



February 10, 2023

Board of Directors
Santa Lucia Community Services District
Carmel, California

We are pleased to present this report related to our audit of the basic financial statements of Santa Lucia Community Services District (the District) as of and for the year ended June 30, 2022. This report summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for the District's financial reporting process. Also included is a summary of recently issued accounting standards that may affect future financial reporting by the District.

Generally accepted auditing standards (AU-C 260, *The Auditor's Communication With Those Charged with Governance*) require the auditor to promote effective two-way communication between the auditor and those charged with governance. Consistent with this requirement, the following summarizes our responsibilities regarding the financial statement audit as well as observations arising from our audit that are, significant and relevant to your responsibility to oversee the financial reporting process.

Our Responsibilities With Regard to the Financial Statement Audit

Our responsibilities under auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirements for California Special Districts have been described to you in our arrangement letter dated December 8, 2022. Our audit of the financial statements does not relieve management or those charged with governance of their responsibilities which are also described in that letter.

Overview of the Planned Scope and Timing of the Financial Statement Audit

Our communication regarding the planned scope and timing of our audit and identified significant risks have been communicated to you verbally.

Accounting Policies and Practices

Preferability of Accounting Policies and Practices

Under generally accepted accounting principles, in certain circumstances, management may select among alternative accounting practices. In our view, in such circumstances, management has selected the preferable accounting practice.

Adoption of, or Change in, Accounting Policies

Management has the ultimate responsibility for the appropriateness of the accounting policies used by the District. Following is a description of significant accounting policies that were initially selected during the year.

In June 2017, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 87, Leases. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The District adopted the requirements of the guidance effective July 1, 2021 and has applied the provisions of this standard to the beginning of the period of adoption.

In January 2020, GASB issued Statement No. 92 Omnibus 2020. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The adoption of this standard had no significant impact on the financial statements.

Recently Issued Accounting Standards

The GASB has issued the following statements not yet implemented by the District. The District's management has not yet determined the effect these Statements will have on the District's financial statements. However, the District plans to implement the standards by the required dates:

On April 2022, GASB issued GASB Statement No. 99, *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement that are effective as follows:

- The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance.
- The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.
- The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

Earlier application is encouraged and is permitted by the topic. At this time the District is not certain of the effect the adoption of Statement No. 99 will have on the financial statements.

In June 2022, GASB issued GASB Statement No. 101, *Compensated Absences*: The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. At this time the District is not certain of the effect the adoption of Statement No. 96 will have on the financial statements.

Significant or Unusual Transactions

We did not identify any significant or unusual transactions or significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Management Judgments and Accounting Estimates

Accounting estimates are an integral part of the preparation of financial statements and are based upon management's current judgment. The process used by management encompasses their knowledge and experience about past and current events, and certain assumptions about future events. You may wish to monitor throughout the year the process used to determine and record these accounting estimates. The accounting estimates reflected in the District's June 30, 2022 financial statements include such items as the estimate of useful lives of depreciable assets and the estimate for the allocation of property related fees and administrative costs.

Audit Adjustments and Uncorrected Misstatements

Audit adjustments, other than those that are clearly trivial, proposed by us and recorded by the District are shown on the attached list of "Adjusting Journal Entries," and "Reclassification Journal Entries." In addition, we have attached "Prepared by Client Journal Entries."

We are not aware of any uncorrected misstatements other than misstatements that are clearly trivial.

Disagreements With Management

We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the financial statements.

Consultations With Other Accountants

We are not aware of any consultations management had with other accountants about accounting or auditing matters.

Significant Issues Discussed With Management

No significant issues arising from the audit were discussed with or were the subject of correspondence with management.

Significant Difficulties Encountered in Performing the Audit

We did not encounter any significant difficulties in dealing with management during the audit.

Internal Control Matters

We have separately communicated the significant deficiencies in internal control over financial reporting identified during our audit of the financial statements, in a letter dated February 10, 2023.

The District contracts the Santa Lucia Preserve Company to manage, process and record the District's records. These functions are performed by the Santa Lucia Preserve Company's accounting department. We have separately communicated the significant deficiencies and material weaknesses in internal control over financial reporting identified during their audit of their financial statements, in a letter dated September 27, 2022.

Significant Written Communications between Management and Our Firm

We have requested certain representations from management that are included in the management representation letter dated February 10, 2023.

This report is intended solely for the information and use of the Board of Directors, Audit Committee and management, and is not intended to be and should not be, used by anyone other than these specified parties. It will be our pleasure to respond to any questions you have about this report. We appreciate the opportunity to continue to be of service to the Santa Lucia Community Services District.



CliftonLarsonAllen LLP

Salinas, CA
November 28, 2022

Attachments: Adjusting Journal Entries
Reclassification Journal Entries
Prepared by Client Journal Entries

Santa Lucia Community Services District

AJE

Year End: June 30, 2022

Adjusting Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: AJE-01 To AJE-99

Number	Date	Name	Account No	Debit	Credit	Amount Chg	Net Income (Loss)
Net Income (Loss) Before Adjustments						(1,004,205.00)	
AJE-01	6/30/2022	INTEREST INCOME	4625-90 ENT01/		36,427.00		
AJE-01	6/30/2022	GAIN(LOSS) - CAL TRST SHRT	4656-90 ENT01/	32,625.00			
AJE-01	6/30/2022	GAIN(LOSS) - CAL TRST MED	4657-90 ENT01/	3,802.00			
To reclassify gain/loss on investments.				36,427.00	36,427.00	0.00	(1,004,205.00)
AJE-02	6/30/2022	LABOR/MAT - RANCH OP	6008-10 ENT01E		23,600.00		
AJE-02	6/30/2022	LABOR/MAT - RANCH OP	6008-20 ENT01C		800.00		
AJE-02	6/30/2022	LABOR/MAT - RANCH OP	6008-30 ENT01E		6,580.00		
AJE-02	6/30/2022	LABOR/MAT - RANCH OP	6008-40 S-40		14,460.00		
AJE-02	6/30/2022	LABOR/MAT - RANCH OP	6008-90 ENT01/		540.00		
AJE-02	6/30/2022	AUTO EXPENSE	6130-30 ENT01E		22,880.00		
AJE-02	6/30/2022	EQUIPMENT MAINTENANC	6243-30 ENT01E		170,140.00		
AJE-02	6/30/2022	MECHANIC PARTS/LABOR	7002-30 ENT01E	239,000.00			
To reverse Other Community Revenue related to interdepartmental charges for the fiscal year.				239,000.00	239,000.00	0.00	(1,004,205.00)
AJE-03	6/30/2022	RECEIVABLE - MONTEREY COUNTY	1137-00 GF01	38,343.00			
AJE-03	6/30/2022	INTEREST INCOME	4625-90 ENT01/		38,343.00		
To record interest income received on delinquent assessments.				38,343.00	38,343.00	38,343.00	(965,862.00)
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-10 ENT01E	665,268.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-20 ENT01C	98,308.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-30 ENT01E	782,373.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-40 S-40	63,144.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-45 G-45	42,298.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-60 TS-60	1,968.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	56,450.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	23.00			
AJE-04	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/		1,709,832.00		
To break out depreciation expense by department.				1,709,832.00	1,709,832.00	0.00	(965,862.00)
AJE-05	6/30/2022	ROADS & GATES	1802-00 GF01	165,000.00			
AJE-05	6/30/2022	ROADS & GATES	1802-00 GF01	12,246.00			
AJE-05	6/30/2022	A/D - ROADS & GATES	1803-00 GF01		1,031.00		
AJE-05	6/30/2022	A/D - ROADS & GATES	1803-00 GF01		510.00		
AJE-05	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	52,890.00			
AJE-05	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	13,806.00			
AJE-05	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	13,806.00			
AJE-05	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		2,938.00		

Santa Lucia Community Services District

AJE-1

Year End: June 30, 2022

Adjusting Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: AJE-01 To AJE-99

Number	Date	Name	Account No	Debit	Credit	Amount	ChgNet Income (Loss)
AJE-05	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		1,151.00		
AJE-05	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		1,151.00		
AJE-05	6/30/2022	GATE MOTORS	1909-00 GF01	24,999.00			
AJE-05	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A	2,938.00			
AJE-05	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A	1,151.00			
AJE-05	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A	1,031.00			
AJE-05	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A	1,151.00			
AJE-05	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A	510.00			
AJE-05	6/30/2022	REPAIRS AND MAINTENA	6600-10 ENT01E		13,806.00		
AJE-05	6/30/2022	REPAIRS AND MAINTENA	6600-10 ENT01E		12,246.00		
AJE-05	6/30/2022	REPAIRS AND MAINTENA	6600-30 ENT01C		52,890.00		
AJE-05	6/30/2022	REPAIRS AND MAINTENA	6600-30 ENT01C		13,806.00		
AJE-05	6/30/2022	REPAIRS AND MAINTENA	6600-30 ENT01C		165,000.00		
AJE-05	6/30/2022	REPAIRS AND MAINTENA	6600-40 S-40		24,999.00		
		To reclass from R&M to FA and CIP. GJ9683					
				289,528.00	289,528.00	275,966.00	(689,896.00)
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		6,053.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		183.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		366.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		249.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		434.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		294.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		367.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		1,606.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		291.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		540.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		1,979.00		
AJE-06	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		1,151.00		
AJE-06	6/30/2022	AUTO EXPENSE	6130-30 ENT01E	434.00			
AJE-06	6/30/2022	AUTO EXPENSE	6130-30 ENT01E	1,606.00			
AJE-06	6/30/2022	AUTO EXPENSE	6130-30 ENT01E	291.00			
AJE-06	6/30/2022	EQUIPMENT MAINTENANC	6243-10 ENT01E	540.00			
AJE-06	6/30/2022	GATE OPERATING EXPEN	6278-40 S-40	294.00			
AJE-06	6/30/2022	MATERIALS	6400-50 BMFS-E	367.00			
AJE-06	6/30/2022	REPAIRS AND MAINTENA	6592-20 ENT01C	6,053.00			
AJE-06	6/30/2022	REPAIRS AND MAINTENA	6600-10 ENT01E	1,979.00			
AJE-06	6/30/2022	REPAIRS AND MAINTENA	6600-10 ENT01E	1,151.00			
AJE-06	6/30/2022	REPAIRS AND MAINTENA	6600-30 ENT01C	249.00			
AJE-06	6/30/2022	SEPTIC MAINTENANCE	6640-20 ENT01C	366.00			
AJE-06	6/30/2022	SMALL TOOLS & EQUIPM	6655-10 ENT01E	183.00			
		To accrue AP that should have been payable at year end. GJ9687					
				13,513.00	13,513.00	(13,513.00)	(703,409.00)
AJE-07	6/30/2022	CIP - NEW WELLS	1902-00 GF01	25,357.00			
AJE-07	6/30/2022	ACCRUED EXPENSES	2030-00 GF01		25,357.00		
		To accrued invoice related to 6/30/22. GJ9688					

Santa Lucia Community Services District

AJE-2

Year End: June 30, 2022

Adjusting Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: AJE-01 To AJE-99

Number	Date	Name	Account No	Debit	Credit	Amount	ChgNet Income (Loss)
				25,357.00	25,357.00	0.00	(703,409.00)
AJE-08	6/30/2022	AUTOMOBILES	1810-00 GF01		7,038.00		
AJE-08	6/30/2022	A/D - AUTOMOBILES	1811-00 GF01	7,038.00			
AJE-08	6/30/2022	DUE TO THE PRESERVE COMPANY	2104-00 GF01		3,100.00		
AJE-08	6/30/2022	GAIN (LOSS) ON SALE	4655-40 S-40	3,100.00			
		To properly record sale of Fixed Asset. GJ9272		10,138.00	10,138.00	(3,100.00)	(706,509.00)
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		5,522.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		437.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		5,900.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		463.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		5,877.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		461.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		3,077.00		
AJE-09	6/30/2022	ROADS & GATES	1802-00 GF01		241.00		
AJE-09	6/30/2022	A/D - ROADS & GATES	1803-00 GF01	458.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	5,522.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	437.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	5,900.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	463.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	5,877.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	461.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	3,077.00			
AJE-09	6/30/2022	CIP - NEW WELLS	1902-00 GF01	241.00			
AJE-09	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A		458.00		
		To reclass Salaries & ER Taxes misposted to Moore's Lake instead of Potrero Project. GJ9683		22,436.00	22,436.00	458.00	(706,051.00)
AJE-10	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01		71,133.00		
AJE-10	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01		23,305.00		
AJE-10	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01	71,133.00			
AJE-10	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01	23,305.00			
		To record asset disposal. GJ9686		94,438.00	94,438.00	0.00	(706,051.00)
AJE-11	6/30/2022	ROADS & GATES	1802-00 GF01	92,525.00			
AJE-11	6/30/2022	A/D - ROADS & GATES	1803-00 GF01		1,928.00		
AJE-11	6/30/2022	AUTOMOBILES	1810-00 GF01	51,301.00			
AJE-11	6/30/2022	AUTOMOBILES	1810-00 GF01		1,565.00		
AJE-11	6/30/2022	A/D - AUTOMOBILES	1811-00 GF01		3,848.00		
AJE-11	6/30/2022	A/D - AUTOMOBILES	1811-00 GF01		757.00		
AJE-11	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	67,894.00			
AJE-11	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	25,285.00			
AJE-11	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	7,888.00			

Santa Lucia Community Services District

Year End: June 30, 2022

Adjusting Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: AJE-01 To AJE-99

AJE-3

Number	Date	Name	Account No	Debit	Credit	Amount	ChgNet	Income (Loss)
AJE-11	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	2,515.00				
AJE-11	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	625.00				
AJE-11	6/30/2022	MACHINERY & EQUIPMENT	1850-00 GF01	1,463.00				
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		740.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		460.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		211.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		789.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		168.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		52.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01		122.00			
AJE-11	6/30/2022	A/D - MACHINERY & EQUIPMENT	1851-00 GF01	130.00				
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		92,525.00			
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		7,888.00			
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		2,515.00			
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		625.00			
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01	1,565.00				
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		2,486.00			
AJE-11	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		251.00			
AJE-11	6/30/2022	CIP - NEW WELLS	1902-00 GF01	9,714.00				
AJE-11	6/30/2022	CIP - NEW WELLS	1902-00 GF01	144.00				
AJE-11	6/30/2022	CIP - PENON TANK	1906-00 GF01		144.00			
AJE-11	6/30/2022	GATE MOTORS	1909-00 GF01		1,463.00			
AJE-11	6/30/2022	GATE MOTORS	1909-00 GF01	2,486.00				
AJE-11	6/30/2022	TANK PAINTING	1915-00 GF01		67,894.00			
AJE-11	6/30/2022	CIP - MACHINERY & EQUIPMENT	1999-00 GF01		2,076.00			
AJE-11	6/30/2022	CIP - MACHINERY & EQUIPMENT	1999-00 GF01		51,301.00			
AJE-11	6/30/2022	CIP - MACHINERY & EQUIPMENT	1999-00 GF01		9,714.00			
AJE-11	6/30/2022	CIP - MACHINERY & EQUIPMENT	1999-00 GF01		25,285.00			
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	740.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	460.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	3,848.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	211.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	1,928.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	789.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	168.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	52.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	122.00				
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/		130.00			
AJE-11	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	757.00				
AJE-11	6/30/2022	REPAIRS AND MAINTENA	6592-90 ENT01/	251.00				
AJE-11	6/30/2022	SMALL TOOLS & EQUIPM	6655-30 ENT01/	2,076.00				
		To reclass CIP to in service assets. GJ9683						
				274,937.00	274,937.00	(11,272.00)	(717,323.00)	
AJE-12	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01	130.00				
AJE-12	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/		130.00			
		True-up ytd depreciation. GJ9683						
				130.00	130.00	130.00	(717,193.00)	

Santa Lucia Community Services District

AJE-4

Year End: June 30, 2022

Adjusting Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: AJE-01 To AJE-99

Number	Date	Name	Account No	Debit	Credit	Amount	ChgNet Income (Loss)
AJE-13	6/30/2022	Right-to-use leased equipment	1860-00 GF01	148,366.00			
AJE-13	6/30/2022	Lease liability	2700-00 GF01		148,366.00		
AJE-13	6/30/2022	Lease liability	2700-00 GF01	27,585.00			
AJE-13	6/30/2022	EQUIPMENT LEASE	6241-50 BMFS-£		33,000.00		
AJE-13	6/30/2022	INTEREST EXPENSE	6287-50 BMFS-£	5,415.00			
		To correctly present right-of-use leased assets under GASB 87.					
				181,366.00	181,366.00	27,585.00	(689,608.00)
AJE-14	6/30/2022	A/D - AUTOMOBILES	1811-00 GF01	1,514.00			
AJE-14	6/30/2022	CIP -MACHINERY & EQUIPMENT	1900-00 GF01		1,592.00		
AJE-14	6/30/2022	GATE MOTORS	1909-00 GF01	1,463.00			
AJE-14	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/		1,385.00		
		To reconcile updated TB from client to audited TB. (Unknown GJ - already posted)					
				2,977.00	2,977.00	1,385.00	(688,223.00)
AJE-15	6/30/2022	AUTOMOBILES	1810-00 GF01	1,565.00			
AJE-15	6/30/2022	AUTO EXPENSE	6130-10 ENT01E		1,565.00		
		To correct entry to record refund of DMV fees against asset. JE to reduce assets was AJE-07 from 6/30/20.					
				1,565.00	1,565.00	1,565.00	(686,658.00)
AJE-16	6/30/2022	A/D - AUTOMOBILES	1811-00 GF01		757.00		
AJE-16	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/	759.00			
AJE-16	6/30/2022	REPAIRS AND MAINTENA	6592-90 ENT01/		2.00		
		To adjust Property & Equipment accounts to actual based on audited depreciation schedule.					
				759.00	759.00	(757.00)	(687,415.00)
AJE-17	6/30/2022	A/A Right-to-use leased equipment	1861-00 GF01		9,891.00		
AJE-17	6/30/2022	AMORTIZATION EXPENSE	6218-50 BMFS-£	9,891.00			
		To record amortization on right to use assets.					
				9,891.00	9,891.00	(9,891.00)	(697,306.00)
AJE-18	6/30/2022	ROADS & GATES	1802-00 GF01		165,000.00		
AJE-18	6/30/2022	ROADS & GATES	1802-00 GF01		12,246.00		
AJE-18	6/30/2022	A/D - ROADS & GATES	1803-00 GF01	1,541.00			
AJE-18	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01/		1,541.00		
AJE-18	6/30/2022	REPAIRS AND MAINTENA	6600-10 ENT01E	12,246.00			
AJE-18	6/30/2022	REPAIRS AND MAINTENA	6600-30 ENT01E	165,000.00			
		To correct AJE-05 (GJ9683) for paving repairs that were incorrectly capitalized.					
				178,787.00	178,787.00	(175,705.00)	(873,011.00)

Santa Lucia Community Services District

AJE-5

Year End: June 30, 2022

Adjusting Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: AJE-01 To AJE-99

Number	Date	Name	Account No	Debit	Credit	Amount	ChgNet Income (Loss)
				3,129,424.00	3,129,424.00	131,194.00	(873,011.00)

Santa Lucia Community Services District
Year End: June 30, 2022
Reclassification Journal Entries
Date: 7/1/2021 To 6/30/2022

RJE

Number	Date	Name	Account No	Debit	Credit	Amount	Chg Net Income (Loss)
Net Income (Loss) Before Adjustments						(873,011.00)	
RJE-01	6/30/2022	FIRE CLEARING	4102-30 ENT01D	112,320.00			
RJE-01	6/30/2022	RANCH CLUB LABOR CHA	6006-30 ENT01D		102,000.00		
RJE-01	6/30/2022	EQUIPMENT MAINTENANC	6243-10 ENT01B		9,600.00		
RJE-01	6/30/2022	EQUIPMENT MAINTENANC	6243-20 ENT01C		720.00		
To reverse "OPS GROSS UP" estimate.							
				112,320.00	112,320.00	0.00	(873,011.00)
RJE-02	6/30/2022	G&A	7500-10 ENT01B	631,405.00			
RJE-02	6/30/2022	G&A	7500-20 ENT01C	72,735.00			
RJE-02	6/30/2022	G&A	7500-30 ENT01D	417,474.00			
RJE-02	6/30/2022	G&A	7500-40 S-40	294,902.00			
RJE-02	6/30/2022	G&A	7500-45 G-45	229,285.00			
RJE-02	6/30/2022	G&A	7500-50 BMFS-50	96,073.00			
RJE-02	6/30/2022	G&A	7500-90 ENT01A		1,741,874.00		
To allocate G&A operating expenses to other functions.							
				1,741,874.00	1,741,874.00	0.00	(873,011.00)
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-10 ENT01B		5,328.00		
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-20 ENT01C		614.00		
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-30 ENT01D		3,523.00		
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-40 S-40		2,489.00		
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-45 G-45		1,935.00		
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-50 BMFS-50		811.00		
RJE-03	6/30/2022	MISCELLANEOUS INCOME	4330-90 ENT01A	14,700.00			
RJE-03	6/30/2022	INTEREST INCOME	4625-10 ENT01B		16,617.00		
RJE-03	6/30/2022	INTEREST INCOME	4625-20 ENT01C		1,914.00		
RJE-03	6/30/2022	INTEREST INCOME	4625-30 ENT01D		10,987.00		
RJE-03	6/30/2022	INTEREST INCOME	4625-40 S-40		7,761.00		
RJE-03	6/30/2022	INTEREST INCOME	4625-45 G-45		6,034.00		
RJE-03	6/30/2022	INTEREST INCOME	4625-50 BMFS-50		2,528.00		
RJE-03	6/30/2022	INTEREST INCOME	4625-90 ENT01A	45,841.00			
RJE-03	6/30/2022	GAIN (LOSS) ON SALE	4655-10 ENT01B	13,205.00			
RJE-03	6/30/2022	GAIN/LOSS ON SALE OF FIXED ASSETS	4655-20 ENT01C	1,521.00			
RJE-03	6/30/2022	GAIN (LOSS) ON SALE	4655-30 ENT01D	8,730.00			
RJE-03	6/30/2022	GAIN (LOSS) ON SALE	4655-40 S-40	6,167.00			
RJE-03	6/30/2022	GAIN (LOSS) ON SALE OF FIXED ASSETS	4655-45 G-45	4,795.00			
RJE-03	6/30/2022	GAIN (LOSS) ON SALE	4655-50 BMFS-50	2,009.00			
RJE-03	6/30/2022	GAIN(LOSS) - CAL TRST SHRT	4656-90 ENT01A		32,625.00		
RJE-03	6/30/2022	GAIN(LOSS) - CAL TRST MED	4657-90 ENT01A		3,802.00		
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-10 ENT01B	20,470.00			
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-20 ENT01C	2,358.00			
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-30 ENT01D	13,535.00			
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-40 S-40	9,561.00			
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-45 G-45	7,434.00			
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-50 BMFS-50	3,115.00			
RJE-03	6/30/2022	DEPRECIATION EXPENSE	6217-90 ENT01A		56,473.00		
RJE-03	6/30/2022	INTEREST EXPENSE	6287-10 ENT01B	12,857.00			
RJE-03	6/30/2022	INTEREST EXPENSE	6287-20 ENT01C	1,481.00			
RJE-03	6/30/2022	INTEREST EXPENSE	6287-30 ENT01D	8,500.00			
RJE-03	6/30/2022	INTEREST EXPENSE	6287-40 S-40	6,004.00			
RJE-03	6/30/2022	INTEREST EXPENSE	6287-45 G-45	4,668.00			
RJE-03	6/30/2022	INTEREST EXPENSE	6287-50 BMFS-50	1,956.00			
RJE-03	6/30/2022	INTEREST EXPENSE	6287-90 ENT01A		35,466.00		
To allocate non-operating income							

Santa Lucia Community Services District

RJE-1

Year End: June 30, 2022

Reclassification Journal Entries

Date: 7/1/2021 To 6/30/2022

Number	Date	Name	Account No	Debit	Credit	Amount	Chg Net Income (Loss)
		and expenses from G&A to other departments.		188,907.00	188,907.00	0.00	(873,011.00)
				2,043,101.00	2,043,101.00	0.00	(873,011.00)

Santa Lucia Community Services District

PBC

Year End: June 30, 2022

Prepared by Client Journal Entries

Date: 7/1/2021 To 6/30/2022

Account No: PBC-01 To PBC-99

Number	Date	Name	Account No	Debit	Credit	Amount	Chg Net Income (Loss)
Net Income (Loss) Before Adjustments						(997,349.00)	
PBC-01	6/30/2022	ACCRUED EXPENSES	2030-00 GF01	4.00			
PBC-01	6/30/2022	NOTE PAYABLE- WF CORP YARD	2515-00 GF01	124,334.00			
PBC-01	6/30/2022	INTEREST EXPENSE	6287-90 ENT01A		124,338.00		
		To record principal portion of NCY loan.		124,338.00	124,338.00	124,338.00	(873,011.00)
				124,338.00	124,338.00	124,338.00	(873,011.00)