

TOWN OF PORTOLA VALLEY

STATEMENT OF NET POSITION AND STATEMENT OF ACTIVITIES
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The purpose of the Statement of Net Position and the Statement of Activities is to summarize the Town's entire financial activities and financial position. They are prepared on the same basis as is used by most businesses, which means they include all the Town's assets, liabilities and deferred inflows/outflows, as well as all its revenues and expenses. This is known as the full accrual basis – the effect of all the Town's transactions is taken into account, regardless of whether or when cash changes hands, but all material internal transactions between Town funds have been eliminated.

The Statement of Net Position reports the difference between the Town's total assets and deferred outflows of resources, if any; and the Town's total liabilities and deferred inflows of resources, if any, including all the Town's capital assets and all its long-term debt.

The Statement of Net Position summarizes the financial position of all of the Town's Governmental Activities in a single column.

The Town's Governmental Activities include the activities of its General Fund along with all its Special Revenue Funds and Capital Projects Funds.

The Statement of Activities reports increases and decreases in the Town's net position. It is also prepared on the full accrual basis, which means it includes all the Town's revenues and all its expenses, regardless of when cash changes hands. This differs from the "modified accrual" basis used in the Fund financial statements, which reflect only current assets, current liabilities, available revenues and measurable expenditures.

The Statement of Activities presents the Town's expenses first, listed by program. Program revenues – that is, revenues which are generated directly by these programs – are then deducted from program expenses to arrive at the net expense of each governmental program. The Town's general revenues are then listed in the Governmental Activities column and the Change in Net Position is computed and reconciled with the Statement of Net Position.

TOWN OF PORTOLA VALLEY
STATEMENT OF NET POSITION
JUNE 30, 2020

	<u>Governmental Activities</u>
ASSETS	
Cash and investments (Note 2)	\$17,811,772
Restricted cash (Note 2)	1,199,132
Accounts and interest receivable	39,424
Loans receivable (Note 5)	18,792
Capital assets, net (Note 3)	
Nondepreciable	7,255,612
Depreciable, net of accumulated depreciation	<u>23,810,704</u>
Total Assets	<u>50,135,436</u>
DEFERRED OUTFLOWS OF RESOURCES	
Related to pensions (Note 7)	<u>517,118</u>
LIABILITIES	
Current liabilities:	
Accounts payable	628,907
Refundable customer deposits	1,203,590
Non-current liabilities:	
Accrued compensated absences (Note 1G)	117,450
Net Pension Liability (Note 7)	836,271
Net OPEB obligation (Note 8)	<u>1,257,439</u>
Total Liabilities	<u>4,043,657</u>
DEFERRED INFLOWS OF RESOURCES	
Related to pensions (Note 7)	<u>210,360</u>
NET POSITION (Note 6)	
Net investment in capital assets	31,066,316
Restricted for:	
Special Revenue Projects	11,276,135
Capital Projects	35,025
Unrestricted	<u>4,021,061</u>
Total Net Position	<u><u>\$46,398,537</u></u>

See accompanying notes to financial statements

TOWN OF PORTOLA VALLEY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Functions/Programs	Operating Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
General government	\$3,841,246	\$564,266		\$570	(\$3,276,410)
Parks and recreation	283,571	54,040			(229,531)
Town center facilities	619,639	166,345			(453,294)
Public safety	1,244,971		\$171,113		(1,073,858)
Public works	706,700		454,119	5,000	(247,581)
Total governmental activities	<u>\$6,696,127</u>	<u>\$784,651</u>	<u>\$625,232</u>	<u>\$5,570</u>	<u>(5,280,674)</u>
General Revenues:					
Property tax revenues.....					3,158,836
Other governmental agencies revenues.....					449,377
Franchise fees.....					246,226
Utility user tax.....					939,261
Investment earnings.....					407,168
Miscellaneous revenue.....					12,932
Total general revenues					<u>5,213,800</u>
Change in net position					(66,874)
Net Position, beginning of year					<u>46,465,411</u>
Net Position, end of year					<u>\$46,398,537</u>

See accompanying notes to financial statements

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