

3. CAPITAL ASSETS

Changes in capital assets for the year ended June 30, 2020, were as follows:

| | (As Restated) | | | | Balance |
|---|----------------|---------------|-------------|---------------------------------|----------------|
| | Balance | | | Transfers/ Reclassifications | Balance |
| | June 30, 2019 | Additions | Deletions | | June 30, 2020 |
| Capital assets, not being depreciated: | | | | | |
| Land and property rights-water | \$ 11,704,070 | \$ - | \$ - | \$ - | \$ 11,704,070 |
| Land and property rights-wastewater | 1,128,164 | - | - | - | 1,128,164 |
| Construction in progress | 1,313,302 | 32,150,949 | - | (4,177,931) | 29,286,320 |
| Total capital assets, not being depreciated | 14,145,536 | 32,150,949 | - | (4,177,931) | 42,118,554 |
| Capital assets, being depreciated: | | | | | |
| Water Operations: | | | | | |
| Impounding Dam | 30,584,347 | - | - | 995,040 | 31,579,387 |
| Distribution System | 52,015,901 | - | - | 2,183,271 | 54,199,172 |
| Buildings and Structures | 4,958,831 | - | - | 459,018 | 5,417,849 |
| Equipment | 10,357,488 | 458,579 | (752,771) | 153,104 | 10,216,400 |
| Total Water Operations | 97,916,567 | 458,579 | (752,771) | 3,790,433 | 101,412,808 |
| Wastewater Operations: | | | | | |
| Collection system | 12,747,135 | 311,842 | - | 265,142 | 13,324,119 |
| Treatment and disposal facilities | 60,220,650 | - | - | 107,910 | 60,328,560 |
| Equipment | 872,789 | 123,561 | (144,446) | 5,572 | 857,476 |
| Total wastewater operations | 73,840,574 | 435,403 | (144,446) | 378,624 | 74,510,155 |
| Recycle Operations: | | | | | |
| Distribution System | 4,653,100 | - | - | 8,874 | 4,661,974 |
| Total recycle operations | 4,653,100 | - | - | 8,874 | 4,661,974 |
| Total capital assets being depreciated | 176,410,241 | 893,982 | (897,217) | 4,177,931 | 180,584,937 |
| Less accumulated depreciation | (75,816,878) | (6,637,996) | 863,634 | - | (81,591,240) |
| Total capital assets being depreciated, net | 100,593,363 | (5,744,014) | (33,583) | 4,177,931 | 98,993,697 |
| Total capital assets, net | \$ 114,738,899 | \$ 26,406,935 | \$ (33,583) | \$ - | \$ 141,112,251 |

The June 30, 2019 balance is restated to account for the effect of the prior period adjustment. See Note 10.

4. LONG-TERM DEBT

Changes in long-term debt for the year ended June 30, 2020 were as follows:

| | Balance | | | Balance | Due Within |
|---|---------------|---------------|----------------|---------------|--------------|
| | June 30, 2019 | Additions | Deletions | June 30, 2020 | One Year |
| Red Mountain State Revolving Fund Loan | \$ 4,065,140 | \$ - | \$ (293,220) | \$ 3,771,920 | \$ 300,807 |
| Qualified Energy Conservation Revenue Bonds | 3,465,777 | - | (325,386) | 3,140,391 | 345,316 |
| Clean Water State Revolving Fund Loan | 25,943,460 | - | (1,274,990) | 24,668,470 | 1,303,039 |
| State Water Resources Control Board Loan | - | 27,331,718 | - | 27,331,718 | - |
| Total Long-Term Debt | \$ 33,474,377 | \$ 27,331,718 | \$ (1,893,596) | \$ 58,912,499 | \$ 1,949,162 |