum of two of three nationally recognized statistical rating organizations (NRSRO'S). For an issuer of short-term debt, the rating must be no less than A-1 (S&P), P-1 (Moody's), or F-1 (Fitch) while an issuer of long-term corporate debt must have a minimum letter rating of "AA". Federal Agency notes and bonds, municipal notes and bonds, and money market mutual funds must have a minimum letter rating of "AAA". Limits are also placed on the maximum percentage investment by sector and by individual issuer. As of June 30, 2009, all investments held by the County Pool were within policy limits.

Concentration of credit risk

An increased risk of loss occurs as more investments are acquired from one issuer (i.e. lack of diversification). This results in a concentration of credit risk.

GASB 40 requires disclosure of investments by amount and issuer that represent five-percent or more of total investments held. This requirement excludes investments issued or explicitly guaranteed by the United States Government, investments in mutual funds, external investment pools, and other pooled investments.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 4: POOLED CASH AND INVESTMENTS – Continued**

As of June 30, 2009, the following issuers represented more than five-percent of the County Pool balance:

<u>Issuer</u>	<u>Fair Value</u>	<u>% of Portfolio</u>
FHLB	\$ 924,634	22.11
FNMA	830,708	19.86
FHLMC	644,259	15.41
FFCB	500,426	11.97

Interest Rate Risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. Generally, the longer the maturity of an investment, the greater the interest rate risk associated with that investment.

GASB 40 requires that interest rate risk be disclosed using a minimum of one of five approved methods which are: segmented time distribution, specific identification, weighted average maturity, duration, and simulated model.

The county manages its exposure to interest rate risk by carefully matching cash flows and maturing positions to meet expenditures, limiting 40% of the County Pool to maturities of one year or less, and by maintaining an overall effective duration of 1.5 years or less. Duration is a measure of a fixed income's cash flow using present values, weighted for cash flows as a percentage of the investments full price. Effective duration makes assumptions regarding the most likely timing and amounts of variable cash flows arising from such investments as callable bonds.

California Law and where more restrictive, the San Bernardino County Pool Investment Policy, place limitations on the maximum maturity of investments to be purchased by sector. As of June 30, 2009, all investments held by the County Pool were within policy limits. A summary of investments for Maturity Range, Limits, and effective duration is as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity Range (Days)</u>	<u>Maturity Limits</u>	<u>Effective Duration</u>
U.S. Treasury Securities	79,841	1,050 - 1,749	5 Years	3.54
U.S. Government Agencies	2,900,027	6 - 1,095	5 Years	0.83
Negotiable Certificates of Deposit	340,003	1 - 66	365 Days	0.06
Commercial Paper	274,904	1 - 154	270 Days	0.11
Corporate Notes	146,570	41 - 127	18 Months	0.20
TLGP Corporate Notes**	50,238	395 - 745	5 Years	1.53
Money Market Mutual Funds	391,000	1	Daily Liq.	0.00
Total Securities	<u>4,182,583</u>			

\*\* Fully insured and issued through the FDIC's Temporary Liquidity Guarantee Program

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 4: POOLED CASH AND INVESTMENTS – Continued**

Custodial Credit Risk

Custodial Credit Risk for Deposits exists when, in the event of a depository financial institution failure, a government may be unable to recover deposits, or recover collateral securities that are in the possession of an outside party.

GASB 40 requires the disclosure of deposits into a financial institution that are not covered by FDIC depository insurance and are uncollateralized.

California Law requires that a financial institution secure deposits made by state or local government units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure County deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2009, the carrying amount of the County's deposits was \$282,895 and the corresponding bank balance was \$139,953. The difference of \$142,942 was primarily due to outstanding warrants, wires and deposits in transit. Of the bank balance, \$138,078 was insured by the FDIC depository insurance through the Transaction Account Guarantee Program.

Custodial Credit Risk for Investments exist when, in the event of a failure of the counterparty (e.g., broker/dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

In order to limit Custodial Credit Risk for Investments, San Bernardino County Pool Investment Policy requires that all investments and investment collateral be transacted on a delivery versus payment basis with a third-party custodian and registered in the County's name. All counterparties to repurchase agreements must sign a TBMA Master Repurchase Agreement and/or Tri-Party Repurchase Agreement before engaging in repurchase agreement transactions.

Investment Type	Maximum Allowed % of Portfolio	Individual Issuer Limitations	% of Pool 6/30/09
U.S. Treasury Securities	100	None	1.90
U.S. Government Agencies	100	None	69.40
Negotiable Certificates of Deposits	30	\$100MM/5%	8.10
Commercial Paper	40	5%	6.60
Corporate Notes	10/5	\$50MM/5%	3.50
TLGP Corporate Notes	30	None	1.20
Money Market Mutual Funds	15	10%	9.30

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 4: POOLED CASH AND INVESTMENT – Continued**

As of June 30, 2009, Cash and Investments are classified in the accompanying financial statement as follows:

	Total Governmental Activities	Total Business - Type Activities	Total Fiduciary Funds	Discretely Presented Component Unit	Total
Cash and Investments	\$ 1,308,753	\$ 132,255	\$ 2,867,106	\$ 100,980	\$ 4,409,094
Restricted Cash and Investments	5,721	157,268			162,989
Total Cash and Investments	<u>\$ 1,314,474</u>	<u>\$ 289,523</u>	<u>\$ 2,867,106</u>	<u>\$ 100,980</u>	<u>\$ 4,572,083</u>

The following represents a condensed statement of net assets and changes in net assets for the Treasurer's investment pool as of June 30, 2009:

<u>Statement of Net Assets</u>	
Equity of internal pool participants	\$ 1,588,613
Equity of external pool participants:	
Voluntary	216,351
Involuntary	2,377,619
Total net Assets held for pool participants	<u>\$ 4,182,583</u>
<u>Statement of Changes in Net Assets</u>	
Net Assets at July 1, 2008	\$ 4,335,079
Net change in investments by pool participants	(152,496)
net assets at June 30, 2009	<u>\$ 4,182,583</u>

**NOTE 5: RESTRICTED CASH AND INVESTMENTS**

Cash and cash equivalents and investments that are restricted by legal or contractual requirements at June 30, 2009 are comprised of the following:

Permanent Fund – Endowment Care

Restricted cash and investments of \$161,233 represent principal (corpus) that is legally restricted for perpetual maintenance of the District.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 6: NET ASSETS**

The government-wide fund financial statements utilize a net assets presentation. Net assets comprise the various net earnings from operating and non-operating revenues, expenses and contribution of capital. Net assets are classified in the following three components.

- Invested in Capital Assets, net of related debt – This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted – This component of net assets consist of constraints placed on net asset use through external constraints imposed by creditors, grantors, contributions, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- Unrestricted – This component of net asset consist of net assets of the District that are not restricted for any project or other purpose.

The District's net assets for the year ended June 30, 2009 are as follows:

	<b>Governmental Activities</b>
<b>Invested in Capital Assets</b>	
Net land, land improvements, infrastructure, construction in progress, structures and improvements, equipment and vehicles	\$ 96,582
<b>Restricted</b>	
Principal (corpus) of the "Endowment Care Fund"	161,233
<b>Unrestricted</b>	334,300
<b>Total Net Assets</b>	\$ 592,115

**NOTE 7: CAPITAL ASSETS**

The costs of building and acquiring capital assets (land, buildings, vehicles and equipment) financed from the governmental funds are reported as expenditures in the year they are incurred, and the assets do not appear on the governmental fund balance sheet. However, the government-wide statement of net assets includes those capital assets among the assets of the District as a whole, and their original costs are expensed annually over their useful lives.

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 7: CAPITAL ASSETS – Continued**

Capital asset activity for governmental activities for the year ended June 30, 2009 are as follows:

	Balance at July 1, 2008	Additions	Disposals	Balance at June 30, 2009
<b>Governmental activities</b>				
Capital assets not being depreciated:				
Land	\$ 23,797	\$ -	\$ -	\$ 23,797
Construction in Progress	9,630	-	9,630	-
Total capital assets not being depreciated	<u>33,427</u>	<u>-</u>	<u>9,630</u>	<u>23,797</u>
Capital assets being depreciated:				
Structures and improvements	286,498	13,130	-	299,628
Vehicles	69,496	-	-	69,496
Equipment	6,553	7,701	-	14,254
Total capital assets being depreciated	<u>362,547</u>	<u>20,831</u>	<u>-</u>	<u>383,378</u>
Less: accumulated depreciation for:				
Structures and improvements	242,595	5,974	-	248,569
Vehicles	51,136	4,078	-	55,214
Equipment	6,553	257	-	6,810
Total accumulated depreciation	<u>300,284</u>	<u>10,309</u>	<u>-</u>	<u>310,593</u>
Total capital assets being depreciated, net	<u>62,263</u>	<u>10,522</u>	<u>-</u>	<u>72,785</u>
<b>Total net capital assets</b>	<u>\$ 95,690</u>	<u>\$ 10,522</u>	<u>\$ 9,630</u>	<u>\$ 96,582</u>

**NOTE 8: TRANSFERS IN/OUT**

Interfund Transfers In/Out transactions are used to close out a fund, reimburse an operating fund, and transfer cash between operating funds and any capital project funds. At June 30, 2009, the District made the following interfund transfers:

Fund	Purpose	Amount
MAV	From Preened Fund to reimburse cost of funeral expenses	\$ 9,996
MAY	To General Fund to pay for funeral expenses	(9,996)
		<u>\$ -</u>

TWENTYNINE PALMS CEMETERY DISTRICT  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2009

**NOTE 9: INSURANCE**

The District is insured with the American Alternative Insurance Corporation for general liability, property damage, employee dishonesty, and automobile liability. Preferred Employers Insurance Company provides the District with worker's compensation insurance for all employees in extra or full time positions. Unemployment insurance is provided through the State of California's Employment Development Department.

Type of Coverage	Limit of Insurance	Description
General Liability	\$ 1,000,000	Per occurrence
	\$ 3,000,000	General aggregate
Management Liability	\$ 1,000,000	Each wrongful act, less deductible of \$1,000
	\$ 1,000,000	Policy aggregate, less deductible of \$1,000
Property	Replacement Cost,	no coinsurance, less deductible of \$1,000
Crime		
Employee theft	\$ 250,000	Per loss coverage
Forgery or Alteration	\$ 250,000	
Inside the premises – Theft of money & securities	\$ 250,000	
Inside the premises – Robbery or safe burglary	\$ 5,000	
Outside the premises	\$ 250,000	
Computer Fraud	\$ 100,000	
Funds Transfer Fraud	\$ 100,000	
Money orders and Counterfeit paper currency	\$ 100,000	
Inland Marine		
Blanket small tools & Equipment	\$ 25,000	Per occurrence, less deductible of \$500
	\$ 2,500	Per item, less deductible of \$500
Scheduled contractors' equipment	\$ 68,700	Less deductible of \$500
<u>Automotive Coverage</u>		
Automobile liability	\$ 1,000,000	Per accident
Auto medical payments	\$ 5,000	Per accident
Uninsured/Underinsured motorist	\$ 1,000,000	Per accident
Comprehensive/Collision	Actual cash value less \$500 deductible	
<u>Worker's Compensation Coverage</u>	\$ 1,000,000	Each accident
Bodily injury by accident	\$ 1,000,000	Policy limit
Bodily injury by disease	\$ 1,000,000	Each employee
Bodily injury by disease		

**NOTE 10: RETIREMENT**

Edward Jones carries the District's IRA retirement plan. Employees are eligible to participate in the plan at the end of the employee's probationary period. The plan is 100% immediately vested. Each employee contributes \$27.78 in 24 equal payroll deductions. This amount, along with the District's contribution is forwarded to Edward Jones at the end of each month. Each employee receives a total annual contribution of \$2,000 towards their IRA retirement plan.

**TWENTYNINE PALMS CEMETERY DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**For the Fiscal Year Ended June 30, 2009**

<u>General Fund (MAV)</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1, 2008	\$ 153,324	\$ 153,324	\$ 153,324	\$ -
Resources (inflows):				
Property taxes	100,400	100,400	152,238	51,838
Other taxes	5,000	5,000	-	(5,000)
State aid - homeowners exemption	1,000	1,000	1,615	615
Interest	4,000	4,000	3,673	(327)
Transfers in	15,000	15,000	9,996	(5,004)
Charges for services	20,000	20,000	17,325	(2,675)
Other revenue	5,500	5,500	25,616	20,116
Amounts available for appropriations	<u>304,224</u>	<u>304,224</u>	<u>363,787</u>	<u>59,563</u>
Charges to appropriations (outflows):				
Salaries and benefits	167,465	167,465	156,003	11,462
Services and supplies	47,755	47,755	33,727	14,028
Utilities	23,100	23,100	15,645	7,455
Professional Services	11,475	11,475	11,902	(427)
Capital Outlay	50,000	50,000	11,201	38,799
General Reserve	5,000	5,000	-	5,000
Appropriation and Contingencies	20,000	20,000	248	19,752
Total charges to appropriations	<u>324,795</u>	<u>324,795</u>	<u>228,726</u>	<u>96,069</u>
Budgetary Fund Balance, June 30, 2009	<u>\$ (20,571)</u>	<u>\$ (20,571)</u>	<u>\$ 135,061</u>	<u>\$ 155,632</u>