



550 Howe Avenue, Suite 210
Sacramento, California 95825
Telephone: (916) 564-8727
FAX: (916) 564-8728

MANAGEMENT LETTER

To the Board of Trustees
Reclamation District 2035
Woodland, California

In planning and performing our audit of the financial statements of the Reclamation District 2035 (the District) as of and for the year ended June 30, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

However, during our audit we became aware of a matter that are opportunities for improvement. This letter does not affect our report dated May 12, 2022 on the financial statements of the District.

Grant Tracking

The District needs to ensure that grant revenue is accrued in the year the reimbursable expenses were incurred if grant agreement was approved as of the fiscal year end.

Update Capital Asset Policy

During our audit, we noted that in the Capital Asset Policy, useful lives for equipment include a category for seven years which the client has been using for several year. However, this useful life does not agree to the policy, which lists the life as five years. We recommend that the District update the policy to be consistent with the useful lives used.

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We would like to take this opportunity to acknowledge the courtesy and assistance extended to us during the course of the examination. This report is intended solely for the information and use of the Board of Trustees, management, and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

Richardson & Company, LLP

May 12, 2022