

COUNTY OF COLUSA, CALIFORNIA
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2023



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**COUNTY OF COLUSA, CALIFORNIA
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

INTRODUCTORY SECTION

COUNTY OFFICIALS	2
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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	4
-------------------------------------	----------

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)	8
---	----------

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE

STATEMENT OF NET POSITION	20
----------------------------------	-----------

STATEMENT OF ACTIVITIES	21
--------------------------------	-----------

GOVERNMENTAL FUNDS

BALANCE SHEET	22
----------------------	-----------

RECONCILIATION OF GOVERNMENTAL FUNDS – BALANCE SHEET TO GOVERNMENT-WIDE STATEMENT OF NET POSITION – GOVERNMENTAL ACTIVITIES	24
--	-----------

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES	25
--	-----------

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS TO GOVERNMENT-WIDE STATEMENT OF ACTIVITIES – GOVERNMENTAL ACTIVITIES	27
--	-----------

PROPRIETARY FUNDS

STATEMENT OF NET POSITION	28
----------------------------------	-----------

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	29
---	-----------

STATEMENT OF CASH FLOWS	30
--------------------------------	-----------

FIDUCIARY FUNDS

STATEMENT OF NET POSITION	31
----------------------------------	-----------

STATEMENT OF CHANGES IN NET POSITION	32
---	-----------

**COUNTY OF COLUSA, CALIFORNIA
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

NOTES TO BASIC FINANCIAL STATEMENTS	33
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)	
COUNTY PENSION PLAN – SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS	83
COUNTY PENSION PLAN – SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY	85
COUNTY PENSION PLAN – SCHEDULE OF CONTRIBUTIONS	86
COUNTY PENSION PLAN – NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	87
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS	88
SCHEDULE OF OPEB CONTRACTUALLY REQUIRED CONTRIBUTIONS	89
COUNTY OPEB PLAN – NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	90
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	91
BUDGETARY COMPARISON SCHEDULE – HEALTH AND HUMAN SERVICES – MAJOR SPECIAL REVENUE FUND	92
BUDGETARY COMPARISON SCHEDULE – PUBLIC PROTECTION – MAJOR SPECIAL REVENUE FUND	93
BUDGETARY COMPARISON SCHEDULE – PUBLIC WAYS AND FACILITIES – MAJOR SPECIAL REVENUE FUND	94
BUDGETARY COMPARISON SCHEDULE – HEALTH AND SANITATION – MAJOR SPECIAL REVENUE FUND	95
BUDGETARY COMPARISON SCHEDULE – PUBLIC ASSISTANCE – MAJOR SPECIAL REVENUE FUND	96
BUDGETARY COMPARISON SCHEDULE – COUNTY SERVICE AREAS – MAJOR SPECIAL REVENUE FUND	97
NOTE TO BUDGETARY COMPARISON SCHEDULES	98
COMBINING FUND STATEMENTS	
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS	100

**COUNTY OF COLUSA, CALIFORNIA
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS	102
COMBINING STATEMENT OF NET POSITION – NONMAJOR ENTERPRISE FUNDS	104
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – NONMAJOR ENTERPRISE FUNDS	105
COMBINING STATEMENT OF CASH FLOWS – NONMAJOR ENTERPRISE FUNDS	106

INTRODUCTORY SECTION

**COUNTY OF COLUSA, CALIFORNIA
COUNTY OFFICIALS
YEAR ENDED JUNE 30, 2023**

ELECTED OFFICIALS

Supervisor, District 1	J. Merced Corona
Supervisor, District 2	Daurice K. Smith
Supervisor, District 3	Kent S. Boes
Supervisor, District 4	Gary J. Evans
Supervisor, District 5	Janice A Bell
Assessor	Arnold Gross Jr.
Auditor/Controller	Robert Zunino
Clerk/Recorder	Cristy Edwards
District Attorney	Brendan Farrell
Sheriff/Coroner	Joe Garofalo
Treasurer/Tax Collector	Daniel Charter

DEPARTMENT DIRECTORS/ADMINISTRATORS

County Administrative Officer	Wendy G. Tyler
Agricultural Commissioner	Anastacia Allen
Chief Probation Officer	Michael Rogers
Child Support Services Director	Natalie Dillon
County Counsel	Richard Stout
County Librarian	Stacey Costello
Behavioral Health Director	Anthony Hobson
Cooperative Extension Director	Franz Niederholzer
Health and Human Services Director	Elizabeth Kelly
Human Resources Director	Dar Rhodes
Planning and Building Director	Greg Plucker
Public Works Director	Michael Azevedo
Transit Manager	Ron Rogers

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Board of Supervisors
County of Colusa
Colusa, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Colusa, California, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County of Colusa, California's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Colusa, California, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County of Colusa and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, effective July 1, 2022, the County of Colusa, California, adopted new accounting guidance for subscription-based information technology arrangements (SBITAs). The guidance requires entities to recognize a right-to-use subscription asset and corresponding SBITA liability for all SBITAs with terms of greater than twelve months. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County of Colusa, California's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of County of Colusa, California's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about County of Colusa, California's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management discussion and analysis, pension and OPEB schedules and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Colusa, California's basic financial statements. The combining nonmajor fund statements, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 5, 2024, on our consideration of the County of Colusa, California's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County of Colusa's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County of Colusa, California's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Roseville, California
March 5, 2024

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

As management of the County of Colusa, California, (County) we offer readers of the County's Financial Statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information in our Financial Statements.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the County exceeded liabilities and deferred inflows at the close of the fiscal year ended June 30, 2023 by \$56.8 million (*net position*). Net position of \$53.4 million are restricted for specific purposes (*restricted net position*), and \$63.6 million represents net investment in capital assets. Unrestricted net position was a negative \$60.1 million, primarily due to the County's long-term net pension and OPEB liabilities. The government's total net position increased by \$6.0 million in comparison with the prior year.
- The County's net investment in capital assets, increased by \$4.1 million.
- The County's governmental funds reported combined fund balances of \$64.2 million, an increase of \$8.5 million in comparison with the prior year. The unassigned portion of those fund balances was negative \$3.5 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components 1) **Government-wide** financial statements; 2) **Fund** financial statements and 3) **Notes** to the basic financial statements. This report also contains **Required Supplementary Information** in addition to the basic financial statements.

Government-Wide Financial Statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

- The *statement of net position* presents information on all County assets and liabilities and deferred inflows/outflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or diminishing.
- The *statement of activities* presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education, recreation and debt service. The business-type activities of the County consist of Solid Waste, Airport, and East Park Reservoir. Fiduciary activities are not included in the government-wide statements since these assets are not available to fund County programs.

The County's financial reporting includes the funds of the County (primary government) and organizations for which the County is accountable (component units). Most of these legally separated organizations operate like County departments, serve as financing vehicles for County services (revenue bond issuers), or are governed by a board that is substantively identical to the County's board.

Fund Financial Statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the County can be divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on *near-term inflows* and *outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a county's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Health and Human Services Fund, Public Protection Fund, Public Ways and Facilities Fund, Health and Sanitation Fund, Public Assistance Fund, County Service Areas Fund, Building Fund and the other governmental funds combined into a single, aggregated column. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* in the supplementary information.

COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Proprietary funds are maintained two ways. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the operations of the Solid Waste Fund, Airport Fund, and East Park Reservoir Fund. *Internal services funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for the County's self-insurance program, which provides services to other departments on a cost reimbursement basis. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information provides the schedule of changes in net pension liability and related ratios, schedule of proportionate share of net pension liability and schedule of contributions for the County's pension plan, and schedule of changes in net OPEB liability and related ratios and schedule of OPEB contractually required contributions for the County's OPEB plan. Also presented are the budgetary schedules of the County's General Fund, Health and Human Services Fund, Public Protection Fund, Public Ways and Facilities Fund, Health and Sanitation Fund, Public Assistance Fund, and County Service Areas fund. The County adopts an annual appropriated budget for each fiscal year. Budgetary comparison schedules have been provided for the funds noted above to demonstrate compliance with this budget.

Other Supplementary Information presented is the combining statements referred to earlier.

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the County, combined assets and deferred outflows exceeded liabilities and deferred inflows by \$56.8 million at the close of the most recent fiscal year. Of this combined net position, \$63.6 million reflects the County's net investment in capital assets. Another \$53.4 million of the County's net position is subject to external restrictions on how they may be used. The unrestricted portion of net position is negative due to the net pension and net OPEB liabilities presentation requirements of GASB Statements No. 68 and 75, respectively.

The County's Net Position

	Governmental Activities		Business-Type Activities		Total Activities	
	FY 2023	FY 2022	FY 2023	FY 2022	FY 2023	FY 2022
Current and Other Assets	\$ 80,555,988	\$ 70,539,985	\$ 1,268,652	\$ 1,313,835	\$ 81,824,640	\$ 71,853,820
Capital Assets and Lease Assets	67,748,171	63,121,123	517,927	72,015	68,266,098	63,193,138
Total Assets	148,304,159	133,661,108	1,786,579	1,385,850	150,090,738	135,046,958
Deferred Outflows of Resources:						
Deferred Pension	27,339,227	14,913,128	63,259	28,651	27,402,486	14,941,779
Deferred OPEB	2,096,960	2,505,214	10,451	12,272	2,107,411	2,517,486
Total Deferred Outflows	29,436,187	17,418,342	73,710	40,923	29,509,897	17,459,265
Current Liabilities	4,198,984	4,961,878	44,352	237,781	4,243,336	5,199,659
Long-Term Liabilities	110,681,130	70,947,334	4,093,389	3,890,887	114,774,519	74,838,221
Total Liabilities	114,880,114	75,909,212	4,137,741	4,128,668	119,017,855	80,037,880
Deferred Inflows of Resources:						
Deferred Pension	3,551,423	21,023,413	1,606	47,672	3,553,029	21,071,085
Deferred OPEB	95,640	453,580	477	2,222	96,117	455,802
Deferred Lease Revenue	50,000	57,749	51,951	44,992	101,951	102,741
Total Deferred Inflows	3,697,063	21,534,742	54,034	94,886	3,751,097	21,629,628
Net Investment in Capital Assets	63,068,043	59,429,637	517,927	72,015	63,585,970	59,501,652
Restricted	52,373,801	49,572,213	983,156	902,729	53,356,957	50,474,942
Unrestricted	(56,278,675)	(55,366,354)	(3,832,569)	(3,771,525)	(60,111,244)	(59,137,879)
Total Net Position	\$ 59,163,169	\$ 53,635,496	\$ (2,331,486)	\$ (2,796,781)	\$ 56,831,683	\$ 50,838,715

A significant portion of the County's net position, \$63.6 million, reflects the amount invested in capital assets (e.g., land and easements, structures and improvements, infrastructure, and equipment), less any related debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted portion of the County's net position, \$53.4 million, represents resources that are subject to external restrictions by grantors and other governments on how they may be used.

The unrestricted portion of the County's net position due to governmental activities is a negative \$56.3 million primarily due to the classification of long-term pension and OPEB liabilities to the unrestricted category. These liabilities are required by accounting standards in order to communicate to potential lenders and the public the liability the County bears for future retiree expenses. These liabilities accumulate over several years as part of the County's employment agreements.

COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023

The County's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Activities	
	FY 2023	FY 2022	FY 2023	FY 2022	FY 2023	FY 2022
Revenues						
Program Revenues:						
Fees, Fines, and Charges for Services	\$ 4,515,547	\$ 3,997,457	\$ 2,571,358	\$ 2,501,957	\$ 7,086,905	\$ 6,499,414
Operating Grants/Contributions	47,613,574	45,493,088	878,896	1,500	48,492,470	45,494,588
Capital Grants/Contributions	3,499,129	2,636,247	-	-	3,499,129	2,636,247
General Revenues:						
Property Taxes	18,594,088	17,843,554	-	-	18,594,088	17,843,554
Sales Taxes	2,068,300	2,664,052	-	-	2,068,300	2,664,052
Franchise Taxes	844,020	673,804	-	-	844,020	673,804
Aviation Taxes	-	-	99,388	91,751	99,388	91,751
Tobacco Settlement	300,000	187,500	-	-	300,000	187,500
Interest and Investment Earnings	1,433,887	(1,162,530)	60,691	24,556	1,494,578	(1,137,974)
Miscellaneous	621,216	772,609	116,654	350,699	737,870	1,123,308
Total Revenues	<u>79,489,761</u>	<u>73,105,781</u>	<u>3,726,987</u>	<u>2,970,463</u>	<u>83,216,748</u>	<u>76,076,244</u>
Expenses						
General Government	7,215,876	4,004,639	-	-	7,215,876	4,004,639
Public Protection	25,602,900	24,329,671	-	-	25,602,900	24,329,671
Public Ways and Facilities	6,373,032	5,947,240	-	-	6,373,032	5,947,240
Health and Sanitation	19,671,452	14,785,822	-	-	19,671,452	14,785,822
Public Assistance	13,486,458	11,544,292	-	-	13,486,458	11,544,292
Education	1,289,331	1,693,876	-	-	1,289,331	1,693,876
Recreation and Cultural Services	46,465	71,381	-	-	46,465	71,381
Interest on Long-Term Debt	34,598	-	-	-	34,598	-
Solid Waste	-	-	2,607,451	2,523,365	2,607,451	2,523,365
Airport	-	-	656,559	439,109	656,559	439,109
East Park Reservoir	-	-	239,658	236,087	239,658	236,087
Total Expenses	<u>73,720,112</u>	<u>62,376,921</u>	<u>3,503,668</u>	<u>3,198,561</u>	<u>77,223,780</u>	<u>65,575,482</u>
Increase (Decrease) in Net Position Before Transfers	5,769,649	10,728,860	223,319	(228,098)	5,992,968	10,500,762
Transfers	<u>(241,976)</u>	<u>(113,516)</u>	<u>241,976</u>	<u>113,516</u>	<u>-</u>	<u>-</u>
Change in Net Position	5,527,673	10,615,344	465,295	(114,582)	5,992,968	10,500,762
Net Position - Beginning, restated	<u>53,635,496</u>	<u>43,020,152</u>	<u>(2,796,781)</u>	<u>(2,682,199)</u>	<u>50,838,715</u>	<u>40,337,953</u>
Net Position - Ending	<u>\$ 59,163,169</u>	<u>\$ 53,635,496</u>	<u>\$ (2,331,486)</u>	<u>\$ (2,796,781)</u>	<u>\$ 56,831,683</u>	<u>\$ 50,838,715</u>

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As described earlier, the County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The general government functions are contained in the General, Special Revenue, and Capital Projects Funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2023, the County's governmental funds reported combined fund balances of \$64.2 million. Of these combined fund balances, negative \$173 constitutes unassigned fund balance of the General Fund. The restricted fund balance of \$53.9 million consists of amounts with constraints imposed on their use by external creditors, grantors, laws, regulations, or enabling legislation. The County also reports committed fund balance of \$6.2 million and assigned fund balance of \$6.8 million which are described in the footnotes.

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

The General Fund is the chief operating fund of the County. At June 30, 2023, unassigned fund balance was negative \$173, while total fund balance was \$7.5 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned and total fund balance to total fund expenditures. Unassigned fund balance represents less than 1% of total General Fund expenditures, while the total fund balance represents 24.7% of total General Fund expenditures.

The Health and Human Services Fund has a total fund balance of \$10 thousand, of which \$16 thousand is restricted, and \$9 thousand is nonspendable. The overall fund balance decreased by \$10.8 thousand during the current fiscal year.

The Public Protection Fund has a total fund balance of \$7.7 million. The overall fund balance increased by \$47 thousand during the current fiscal year due to the difference between total revenue and total expenditures being minimal primarily because of higher investment earnings.

The Public Ways and Facilities Fund has a total fund balance of \$15.5 million. The overall fund balance increased by \$809 thousand during the current fiscal year due to total revenue exceeding expenditures, primarily because of higher investment earnings.

The Health and Sanitation Fund has a total fund balance of \$14.5 million. The overall fund balance decreased by \$2.8 million during the current fiscal year primarily due to total expenditures exceeding revenue because of a decrease in state and federal intergovernmental revenue and increases in expenditures and transfers out of monies to other fund categories.

The Public Assistance Fund has a total fund balance of \$4.0 million. The overall fund balance increased by \$643 thousand during the current fiscal year due to total revenue exceeding expenditures.

The County Service Areas Fund has a total fund balance of negative \$2.5 million. The overall negative fund balance increased by \$458 thousand during the current fiscal year due to an ongoing issue of not enough revenues received each year to sustain the expenses required to maintain the service area operations.

The Building Fund has a total fund balance of \$14.3 million. The overall fund balance increased by \$12.1 million during the current fiscal year due to the issuance of debt during the fiscal year and transfers in from other funds. The Board of Supervisors determined the need to issue COPs in order to cover the county's increased cash match with regards to the construction of our new detention facility.

The County's management also assigns (earmarks) unrestricted fund balance to a particular function, project, or activity. Fund balance may also be assigned for purposes beyond the current year. However, assigned fund balance is available for appropriation at any time. The County has assigned fund balance of \$6.8 million in the General Fund.

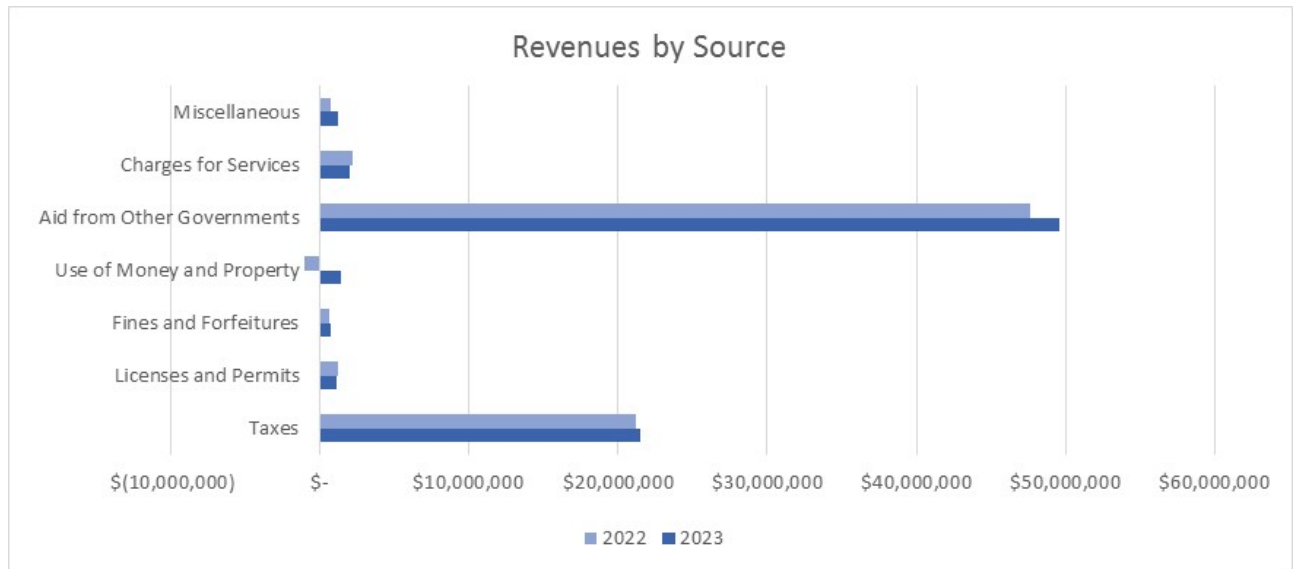
Fund balance of total governmental funds increased by \$8.5 million in comparison with the prior year.

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

The following table presents revenues by source compared to prior year amounts for the Governmental Funds.

	FY 2023		FY 2022		Increase (Decrease)	
	Amount	Percent of	Amount	Percent of	Amount	Percent of Change
		Total		Total		
Taxes	\$ 21,506,408	27.87%	\$ 21,181,410	29.22%	\$ 324,998	1.53%
Licenses and Permits	1,095,234	1.42%	1,186,161	1.64%	(90,927)	-7.67%
Fines and Forfeitures	747,984	0.97%	664,136	0.92%	83,848	12.63%
Use of Money and Property	1,371,628	1.78%	(1,083,973)	-1.50%	2,455,601	-226.54%
Intergovernmental Revenues	49,846,868	64.60%	47,632,023	65.71%	2,214,845	4.65%
Charges for Services	1,972,568	2.56%	2,192,094	3.02%	(219,526)	-10.01%
Other Revenues	621,151	0.80%	715,894	0.99%	(94,743)	-13.23%
Total Revenue by Source	<u>\$ 77,161,841</u>	100.00%	<u>\$ 72,487,745</u>	100.00%	<u>\$ 4,674,096</u>	6.45%

The following graph shows an illustrative picture of the County revenues by source compared to the prior year.

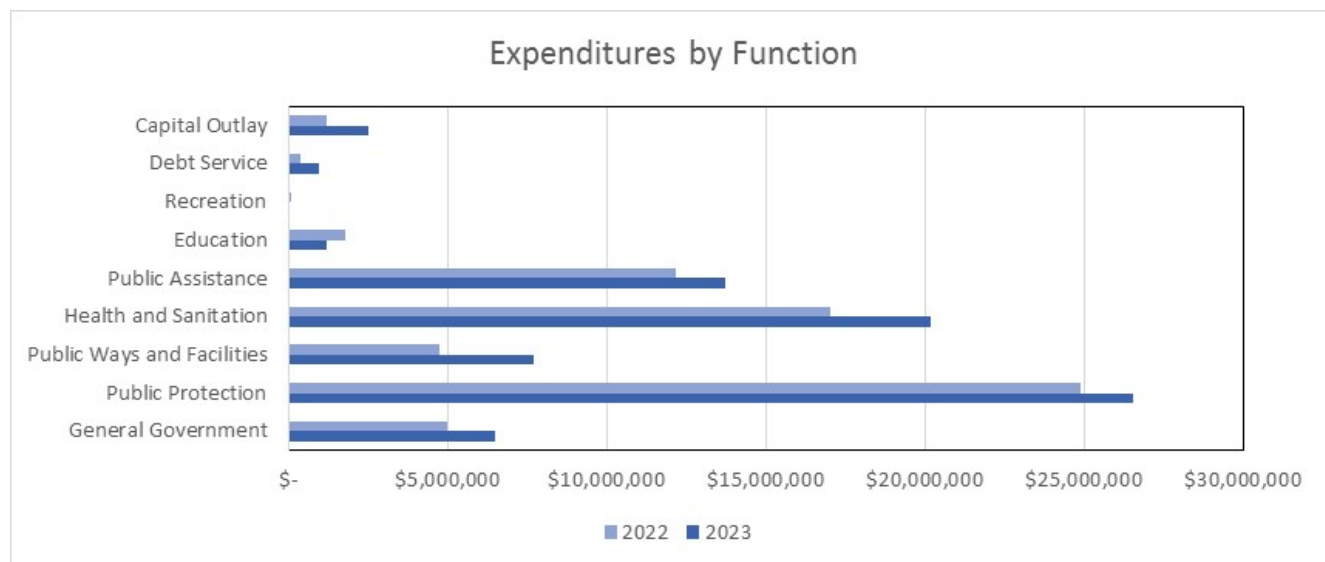


COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023

The following table presents expenditures by function compared to prior year amounts for the Governmental Funds.

	FY 2023		FY 2022		Increase (Decrease)	
	Amount	Percent of	Amount	Percent of	Amount	Percent of
		Total		Total		Change
General Government	\$ 6,430,864	8.15%	\$ 4,999,950	7.44%	\$ 1,430,914	28.62%
Public Protection	26,392,840	33.45%	24,868,449	37.02%	1,524,391	6.13%
Public Ways and Facilities	7,657,640	9.71%	4,744,161	7.06%	2,913,479	61.41%
Health and Sanitation	20,022,811	25.38%	16,991,986	25.30%	3,030,825	17.84%
Public Assistance	13,732,337	17.40%	12,174,701	18.13%	1,557,636	12.79%
Education	1,184,364	1.50%	1,790,985	2.67%	(606,621)	-33.87%
Recreation	33,221	0.04%	58,126	0.09%	(24,905)	-42.85%
Debt Service	937,843	1.19%	368,339	0.55%	569,504	154.61%
Capital Outlay	2,510,932	3.18%	1,173,476	1.75%	1,337,456	113.97%
Total by Function	<u>\$ 78,902,852</u>	100.00%	<u>\$ 67,170,173</u>	100.00%	<u>\$ 11,732,679</u>	17.47%

The following graph shows an illustrative picture of how County funds were spent compared to the prior year.



Proprietary funds reporting focuses on determining operating income, changes in net position (or cost recovery), financial position, and cash flows using the full accrual basis of accounting.

Enterprise funds report the business-type activities of the County. Enterprise funds are used to account for the operations of the Solid Waste Fund, Airport Fund, and East Park Reservoir Fund.

Enterprise fund net position net investment in capital assets at fiscal year-end was \$518 thousand. Unrestricted net position of the enterprise funds at fiscal year-end was a negative \$3.8 million. The net position of the enterprise funds increased by \$465 thousand from the prior fiscal year.

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Internal service funds are an accounting device to accumulate and allocate costs internally among the County's various functions. An internal service fund is used to account for the County's self-insurance function.

Total net position of the internal service fund at fiscal year-end was \$3.4 million. The net position of the internal service fund decreased by \$184 thousand over the prior fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year the Board of Supervisors revised the County's budget many times. Each time a grant or specific revenue enhancement is made available to a County program, new appropriations and budget amendments are required.

The mid-year review is a formal process by which each department is analyzed for expense and revenue trends. Adjustments are recommended where indicated and monitored for the remainder of the year. Unless there is some unforeseen and unusual circumstance that causes a budget overrun, a draw on the Contingency Reserve is not recommended.

Differences between the General Fund's original budget and the final amended budget resulted in a \$277 thousand increase in appropriations.

After adjustments, actual expenditures were \$3.3 million below final budgeted amounts. Revenues available for appropriation were \$1.7 million greater than final budget amounts.

Differences between the original budget and the final amended budget are summarized in the table below:

Budgetary Comparison General Fund				
	Original Budget	Final Budget	Net Change	
			Amount	Percent
Total Revenues	\$ 27,973,972	\$ 28,626,228	\$ 652,256	2.28%
Total Expenditures	(33,344,317)	(33,620,869)	(276,552)	0.82%
Other Financing Sources (Uses)	(1,308,384)	(1,483,754)	(175,370)	11.82%
Net Change in Fund Balances	<u>\$ (6,678,729)</u>	<u>\$ (6,478,395)</u>	<u>\$ 200,334</u>	

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

CAPITAL ASSETS

The County's investment in capital assets for its governmental and business type activities as of June 30, 2023, amounted to \$68.3 million (net of accumulated depreciation and amortization). This investment in capital assets includes land, structures and improvements, construction-in-progress, equipment, software, right-to-use assets, SBITAs and infrastructure (roads and bridges).

The following table shows the County's total investment in capital assets for governmental and proprietary funds.

	Capital Assets					
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 749,873	\$ 749,873	\$ -	\$ -	\$ 749,873	\$ 749,873
Construction In Progress	3,535,868	2,822,877	-	-	3,535,868	2,822,877
Infrastructure	68,606,778	65,243,278	-	-	68,606,778	65,243,278
Structures and Improvements	31,108,920	28,180,758	771,223	295,857	31,880,143	28,476,615
Equipment	12,594,252	12,123,345	126,413	126,413	12,720,665	12,249,758
Software	339,385	339,385	-	-	339,385	339,385
Right-to-Use	2,612,184	2,352,301	-	-	2,612,184	2,352,301
SBITAs	912,664	-	-	-	912,664	-
Total	120,459,924	111,811,817	897,636	422,270	121,357,560	112,234,087
Less: Accumulated Depreciation and Amortization	(52,711,753)	(48,690,694)	(379,709)	(350,255)	(53,091,462)	(49,040,949)
Net Capital Assets and Leased Assets	<u>\$ 67,748,171</u>	<u>\$ 63,121,123</u>	<u>\$ 517,927</u>	<u>\$ 72,015</u>	<u>\$ 68,266,098</u>	<u>\$ 63,193,138</u>

Additional information regarding capital assets is presented in Note 4.

DEBT ADMINISTRATION

At the end of the current fiscal year, the County had total outstanding debt obligations of \$13.4 million. The increase from the prior year is largely due to the County's adoption of a new GASB accounting standard relating to SBITAs.

**COUNTY OF COLUSA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

The following table shows the composition of the County's long-term debt obligations.

	Long-Term Debt Obligations					
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Loans	\$ 1,573,924	\$ 1,701,800	\$ -	\$ -	\$ 1,573,924	\$ 1,701,800
COPs	10,226,447	-	-	-	10,226,447	-
Lease Liability	1,766,245	1,989,686	-	-	1,766,245	1,989,686
SBITA Liability	357,451	-	-	-	357,451	-
Total Long-Term Debt	13,924,067	3,691,486	-	-	13,924,067	3,691,486
Less: Current Portion	(1,056,804)	(127,876)	-	-	(1,056,804)	(127,876)
Net Long-Term Debt	<u>\$ 12,867,263</u>	<u>\$ 3,563,610</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,867,263</u>	<u>\$ 3,563,610</u>

During the year ended June 30, 2023 outstanding debt was increased by \$10.0 million.

Other obligations include compensated absences (accrued vacation and sick leave), workers' compensation, and general liability insurance claims liability. More detailed information about the County's long-term liabilities is presented in Note 7.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Roughly ten years ago, the county started a project for the design and construction of a new jail detention center. Due to delays over the years at the state and federal levels, our county cash match contribution has escalated from ~\$300,000 to just over \$15 million. The county has reviewed the design layout of the structure to determine areas that could be eliminated or redesigned in order to cut costs. In addition, about three years ago the county started setting aside monies to use towards this cash contribution, which has accumulated to \$4.6 million. During FY 2022-23, in order to keep the project on-course and moving forward, the Board of Supervisors determined the need to sell \$10,000,000 in Certificates of Participation to cover the additional county contribution for this project not covered by the amount we had already accumulated. The future debt payments on these COP's have been taken into consideration when developing our FY 2033-24 budget as well as the overall financial health of the County and related impacts of the California State Budget.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Auditor-Controller at 546 Jay Street, Suite 202, Colusa, California 95932; (530) 458-0400.

BASIC FINANCIAL STATEMENTS

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF NET POSITION
GOVERNMENT-WIDE
JUNE 30, 2023

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Cash and Investments	\$ 51,431,866	\$ 1,164,787	\$ 52,596,653
Receivables:			
Accounts	39,564	104,822	144,386
Intergovernmental	10,968,678	159,555	11,128,233
Interest	575,322	12,570	587,892
Taxes	1,949,317	-	1,949,317
Prepaid Costs	55,347	-	55,347
Deposits with Others	4,401,018	-	4,401,018
Inventory	661,840	2,840	664,680
Internal Balances	228,482	(228,482)	-
Restricted Cash and Investments	10,023,154	-	10,023,154
Investment in JPA	36,131	-	36,131
Loans Receivable	133,872	-	133,872
Lease Receivable	51,397	52,560	103,957
Capital Assets:			
Nondepreciable	4,285,742	-	4,285,742
Depreciable, Net	61,090,296	517,927	61,608,223
Right-to-Use Assets, Net	1,764,478	-	1,764,478
SBITAS, Net	607,655	-	607,655
Total Assets	148,304,159	1,786,579	150,090,738
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Adjustments	27,339,227	63,259	27,402,486
Deferred OPEB Adjustments	2,096,960	10,451	2,107,411
Total Deferred Outflows of Resources	29,436,187	73,710	29,509,897
LIABILITIES			
Accounts Payable	2,126,494	44,352	2,170,846
Deposits Payable	424,919	-	424,919
Unearned Revenue	1,647,571	-	1,647,571
Long-Term Liabilities:			
Due Within One Year	3,001,267	42,826	3,044,093
Due in More than One Year	14,161,166	3,772,760	17,933,926
Net Pension Liability	91,873,770	269,605	92,143,375
OPEB Liability	1,644,927	8,198	1,653,125
Total Liabilities	114,880,114	4,137,741	119,017,855
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Adjustments	3,551,423	1,606	3,553,029
Deferred OPEB Adjustments	95,640	477	96,117
Deferred Lease Revenue	50,000	51,951	101,951
Total Inflows of Resources	3,697,063	54,034	3,751,097
NET POSITION			
Net Investment in Capital Assets	63,068,043	517,927	63,585,970
Restricted for:			
General Government	7,946,331	-	7,946,331
Public Protection	11,243,185	-	11,243,185
Public Ways and Facilities	9,261,568	-	9,261,568
Health and Sanitation	18,511,142	-	18,511,142
Public Assistance	5,139,201	-	5,139,201
Education	267,777	-	267,777
Recreation and Cultural	4,597	-	4,597
Closure Maintenance	-	983,156	983,156
Unrestricted	(56,278,675)	(3,832,569)	(60,111,244)
Total Net Position	\$ 59,163,169	\$ (2,331,486)	\$ 56,831,683

See accompanying Notes to Basic Financial Statements.

**COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF ACTIVITIES
GOVERNMENT-WIDE
YEAR ENDED JUNE 30, 2023**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Program Revenues	Net Revenues (Expenses) and Changes in Net Position		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 7,215,876	\$ 1,251,297	\$ 2,867,604	\$ -	\$ (3,096,975)	\$ -	\$ (3,096,975)
Public Protection	25,602,900	1,714,394	9,718,159	714,835	(13,455,512)	-	(13,455,512)
Public Ways and Facilities	6,373,032	11,409	3,213,926	2,539,154	(608,543)	-	(608,543)
Health And Sanitation	19,671,452	1,545,607	18,374,663	245,140	493,958	-	493,958
Public Assistance	13,486,458	(11,894)	13,397,520	-	(100,832)	-	(100,832)
Education	1,289,331	3,864	41,702	-	(1,243,765)	-	(1,243,765)
Recreation and Cultural Services	46,465	870	-	-	(45,595)	-	(45,595)
Interest on Long-Term Debt	34,598	-	-	-	(34,598)	-	(34,598)
Total Governmental Activities	73,720,112	4,515,547	47,613,574	3,499,129	(18,091,862)	-	(18,091,862)
Business-Type Activities:							
Solid Waste	2,607,451	2,473,683	1,500	-	-	(132,268)	(132,268)
Airport	656,559	-	402,794	-	-	(253,765)	(253,765)
East Park Reservoir	239,658	97,675	474,602	-	-	332,619	332,619
Total Business-Type Activities	3,503,668	2,571,358	878,896	-	-	(53,414)	(53,414)
Total Primary Government	<u>\$ 77,223,780</u>	<u>\$ 7,086,905</u>	<u>\$ 48,492,470</u>	<u>\$ 3,499,129</u>	(18,091,862)	(53,414)	(18,145,276)
GENERAL REVENUES							
Taxes:							
Property Taxes					18,594,088	-	18,594,088
Sales and Use Taxes					2,068,300	-	2,068,300
Franchise Taxes					844,020	-	844,020
Aviation Taxes					-	99,388	99,388
Tobacco Settlement					300,000	-	300,000
Interest and Investment Earnings					1,433,887	60,691	1,494,578
Miscellaneous					621,216	116,654	737,870
TRANSFERS					(241,976)	241,976	-
Total General Revenues and Transfers					23,619,535	518,709	24,138,244
CHANGE IN NET POSITION					5,527,673	465,295	5,992,968
Net Position - Beginning of Year					53,635,496	(2,796,781)	50,838,715
NET POSITION - END OF YEAR					<u>\$ 59,163,169</u>	<u>\$ (2,331,486)</u>	<u>\$ 56,831,683</u>

See accompanying Notes to Basic Financial Statements.

**COUNTY OF COLUSA, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	General Fund	Health and Human Services	Public Protection	County Service Areas	Public Ways and Facilities
ASSETS					
Cash and Investments	\$ 4,065,252	\$ 149,633	\$ 7,554,545	\$ -	\$ 14,420,217
Receivables:					
Accounts	13,952	-	12,307	9,993	2,379
Intergovernmental	3,106,204	1,023,288	539,765	1,153,829	1,020,380
Interest	123,540	-	89,148	(25,074)	159,056
Taxes	1,949,317	-	-	-	-
Prepaid Costs	28,022	9,310	2,254	-	-
Deposits with Others					
Due from Other Funds	2,816,875	-	-	-	-
Inventory	2,640	-	-	-	659,200
Lease Receivable	51,397	-	-	-	-
Restricted Cash and Investments	-	-	-	-	-
Loans Receivable	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 12,157,199</u>	<u>\$ 1,182,231</u>	<u>\$ 8,198,019</u>	<u>\$ 1,138,748</u>	<u>\$ 16,261,232</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 347,160	\$ 248,097	\$ 174,179	\$ 7,215	\$ 62,834
Deposits Payable	410,340	-	-	-	-
Due to Other Funds	-	-	-	2,531,185	-
Unearned Revenue	1,468,424	6,798	-	-	61,116
Total Liabilities	<u>2,225,924</u>	<u>254,895</u>	<u>174,179</u>	<u>2,538,400</u>	<u>123,950</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	2,380,698	917,310	277,078	1,153,829	601,031
Deferred Lease Revenue	50,000	-	-	-	-
	<u>2,430,698</u>	<u>917,310</u>	<u>277,078</u>	<u>1,153,829</u>	<u>601,031</u>
FUND BALANCES					
Nonspendable	30,662	9,310	2,254	-	659,200
Restricted	628,699	15,998	7,816,399	5,724	8,660,537
Committed	-	-	15,145	-	6,216,514
Assigned	6,841,389	-	-	-	-
Unassigned	(173)	(15,282)	(87,036)	(2,559,205)	-
Total Fund Balances	<u>7,500,577</u>	<u>10,026</u>	<u>7,746,762</u>	<u>(2,553,481)</u>	<u>15,536,251</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 12,157,199</u>	<u>\$ 1,182,231</u>	<u>\$ 8,198,019</u>	<u>\$ 1,138,748</u>	<u>\$ 16,261,232</u>

See accompanying Notes to Basic Financial Statements.

**COUNTY OF COLUSA, CALIFORNIA
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Health and Sanitation	Public Assistance	Building Fund	Other Governmental Funds	Total
ASSETS					
Cash and Investments	\$ 14,348,631	\$ 2,843,903	\$ 5,072,586	\$ 2,977,099	\$ 51,431,866
Receivables:					
Accounts	933	-	-	-	39,564
Intergovernmental	2,469,604	1,494,721	-	160,887	10,968,678
Interest	154,031	43,099	-	31,522	575,322
Taxes	-	-	-	-	1,949,317
Prepaid Costs	15,710	51	-	-	55,347
Deposits with Others					
Due from Other Funds	-	-	-	-	2,816,875
Inventory	-	-	-	-	661,840
Lease Receivable	-	-	-	-	51,397
Restricted Cash and Investments	-	121,523	9,901,631	-	10,023,154
Loans Receivable	-	-	-	133,872	133,872
				-	
Total Assets	<u>\$ 16,988,909</u>	<u>\$ 4,503,297</u>	<u>\$ 14,974,217</u>	<u>\$ 3,303,380</u>	<u>\$ 78,707,232</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 539,977	\$ 5,250	\$ 676,847	\$ 64,935	\$ 2,126,494
Deposits Payable	-	1,709	-	12,870	424,919
Due to Other Funds	57,208	-	-	-	2,588,393
Unearned Revenue	111,233	-	-	-	1,647,571
Total Liabilities	<u>708,418</u>	<u>6,959</u>	<u>676,847</u>	<u>77,805</u>	<u>6,787,377</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	1,766,180	479,946	-	95,289	7,671,361
Deferred Lease Revenue	-	-	-	-	50,000
	<u>1,766,180</u>	<u>479,946</u>	<u>-</u>	<u>95,289</u>	<u>7,721,361</u>
FUND BALANCES					
Nonspendable	15,710	51	-	-	717,187
Restricted	14,657,826	4,654,658	14,297,370	3,205,020	53,942,231
Committed	-	-	-	-	6,231,659
Assigned	-	-	-	-	6,841,389
Unassigned	(159,225)	(638,317)	-	(74,734)	(3,533,972)
Total Fund Balances	<u>14,514,311</u>	<u>4,016,392</u>	<u>14,297,370</u>	<u>3,130,286</u>	<u>64,198,494</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,988,909</u>	<u>\$ 4,503,297</u>	<u>\$ 14,974,217</u>	<u>\$ 3,303,380</u>	<u>\$ 78,707,232</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
RECONCILIATION OF GOVERNMENTAL FUNDS – BALANCE SHEET TO
GOVERNMENT-WIDE STATEMENT OF NET POSITION – GOVERNMENTAL ACTIVITIES
JUNE 30, 2023

Fund Balance - Total Governmental Funds	\$ 64,198,494
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the governmental funds balance sheet.	67,748,171
Some of the County's revenue is not available to pay for current period expenditures, and therefore, are not reported in the governmental funds balance sheets.	7,671,361
Equity in the JPA is included in the governmental activities in the statement of net position.	36,131
Deferred outflows of resources related to pensions are not reported in the governmental funds.	27,339,227
Deferred outflows of resources related to OPEB are not reported in the governmental funds.	2,096,960
Deferred inflows of resources related to pensions are not reported in the governmental funds.	(3,551,423)
Deferred inflows of resources related to OPEB are not reported in the governmental funds.	(95,640)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Loans Payable	(1,573,924)
Certificates of Participation	(10,226,447)
Lease Liability	(1,766,245)
SBITA Liability	(357,451)
Compensated Absences	(2,203,700)
Net Pension Liability	(91,873,770)
Net OPEB Liability	(1,644,927)
Internal service funds are used by the County to charge the cost of liability, malpractice, and worker's compensation insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	3,366,352
Net Position of Governmental Activities	\$ 59,163,169

See accompanying Notes to Basic Financial Statements.

**COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023**

	General Fund	Health and Human Services	Public Protection	County Service Areas	Public Ways and Facilities
REVENUES					
Taxes	\$ 19,532,275	\$ -	\$ -	\$ 12,334	\$ 1,781,151
Licenses and Permits	542,206	197,010	-	-	29,014
Fines and Forfeitures	490,356	-	20,409	-	-
Use of Money and Property	264,479	(193)	244,385	(28,636)	252,367
Intergovernmental Revenues	7,708,336	2,660,755	3,183,753	-	5,469,201
Charges for Services	1,593,486	91,325	38,731	95,038	529
Other Revenues	243,818	16,039	124,204	-	13,795
Total Revenues	30,374,956	2,964,936	3,611,482	78,736	7,546,057
EXPENDITURES					
Current:					
General Government	3,987,542	-	-	-	-
Public Protection	24,488,349	-	1,904,491	-	-
Public Ways and Facilities	-	-	-	-	7,657,640
Health and Sanitation	-	4,800,844	-	531,027	-
Public Assistance	129,746	8,557,282	-	-	-
Education	1,184,364	-	-	-	-
Recreation and Culture	29,784	-	-	-	-
Debt Service:					
Principal	413,489	157,898	20,569	8,288	42,809
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	128,297	129,341	42,788	-	-
Total Expenditures	30,361,571	13,645,365	1,967,848	539,315	7,700,449
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	13,385	(10,680,429)	1,643,634	(460,579)	(154,392)
OTHER FINANCING SOURCES (USES)					
Transfers In	3,044,213	10,919,662	61,332	2,836	1,055,330
Transfers Out	(5,162,464)	(379,395)	(1,699,935)	(19)	(92,214)
Proceeds from Sale of Capital Assets	-	65	-	-	-
Leases	86,485	129,341	42,788	-	-
SBITAs	39,812	-	-	-	-
COPs Issued	-	-	-	-	-
Premium on Issuance of Debt	-	-	-	-	-
Total Other Financing Sources (Uses)	(1,991,954)	10,669,673	(1,595,815)	2,817	963,116
NET CHANGE IN FUND BALANCES	(1,978,569)	(10,756)	47,819	(457,762)	808,724
Fund Balances - Beginning of Year	9,479,146	20,782	7,698,943	(2,095,719)	14,727,527
FUND BALANCES - END OF YEAR	<u>\$ 7,500,577</u>	<u>\$ 10,026</u>	<u>\$ 7,746,762</u>	<u>\$ (2,553,481)</u>	<u>\$ 15,536,251</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	Health and Sanitation	Public Assistance	Building Fund	Other Governmental Funds	Total
REVENUES					
Taxes	\$ 173,648	\$ -	\$ -	\$ 7,000	\$ 21,506,408
Licenses and Permits	327,004	-	-	-	1,095,234
Fines and Forfeitures	122,892	-	-	114,327	747,984
Use of Money and Property	360,408	105,753	(120,415)	293,480	1,371,628
Intergovernmental Revenues	16,089,703	12,781,235	-	1,953,885	49,846,868
Charges for Services	153,459	-	-	-	1,972,568
Other Revenues	67,879	22,990	-	132,426	621,151
Total Revenues	17,294,993	12,909,978	(120,415)	2,501,118	77,161,841
EXPENDITURES					
Current:					
General Government	-	-	324,816	2,118,506	6,430,864
Public Protection	-	-	-	-	26,392,840
Public Ways and Facilities	-	-	-	-	7,657,640
Health and Sanitation	14,690,940	-	-	-	20,022,811
Public Assistance	-	5,045,309	-	-	13,732,337
Education	-	-	-	-	1,184,364
Recreation and Culture	-	-	-	3,437	33,221
Debt Service:					
Principal	137,681	-	122,152	359	903,245
Interest and Fiscal Charges	-	-	34,598	-	34,598
Capital Outlay	6,596	-	2,188,153	15,757	2,510,932
Total Expenditures	14,835,217	5,045,309	2,669,719	2,138,059	78,902,852
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,459,776	7,864,669	(2,790,134)	363,059	(1,741,011)
OTHER FINANCING SOURCES (USES)					
Transfers In	247,254	-	4,624,903	11,638	19,967,168
Transfers Out	(5,559,776)	(7,221,562)	-	(93,779)	(20,209,144)
Proceeds from Sale of Capital Assets	-	-	-	-	65
Leases	6,596	-	-	-	265,210
SBITAs	-	-	-	-	39,812
COPs Issued	-	-	10,000,000	-	10,000,000
Premium on Issuance of Debt	-	-	226,447	-	226,447
Total Other Financing Sources (Uses)	(5,305,926)	(7,221,562)	14,851,350	(82,141)	10,289,558
NET CHANGE IN FUND BALANCES	(2,846,150)	643,107	12,061,216	280,918	8,548,547
Fund Balances - Beginning of Year	17,360,461	3,373,285	2,236,154	2,849,368	55,649,947
FUND BALANCES - END OF YEAR	<u>\$ 14,514,311</u>	<u>\$ 4,016,392</u>	<u>\$ 14,297,370</u>	<u>\$ 3,130,286</u>	<u>\$ 64,198,494</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS TO GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES – GOVERNMENTAL ACTIVITIES
YEAR ENDED JUNE 30, 2023

Net Change to Fund Balance - Total Governmental Funds **\$ 8,548,547**

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay 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.

Expenditures for Capital Outlay	7,069,775
Expenditures for Leased Assets	265,210
Expenditures for SBITAs	308,307
Less: Current Year Depreciation	(2,831,699)
Less: Current Year Amortization	(788,902)

Some revenues reported in the statement of activities will not be collected for several months after the County's year-end and do not provide current financial resources and therefore, are not reported as revenues in the governmental funds.

2,265,596

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

COPs Issued	(10,226,447)
Leases	(265,210)
SBITAs	(39,812)
Principal Payments on Debt	127,876
Principal Payments on Leases	488,651
Principal Payments on SBITAs	286,718

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds.

Change in Compensated Absences	350,127
Change in Net Pension Liability and Related Deferred Inflows/Outflows	44,443
Change in Net OPEB (Liability) Asset and Related Deferred Inflows/Outflows	108,191

Internal service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.

(183,698)

Change in Net Position of Governmental Activities **\$ 5,527,673**

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Business-Type Activities			Governmental Activities
	Solid Waste	Other Enterprise Funds	Total	Internal Service Fund
ASSETS				
Current Assets:				
Cash and Investments	\$ 1,164,787	\$ -	\$ 1,164,787	\$ -
Receivables:				
Accounts	34,689	70,133	104,822	-
Interest	12,570	-	12,570	-
Due from other Governments	-	159,555	159,555	-
Deposits with Others	-	-	-	4,401,018
Inventory	-	2,840	2,840	-
Total Current Assets	1,212,046	232,528	1,444,574	4,401,018
Noncurrent Assets:				
Lease Receivable	-	52,560	52,560	-
Capital Assets:				
Depreciable:				
Structures and Improvements	285,621	612,015	897,636	-
Accumulated Depreciation	(247,077)	(132,632)	(379,709)	-
Total Noncurrent Assets	38,544	531,943	570,487	-
Total Assets	1,250,590	764,471	2,015,061	4,401,018
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension Adjustments	-	63,259	63,259	-
Deferred OPEB Adjustments	-	10,451	10,451	-
Total Deferred Outflows of Resources	-	73,710	73,710	-
LIABILITIES				
Current Liabilities:				
Accounts Payable	142	44,210	44,352	-
Due to Other Funds	-	228,482	228,482	-
Claims Payable	-	-	-	1,034,666
Closure/Postclosure Liability	42,826	-	42,826	-
Total Current Liabilities	42,968	272,692	315,660	1,034,666
Noncurrent Liabilities:				
Compensated Absences	-	6,077	6,077	-
Closure/Postclosure Liability	3,766,683	-	3,766,683	-
Net OPEB Liability	-	8,198	8,198	-
Net Pension Liability	-	269,605	269,605	-
Total Noncurrent Liabilities	3,766,683	283,880	4,050,563	-
Total Liabilities	3,809,651	556,572	4,366,223	1,034,666
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Adjustments	-	1,606	1,606	-
Deferred OPEB Adjustments	-	477	477	-
Deferred Lease Revenue	-	51,951	51,951	-
Total Deferred Inflows of Resources	-	54,034	54,034	-
NET POSITION				
Net Investment in Capital Assets	38,544	479,383	517,927	-
Restricted	983,156	-	983,156	-
Unrestricted	(3,580,761)	(251,808)	(3,832,569)	3,366,352
Total Net Position	\$ (2,559,061)	\$ 227,575	\$ (2,331,486)	\$ 3,366,352

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023

	Business-Type Activities			Governmental Activities
	Solid Waste	Other Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES				
Charges for Services	\$ 2,473,683	\$ 97,675	\$ 2,571,358	\$ 878,965
Other Revenue	116,608	402,840	519,448	-
Total Operating Revenues	2,590,291	500,515	3,090,806	878,965
OPERATING EXPENSES				
Salaries and Employee Benefits	5,369	194,140	199,509	-
Services and Supplies	2,594,373	680,332	3,274,705	1
Claims Expense	-	-	-	1,124,921
Depreciation	7,709	21,745	29,454	-
Total Operating Expenses	2,607,451	896,217	3,503,668	1,124,922
OPERATING INCOME (LOSS)	(17,160)	(395,702)	(412,862)	(245,957)
NONOPERATING REVENUES (EXPENSES)				
Taxes	300	99,088	99,388	-
Intergovernmental Revenue	1,500	474,602	476,102	-
Interest Income (Expense)	17,972	42,719	60,691	62,259
Total Nonoperating Revenues (Expenses)	19,772	616,409	636,181	62,259
INCOME (LOSS) BEFORE TRANSFERS	2,612	220,707	223,319	(183,698)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	243,317	243,317	-
Transfers Out	(1,341)	-	(1,341)	-
Total Other Financing Sources (Uses)	(1,341)	243,317	241,976	-
CHANGE IN NET POSITION	1,271	464,024	465,295	(183,698)
Net Position (Deficit) - Beginning of Year	(2,560,332)	(236,449)	(2,796,781)	3,550,050
NET POSITION (DEFICIT) - END OF YEAR	<u>\$ (2,559,061)</u>	<u>\$ 227,575</u>	<u>\$ (2,331,486)</u>	<u>\$ 3,366,352</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Solid Waste	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 2,788,146	\$ 291,806	\$ 3,079,952	\$ 878,965
Payments to Suppliers	(2,672,768)	(664,907)	(3,337,675)	(941,224)
Payments to Employees	(5,369)	(202,684)	(208,053)	-
Net Cash Provided (Used) by Operating Activities	110,009	(575,785)	(465,776)	(62,259)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Taxes Received	300	99,088	99,388	-
Other Receipts	1,500	474,602	476,102	-
Receipts from Interfund Loans	-	176,944	176,944	-
Transfers from Other Funds	-	243,317	243,317	-
Transfers to Other Funds	(1,341)	-	(1,341)	-
Net Cash Provided by Noncapital Financing Activities	459	993,951	994,410	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of capital assets	-	(475,366)	(475,366)	-
Net Cash Provided (Used) by Operating Activities Related Financing Activities	-	(475,366)	(475,366)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Earnings (Expense Paid)	7,030	42,867	49,897	62,259
Net Cash Provided by Investing Activities	7,030	42,867	49,897	62,259
Net Increase (Decrease) in Cash and Cash Equivalents	117,498	(14,333)	103,165	-
Cash and Cash Equivalents - Beginning of Year	1,047,289	14,333	1,061,622	-
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,164,787</u>	<u>\$ -</u>	<u>\$ 1,164,787</u>	<u>\$ -</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (17,160)	\$ (395,702)	\$ (412,862)	\$ (245,957)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	7,709	21,745	29,454	-
(Increase) Decrease in:				
Accounts Receivable	197,855	(48,495)	149,360	-
Deposits	-	-	-	27,497
Due from Other Governments	-	(159,555)	(159,555)	-
Inventory	-	11	11	-
Lease Receivable	-	(7,618)	(7,618)	-
Deferred Outflows - Pension	-	(34,608)	(34,608)	-
Deferred Outflows - OPEB	-	1,821	1,821	-
Deferred Outflows - Lease Revenue	-	6,959	6,959	-
Increase (Decrease) in:				
Accounts Payable and Other Liabilities	(208,843)	15,414	(193,429)	-
Claims Payable	-	-	-	156,201
Compensated Absences	-	972	972	-
Closure/Postclosure Costs	130,448	-	130,448	-
Net Pension Liability	-	71,718	71,718	-
Net OPEB Liability (Asset)	-	(636)	(636)	-
Deferred Inflows - OPEB	-	(1,745)	(1,745)	-
Deferred Inflows - Pension	-	(46,066)	(46,066)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 110,009</u>	<u>\$ (575,785)</u>	<u>\$ (465,776)</u>	<u>\$ (62,259)</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023

	Investment Trust Funds	Private Purpose Trust Funds	Custodial Funds
ASSETS			
Cash and Investments	\$ 75,516,526	\$ 391,230	\$ 32,521,442
Receivables:			
Accounts	-	-	202
Intergovernmental	-	-	1,308,062
Taxes	-	-	6,294
Interest	-	-	16,606
Total Assets	<u>75,516,526</u>	<u>391,230</u>	<u>33,852,606</u>
LIABILITIES			
Accounts Payable and Other			
Liabilities	<u>892,374</u>	<u>-</u>	<u>3,472,236</u>
Total Liabilities	<u>892,374</u>	<u>-</u>	<u>3,472,236</u>
NET POSITION			
Restricted for:			
Pool Participants	<u>74,624,152</u>	<u>391,230</u>	<u>30,380,370</u>
Total Net Position	<u><u>\$ 74,624,152</u></u>	<u><u>\$ 391,230</u></u>	<u><u>\$ 30,380,370</u></u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2023

	Investment Trust Funds	Private Purpose Trust Funds	Custodial Funds
ADDITIONS			
Contributions to Investment Pool	\$ 138,078,359	\$ 308,319	\$ 40,292,903
Property Taxes Collected for Other Governments	-	-	124,055,826
Investment Earnings (Expense)	(172,676)	5,203	5,107,522
Total Additions	137,905,683	313,522	169,456,251
DEDUCTIONS			
Distributions from Investment Pool	115,171,775	398,693	173,094,123
Total Deductions	115,171,775	398,693	173,094,123
CHANGE IN NET POSITION	22,733,908	(85,171)	(3,637,872)
Net Position - Beginning of Year	51,890,244	476,401	34,018,242
NET POSITION - END OF YEAR	<u>\$ 74,624,152</u>	<u>\$ 391,230</u>	<u>\$ 30,380,370</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The County operates under an Administrator-Board of Supervisors form of government and provides various services on a countywide basis including law and justice, education, detention, social, health, road construction, road maintenance, transportation, park and recreation facilities, elections and records, communications, planning, zoning, and tax collection.

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the County's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the Board of Supervisors. The financial statements of the individual component units may be obtained by writing to the County of Colusa, Auditor-Controller's Office, 546 Jay Street, Colusa, CA 95932.

Blended Component Units

Special Districts Governed by the Board of Supervisors – The County Board of Supervisors is the governing body of a number of special purpose district funds. Among its duties, the County Board of Supervisors approves the budgets, special taxes and fees of these special districts. As an integral part of the County, these special districts are reported as nonmajor special revenue funds in the County's financial statements.

- Almond Paradise Lighting
- Thompson Street Lighting
- Cross Creek/Whisper Creek Lighting
- Flood Control and Water Conservation District

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Blended Component Units (Continued)

- CSA #1 Century Ranch
- CSA #2 Stonyford
- CSA #2 Reserve Stonyford

Discretely Presented Component Units

There are no component units of the County which meet the criteria for discrete presentation.

Joint Agencies

The County is a participant in Trindel Insurance Fund (Trindel) the purpose of which is to provide for the creation and operation of a common risk sharing and insurance purchasing pool to be used to meet the obligations of the member counties to provide Worker's Compensation benefits for their employees and to provide public liability and property damage insurance for its members. Trindel is governed by a Joint Powers Agreement between the member counties pursuant to Article 1 (commencing with Section 6500), Chapter 5 of Division 7, Title 1 of the Government Code of California. Complete audited financial statements can be obtained from their office at PO Box 2069, Weaverville, CA 96093. The County is not financially accountable for this organization and therefore it is not a component unit.

The County is a member of the Public Risk Innovation, Solutions, and Management (PRISM). PRISM is a joint powers authority organized for the purpose of developing and funding excess insurance programs for member counties. PRISM operates public entity risk pools for workers' compensation, comprehensive liability, property, and medical malpractice, and the pool purchases excess insurance and services for members. PRISM is under the control and direction of a board of directors consisting of representatives of the fifty-five member counties. Complete audited financial statements can be obtained from PRISM's office at 75 Iron Point Circle, Suite 200, Folsom, California 95630. The County is not financially accountable for this organization and therefore it is not a component unit.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Joint Agencies (Continued)

The County is a member of the Sites Project Authority, which operates in accordance with a Joint Exercise of Power Agreement. The Authority is a public agency comprised of Colusa County Water District, County of Colusa, County of Glenn, Glenn-Colusa Irrigation District, Maxwell Irrigation District, Orland-Artois Water District, Proberta Water District, Reclamation District No. 108, Tehama-Colusa Canal Authority, Westside Water District, Yolo County Flood Control and Water Conservation District, Dunnigan Water District, Davis Water District, Cortina Water District, and LaGrance Water District. The mission of the Authority is to be a proponent and facilitator to design and potentially acquire, construct, manage, govern, and operate the Sites Reservoir and related facilities; to increase and develop water supplies; to improve the operation of the State's water system; and to provide a net improvement in ecosystem and water quality conditions in the Sacramento River system and the Delta. The Authority's governing body is a Board of Directors comprised of one representative of each member. Complete audited financial statements can be obtained by contacting the Authority at 122 Old Highway 99 West, Maxwell, CA 95955. The County is not financially accountable for this organization and therefore, it is not a component unit.

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information on all of the nonfiduciary activities of the County and its blended component units. These statements include the financial activities of the overall government, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the County's business-type activities and each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Certain indirect costs, which cannot be identified and broken down are included in the program expense reported for individual functions and activities. Program revenues include 1) charges paid by the recipients of goods and services offered by the program, 2) operating grants and contributions and 3) capital grants and contributions. Taxes and other items not properly included among program revenues are presented instead as general revenues.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis is placed on major funds within the governmental and proprietary categories, each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

- The General fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General fund includes such activities as general government, public protection, health and sanitation, public assistance, education, and recreation services.
- The Health and Human Services fund is a special revenue fund used to account for the majority of the Public Health and Social Services programs, including Health, Environmental Health, Ambulance, Children's Services, Welfare, Senior Nutrition Program, and DHHS Administration.
- The Public Protection fund is a special revenue fund used to account for the activity associated with the welfare and protection of the general public. This could encompass such activity as law enforcement, disasters, and consumer protection.
- The Public Ways and Facilities fund is a special revenue fund used to account for the road and bridge construction and maintenance projects activity within the Road, Bridge, and District funds. Airport activity within the Airport Special fund is also accounted for here.
- The Health and Sanitation fund is a special revenue fund used to account for the majority of the health related programs, including Behavioral Health, Air Pollution and numerous other health related special revenue funds.
- The Public Assistance fund is a special revenue fund used to account for the activity related to public assistance programs provided to the public, including welfare, cash aid, etc.
- The County Service Areas fund is a special revenue fund used to account for the providing of water services to the property owners of Century Ranch and Stonyford Areas.
- The Building Fund is a capital projects fund used to account for the expenditures incurred for structural capital projects and the subsequent reimbursement for those expenditures. This fund is also used to track debt incurred along with the debt payments made over time on those loans.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The County reports the following major proprietary fund:

- The Solid Waste fund is an enterprise fund used to account for solid waste activity.

The County reports the following additional fund types:

- Internal Service funds account for the County's self-insurance program, which provides services to other departments on a cost reimbursement basis.
- Investment Trust funds account for the assets of legally separate entities that deposit cash with the County Treasurer. The assets of these funds are held in trust for other agencies and are part of the County's external pool. The external investment pool is made up of three separate funds: School Districts, Special Districts Governed by Local Boards and Courts. The County is obligated to disburse monies from these funds on demand.
- Private Purpose Trust funds are used to report all fiduciary activities that a) are not required to be reported in a pension (and other employee benefits) trust funds or investment trust funds and b) are held in a trust, such as Public Guardian and Public Administrator.
- Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds.

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund 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 at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements, and donations. Under the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting and Measurement Focus (Continued)

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are considered susceptible to accrual and are accrued when their receipt occurs within thirty days after the end of the fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise and internal service funds are charges to customers for sales and services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary funds include investment trust funds, private purpose trust funds, and custodial funds. All trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. Custodial funds are reported using the accrual basis of accounting to recognize receivables and payables.

D. Noncurrent Governmental Assets/Liabilities

Noncurrent governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide statement of net position.

E. Cash and Cash Equivalents

For purposes of the accompanying statement of cash flows, the County considers all highly liquid investments with original maturities of three months or less when purchased, including cash with fiscal agent and restricted cash, and their equity in the County Treasurer's investment pool, to be cash equivalents.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Investments

The County sponsors an investment pool that is managed by the County Treasurer. The County's pool activity is governed by California Government Code Sections 27000.1 and 53607 as well as the County's investment policy.

Investment transactions are recorded on the trade date. The fair value of investments is determined annually. Investments in nonparticipating interest-earning investment contracts are reported at cost; short term investments are reported at amortized cost, investments in the Local Agency Investment Fund and California Asset Management Program, an external pool, are reported at amortized cost which approximates fair value, and the fair value of all other investments are obtained by using quotations obtained from independent published sources or by the safekeeping institution. The fair value represents the amount the County could reasonably expect to receive for an investment in a current sale between a willing buyer and seller.

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Interest payments, accrued interest, accreted discounts, amortized premiums, and realized capital gains and losses, net of administrative fees, are apportioned to pool participants every quarter. This method differs from the fair value method used to value investments in these financial statements as unrealized gains or losses are not apportioned to pool participants. During the fiscal year ended June 30, 2023, the County Treasurer has not entered into any legally binding guarantees to support the value of participant equity in the investment pool.

Income from pooled investments is allocated quarterly to the individual funds or external participants based on the fund or participant's average daily cash balance in relation to the total pool investments. Interest income earned in custodial funds where there are no interest earnings requirements are assigned to the General Fund per County Policy. Income from nonpooled investments is recorded based on the specific investments held by the fund.

G. Restricted Cash and Investments

Restricted assets in the governmental funds represent cash and investments held in the Public Assistance fund for the Food Stamp Program of \$121,523, and \$9,901,631 held in the Building Fund for capital projects at June 30, 2023.

H. Receivables

Receivables for governmental activities consist mainly of accounts, intergovernmental, and interest. Receivables for business-type activities consist mainly of user fees, intergovernmental, and interest earnings. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Other Assets

Prepaid Costs

Payments made for services that will benefit periods beyond June 30, 2023, are recorded as prepaid costs in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Inventory

Inventories are stated at average cost for governmental funds. Inventory recorded by governmental funds includes materials and supplies for the Road Department and the Purchasing & Procurement Department. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventory recorded by proprietary funds include supplies for East Park Reservoir. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

Investment in JPA

The County's net investment in the Sites Project Authority, a JPA, is recorded as Investment in JPA on the government-wide financial statements. The net change is shown as an income or expense item.

J. Loans Receivable

A total of \$133,872 was recorded as loans receivable at June 30, 2023. These represent low interest notes and related accrued interest to finance multi-family and single-family construction and rehabilitation projects, homebuyer assistance for low income families, as well as business start-up costs. Loan terms are 15 to 55 years with an interest rate at 0% to 5%. The primary source of funding for these loans comes from grants from the federal Community Development Block Grant (CDBG) program and Home Investment Partnerships (HOME) program. The CDBG and HOME grants contain monitoring requirements to ensure grant compliance. These requirements are reflected in the loan agreements.

K. Capital Assets

Capital assets, including public domain (infrastructure such as roads, bridges, sidewalks and similar items) are defined by the County as all land regardless of cost and assets with a cost of more than \$5,000 for structures and improvements and equipment, and \$50,000 for infrastructure and an estimated useful life of more than one year. Capital assets are recorded at historical cost, or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their acquisition value at the date of donation.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Capital Assets (Continued)

Capital assets used in operations are depreciated or amortized using the straight line method over the assets estimated useful life in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

Equipment and Software	3 to 10 Years
Structures and Improvements	5 to 50 Years
Infrastructure	20 to 75 Years
Right-to-Use Lease Assets	2 to 10 Years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

L. Property Tax

The State of California's (State) Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100% of market value, as defined by Article XIII A, and may be adjusted by no more than 2% per year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1% tax levy among the County, cities, school districts, and other districts.

The County of Colusa is responsible for assessing, collecting, and distributing property taxes in accordance with State law. Property taxes are levied on both secured (real property) and unsecured (personal property other than land and buildings) property. Supplemental property taxes are assessed upon transfer of ownership in property or completion of new construction.

The County levies, bills, and collects taxes as follows:

	Secured	Unsecured
Valuation/Lien Dates	January 1	January 1
Due Dates	November 1 (1st Installment) February 1 (2nd Installment)	July 1
Delinquent Dates	December 10 (1st Installment) April 10 (2nd Installment)	August 31

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Property Tax (Continued)

The County of Colusa apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan," as prescribed by Sections 4701 through 4717 of the California Revenue and Taxation code. Under the Teeter Plan, the County allocates to local taxing agencies 100% of the secured property taxes billed. In return, the County retains penalties and interest on delinquent secured taxes in the Tax Loss Reserve Fund (TLRF). The primary purpose of TLRF is to cover losses that may occur as a result of special sales of tax-defaulted property.

The County is legally required to maintain a minimum balance of 1% of the annual taxes levied on properties participating in the Teeter Plan. The balance in the TLRF was \$456,957 at June 30, 2023. The County's management believes that any ownership rights to the TLRF the County may have are effective only upon a Board approved transfer or to the extent of losses related to the sale of tax defaulted property. Amounts in the TLRF are accounted for in the General Fund.

M. Interfund Transactions

Interfund transactions are reflected as either loans, services provided or used, reimbursements or transfers.

Loans reported as receivables and payables are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances." Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not in spendable form.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and therefore are not eliminated in the process of preparing the government-wide statement of activities.

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are reflected as expenditures or expenses in the reimbursing fund and reductions to expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between funds are netted as part of the reconciliation to the government-wide presentation.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Leases

Leases are defined by the general government as the right to use an underlying asset. As lessee, the County recognizes a lease liability and an intangible right-of-use lease asset at the beginning of a lease unless the lease is considered a short-term lease or transfers ownership of the underlying asset. Right-of-use lease assets are measured based on the net present value of the future lease payments at inception, using the weighted average cost of capital, which approximate the incremental borrowing rate. Remeasurement of a lease liability occurs when there is a change in the lease term and/or other changes that are likely to have a significant impact on the lease liability. The County calculates the amortization of the discount on the lease liability and reports that amount as outflows of resources. Payments are allocated first to accrued interest liability and then to the lease liability. Variable lease payments based on the usage of the underlying assets are not included in the lease liability calculations but are recognized as outflows of resources in the period in which the obligation was incurred.

As lessor, the County recognizes a lease receivable. The lease receivable is measured using the net present value of future lease payments to be received for the lease term and deferred inflow of receivables at the beginning of the lease term. Periodic amortization of the discount on the receivable are reported as interest revenue for that period. Deferred inflows of resources are recognized as inflows on a straight-line basis over the term of the lease. This recognition does not apply to short-term leases, contracts that transfer ownership, leases of assets that are investments, or certain regulated leases. Any initial direct costs are reported as an outflow of resources for that period. Re-measurement of lease receivables occur when there are modifications, including but not limited to changes in the contract price, lease term, and adding or removing an underlying asset to the lease agreements. In the case of a partial or full lease termination, the carrying value of the lease receivable and the related deferred inflow of resources will be reduced and will include a gain or loss for the difference.

For lease contracts that are short-term, the County recognizes short-term lease payments as inflows of resources (revenues) based on the payment provisions of the lease contract. Liabilities are only recognized if payments are received in advance, and receivables are only recognized if payments are received subsequent to the reporting period.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Unearned Revenue

Under the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. When assets are recognized in connection with a transaction before the earnings process is complete, those assets are offset by a corresponding liability for unearned revenue.

P. Compensated Absences

It is the County's policy to permit employees to accumulate a limited amount of earned but unused vacation, sick and CTO leaves. In the government-wide financial statements the accrued compensated absences is recorded as an expense and related liability, with the current portion estimated based on historical trends. In the governmental fund financial statements, the expenditures and liabilities related to those obligations are recognized only when they mature. In the proprietary funds the accrued compensated absences is recorded as an expense and related liability in the year earned. The County includes its share of social security and Medicare taxes payable on behalf of the employees in the accrual for compensated absences.

Q. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions and pension expense, information about the fiduciary net position of the County's California Public Employees' Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

R. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has two items that qualifies for reporting in this category. The first item relates to the outflows from changes in the net pension liability and is reportable on the statement of net position. The second item relates to the outflows from changes in the OPEB asset and is reportable on the statement of net position.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has four types of items which qualify for reporting in this category. One item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues for receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second item relates to the inflows from changes in the net pension liability and is reportable on the statement of net position. The third item relates to the inflows from changes in the OPEB asset and is reportable on the statement of net position, and the fourth item relates to deferred revenues to be received from the County's leases receivable.

S. Estimates

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

T. Implementation of Governmental Accounting Standards Board (GASB) Statement

Governmental Accounting Standards Board Statement No. 96

In May 2020, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This standard requires the recognition of a right-to-use subscription asset- an intangible asset- and a corresponding subscription liability.

The County adopted the requirements of the guidance effective July 1, 2022, and has applied the provisions of this standard to the beginning of the period of adoption. The implementation of this standard resulted in the County reporting right-to-use subscription assets and SBITA liabilities as disclosed in Note 4 and Note 9, respectively. There was no change to beginning net position as a result of the implementation of this standard as right-to-use subscription assets equaled SBITA liabilities at the beginning of the period of adoption.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Balance/Net Position

The following major enterprise fund had a deficit net position. This deficit is expected to be eliminated through future debt reduction and increased revenues.

Solid Waste	<u>\$ 2,559,061</u>
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B. Deficit Fund Balance/Net Position

The following major governmental funds had deficit fund balances. These deficit balances are the result of timing differences in revenue accruals or are expected to be eliminated in future years through cost containment.

County Service Areas	<u>\$ 2,553,481</u>
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The following nonmajor enterprise fund had a deficit net position. This deficit is expected to be eliminated through future net pension liability payments.

Airport	<u>\$ 44,276</u>
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NOTE 3 CASH AND INVESTMENTS

The County Treasurer manages, in accordance with California Government Code Section 53600, funds deposited in the investment pool by the County, all County school districts, various districts, and some cities within the County. The County investment pool is not registered with the Securities and Exchange Commission as an investment company. California Government Code and the County's investment policy govern the investment pool activity. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The pool attempts to match maturities with planned outlays and maximize the return on investment over various market cycles. Yield is considered only after safety and credit quality have been met, consistent with limiting risk and prudent investment principles.

The Treasury Oversight Committee and the Board of Supervisors monitor and review the management of public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Treasury Oversight Committee and the investment pool participants semi-annually. The report covers the type of investments in the pool, maturity dates, par value, actual cost, and fair value. All cash and investments are considered part of the investment pool.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

The County sponsored investment pool includes both internal and external participants. The portion of the pool attributable to external pool participants, which are considered involuntary participants, are included in the primary government as an Investment Trust Fund which does not have separate financial reports. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer. The investments of involuntary participants in the investment pool totaled \$75,516,526 at June 30, 2023.

A. Financial Statement Presentation

As of June 30, 2023, the County's cash and investments are reported in the financial statements as follows:

Primary Government	\$ 62,619,807
Investment Trust Funds	75,516,526
Private Purpose Trust Funds	391,230
Custodial Funds	<u>32,521,442</u>
Total Cash and Investments	<u><u>\$ 171,049,005</u></u>

As of June 30, 2023, the County's cash and investments consisted of the following:

Cash:	
Cash On Hand	\$ 138,751
Deposits in Treasurer's Pool (Less Outstanding Warrants)	2,712,852
Imprest Cash	199,589
Cash with Fiscal Agent	10,023,154
Other Cash Held Outside Treasury	<u>1,027</u>
Total Cash	13,075,373
Investments:	
In Treasurer's Pool	<u>157,973,632</u>
Total Cash and Investments	<u><u>\$ 171,049,005</u></u>

B. Cash

At year end, the carrying amount of the County's cash deposits (including amounts in checking accounts and money market accounts) was \$2,536,763 and the bank balance was \$6,682,352. The difference between the bank balance and the carrying amount represents outstanding warrants and wire transfers and deposits in transit. In addition, the County had cash on hand of \$138,751.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

B. Cash (Continued)

Custodial Credit Risk for Deposits

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The County's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105% to

150% of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the County's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits in excess of the \$250,000 insured amount are collateralized.

C. Investments

Pursuant to Section 53646 of the Government Code, the County prepares an investment policy annually and presents it to the Board of Supervisors for review and approval. The investment policy provides the basis for the management of a prudent, conservative investment program. Funds are invested to provide the maximum security of principal with secondary emphasis on achieving the highest return, while meeting daily cash flow needs. All investments are made in accordance with the Government Code and, in general, the investment policy is more restrictive than state law.

Under the provisions of the County's investment policy the County may invest or deposit in the following:

- Local Agency Bonds
- United State Treasury Notes, Bonds, Bills, or Certificates of Indebtedness
- California State Registered Warrants, Treasury Notes, and Bonds
- Local Agency Obligations
- Securities of the Federal Government or its Agencies
- Banker's Acceptances
- Commercial Paper
- Negotiable Certificates of Deposit
- Repurchase Agreements
- Reverse Repurchase Agreements
- Medium Term Corporate Notes
- Mutual Funds
- Investments Permitted by Provision in Debt Agreements
- Asset Secured Indebtedness
- Collateralized Mortgage Obligations
- Contracted Nonnegotiable Time Deposits
- Local Agency Investment Fund
- California Asset Management Program

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

Fair Value of Investments

The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

Level 1 – Quoted prices for identical investments in active markets;

Level 2 – Observable inputs other than quoted market prices; and

Level 3 – Unobservable inputs

The County's position in external investment pools is, in itself, regarded as a type of investment and looking through to the underlying investments of the pool is not appropriate. Therefore, the County's investment in external investment pools is not recognized in the three-tiered fair value hierarchy described above.

At June 30, 2023, the County had the following recurring fair value measurements:

Investment Type	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value:				
Municipal Bonds	\$ 92,753,333	\$ -	\$ 92,753,333	\$ -
Total Investments Measured at Fair Value	92,753,333	\$ -	\$ 92,753,333	\$ -
Investments in External Investment Pool:				
CAMP	62,432,336			
Local Agency Investment Fund (LAIF)	2,787,963			
Total Investments	\$ 157,973,632			

Interest Rate Risk

Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. To limit the exposure to fair value losses from increases in interest rates, the County's investment policy limits investment maturities to a term appropriate to the need for funds so as to permit the County to meet all projected obligations.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

Interest Rate Risk (Continued)

As of June 30, 2023, the County had the following investments:

Investment Type	Interest Rates	Maturities			Fair Value	Weighted Average Maturity (Years)
		0 to 1 Year	1 to 5 Years	Over 5 Years		
Municipal Bonds	0.97% - 5.58%	\$ 10,585,192	\$ 54,558,559	\$ 27,609,582	\$ 92,753,333	2.40
CAMP	Variable	62,432,336	-	-	62,432,336	-
LAIF	Variable	2,787,963	-	-	2,787,963	-
Total Investments		<u>\$ 75,805,491</u>	<u>\$ 54,558,559</u>	<u>\$ 27,609,582</u>	<u>\$ 157,973,632</u>	

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County's investment policy sets specific parameters by the type of investment to be met at the time of purchase. Presented below is the minimum rating required by (where applicable) the California Government Code or the County's investment policy, and the actual rating as of year-end for each investment type.

Investment Type	Minimum Legal Rating	Standard & Poor's Rating	Moody's Rating	Percentage of Portfolio
Municipal Bonds	N/A	AAA	Aaa	58.71 %
CAMP	N/A	Unrated	Unrated	39.52
LAIF	N/A	Unrated	Unrated	1.77
Total				<u>100.00 %</u>

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of a depository institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the County requires that all of its managed investments be held in safekeeping by the Treasurer's bank or its safekeeping agent.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. The County's investment policy contains limitations on the amount that can be invested in any one issuer. The County did not have any investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) at June 30, 2023, that represent 5% or more of total County investments.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

D. Investment in External Investment Pools

The County of Colusa maintains an investment in the State of California Local Agency Investment Fund (LAIF), managed by the State Treasurer. This fund is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California State Code. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. At June 30, 2023, the County's investment in LAIF valued at amortized cost was \$2,787,963 and is the same as the value of the pool shares. There are no restrictions on withdrawal of funds. The total amount invested by all public agencies in LAIF on that day was \$178.38 billion. Of that amount, 97.22% is invested in nonderivative financial products and 2.78% in structured notes and asset-backed securities.

E. County Investment Pool Condensed Financial Information

The following are condensed statements of net position and changes in net position for the Treasurer's Pool at June 30, 2023:

STATEMENT OF NET POSITION

Equity of Internal Pool Participants	\$ 86,201,092
Equity of External Pool Participants	<u>74,624,152</u>
Net Position at June 30, 2023	<u><u>\$ 160,825,244</u></u>

STATEMENT OF CHANGES IN NET POSITION

Net Position at July 1, 2022	\$ 142,451,143
Net Changes in Investments by Pool Participants	<u>18,374,101</u>
Net Position at June 30, 2023	<u><u>\$ 160,825,244</u></u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2023, was as follows:

	(1) Restated Balance at July 1, 2022	Additions	Retirements	Transfers/ Adjustments	Balance at June 30, 2023
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	\$ 749,873	\$ -	\$ -	\$ -	\$ 749,873
Construction In Progress	2,822,877	5,499,849	-	(4,786,858)	3,535,868
Total Capital Assets, Not Being Depreciated	3,572,750	5,499,849	-	(4,786,858)	4,285,741
Capital Assets, Being Depreciated:					
Infrastructure	65,243,278	-	-	3,363,500	68,606,778
Structures and Improvements	28,180,758	331,247	-	2,596,915	31,108,920
Equipment	12,123,345	470,907	-	-	12,594,252
Software	339,385	-	-	-	339,385
Total Capital Assets, Being Depreciated	105,886,766	802,154	-	5,960,415	112,649,335
Less Accumulated Depreciation for:					
Infrastructure	(20,023,717)	(1,386,434)	-	-	(21,410,151)
Structures and Improvements	(17,929,873)	(907,724)	-	(405,785)	(19,243,382)
Equipment	(10,028,579)	(537,541)	-	-	(10,566,120)
Software	(339,385)	-	-	-	(339,385)
Total Accumulated Depreciation	(48,321,554)	(2,831,699)	-	(405,785)	(51,559,038)
Total Capital Assets, Being Depreciated, Net	57,565,212	(2,029,545)	-	5,554,630	61,090,297
Right-to-Use Assets, Being Amortized:					
Structures	1,541,048	143,170	-	-	1,684,218
Equipment	811,253	122,040	(5,327)	-	927,966
SBITAs	870,852	41,812	-	-	912,664
Total Right-to-Use Assets, Being Amortized	3,223,153	307,022	(5,327)	-	3,524,848
Less Accumulated Amortization for:					
Structures	(238,566)	(294,209)	-	-	(532,775)
Equipment	(130,574)	(189,684)	5,327	-	(314,931)
SBITAs	-	(305,009)	-	-	(305,009)
Total Accumulated Amortization	(369,140)	(788,902)	5,327	-	(1,152,715)
Total Right-to-Use, Being Amortized, Net	2,854,013	(481,880)	-	-	2,372,133
Governmental Activities Capital Assets, Net	\$ 63,991,975	\$ 2,988,424	\$ -	\$ 767,772	\$ 67,748,171

(1) - The beginning balance was restated due to implementation of GASB Statement No. 96.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 CAPITAL ASSETS (CONTINUED)

	Balance at July 1, 2022	Additions	Retirements	Balance at June 30, 2023
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Structures and Improvements	\$ 295,857	\$ 475,366	\$ -	\$ 771,223
Equipment	126,413	-	-	126,413
Total Capital Assets, Being Depreciated	422,270	475,366	-	897,636
Less Accumulated Depreciation for:				
Structures and Improvements	(249,604)	(23,554)	-	(273,158)
Equipment	(100,651)	(5,900)	-	(106,551)
Total Accumulated Depreciation	(350,255)	(29,454)	-	(379,709)
Total Capital Assets, Being Depreciated, Net	72,015	445,912	-	517,927
Business-Type Activities Capital Assets, Net	<u>\$ 72,015</u>	<u>\$ 445,912</u>	<u>\$ -</u>	<u>\$ 517,927</u>

Depreciation

Depreciation expense was charged to governmental functions as follows at June 30, 2023:

General Government	\$ 375,018
Public Protection	602,651
Health and Sanitation	175,775
Public Assistance	84,829
Education	19,027
Public Ways and Facilities	1,561,155
Recreation and Culture	13,244
Total Depreciation Expense -	
Governmental Functions	<u>\$ 2,831,699</u>

Depreciation expense was charged to business-type functions as follows at June 30, 2023:

Solid Waste	\$ 7,709
Airport	3,108
East Park Reservoir	18,637
Total	<u>\$ 29,454</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 CAPITAL ASSETS (CONTINUED)

Amortization

Amortization expense was charged to governmental functions as follows at June 30, 2023:

General Government	\$ 270,345
Public Protection	112,005
Health and Sanitation	182,617
Public Assistance	128,647
Public Ways and Facilities	44,742
Education	50,546
Total Amortization Expense - Governmental Functions	<u><u>\$ 788,902</u></u>

NOTE 5 INTERFUND TRANSACTIONS

Due To/From Other Funds

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due from and due to balances as of June 30, 2023:

	Due From Other Funds	Due To Other Funds
General Fund	\$ 2,816,875	\$ -
Health and Sanitation	-	57,208
County Service Areas	-	2,531,185
Nonmajor Enterprise Funds	-	228,482
Total	<u><u>\$ 2,816,875</u></u>	<u><u>\$ 2,816,875</u></u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 INTERFUND TRANSACTIONS (CONTINUED)

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service and reallocations of special revenues. The following are the interfund transfer totals as of June 30, 2023:

	Transfer In	Transfer Out
General Fund	\$ 3,044,213	\$ 5,162,464
Health and Human Services	10,919,662	379,395
Public Protection	61,332	1,699,935
Public Ways and Facilities	1,055,330	92,214
Health and Sanitation	247,254	5,559,776
Public Assistance	-	7,221,562
County Service Areas	2,836	19
Building Fund	4,624,903	-
Solid Waste	-	1,341
Nonmajor Governmental Funds	11,638	93,779
Nonmajor Enterprise Funds	243,317	-
Total	<u>\$ 20,210,485</u>	<u>\$ 20,210,485</u>

NOTE 6 UNEARNED/UNAVAILABLE REVENUE

At June 30, 2023, components of unearned and unavailable revenues were as follows:

	Unearned	Unavailable	Total
General Fund:			
State, Federal, and Other Agency Grant Revenue Receivable	\$ 1,468,424	\$ 2,380,698	\$ 3,849,122
Health and Human Services:			
State, Federal, and Other Agency Grant Revenue Receivable	6,798	917,310	924,108
Public Protection:			
State, Federal, and Other Agency Grant Revenue Receivable	-	277,078	277,078
Public Ways and Facilities:			
State, Federal, and Other Agency Grant Revenue Receivable		601,031	601,031
Subdivision Plan Review Fees Received in Advance	61,116		61,116
Health and Sanitation:			
State, Federal, and Other Agency Grant Revenue Receivable	111,233	1,766,180	1,877,413
Public Assistance:			
State, Federal, and Other Agency Grant Revenue Receivable	-	479,946	479,946
County Service Areas:			
State, Federal, and Other Agency Grant Revenue Receivable	-	1,153,829	1,153,829
Nonmajor Governmental Funds:			
State and Grant Revenue Receivable	-	95,289	95,289
Total Unearned/Unavailable Revenue	<u>\$ 1,647,571</u>	<u>\$ 7,671,361</u>	<u>\$ 9,318,932</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2023:

Type of Indebtedness	(1) Restated Balance July 1, 2022	Additions	Retirements	Balance June 30, 2023	Amounts Due Within One Year
Governmental Activities:					
Loans	(2) \$ 1,701,800	\$ -	\$ (127,876)	\$ 1,573,924	\$ 147,908
Certificates of Participation	(2) -	10,000,000	-	10,000,000	145,000
Unamortized Original Issue Premium	-	226,447	-	226,447	-
Lease Liability	1,989,686	265,210	(488,651)	1,766,245	492,666
SBITA Liability	604,357	39,812	(286,718)	357,451	271,230
Claims Liability	878,465	1,111,645	(955,444)	1,034,666	1,034,666
Compensated Absences	2,553,827	2,438,257	(2,788,384)	2,203,700	909,797
Total Governmental Activities	<u>\$ 7,728,135</u>	<u>\$ 14,081,371</u>	<u>\$ (4,647,073)</u>	<u>\$ 17,162,433</u>	<u>\$ 3,001,267</u>
Business-Type Activities:					
Compensated Absences	\$ 5,105	\$ 10,572	\$ (9,600)	\$ 6,077	\$ -
Closure/Postclosure	3,679,061	130,448	-	3,809,509	42,826
Total Business-Type Activities	<u>\$ 3,684,166</u>	<u>\$ 141,020</u>	<u>\$ (9,600)</u>	<u>\$ 3,815,586</u>	<u>\$ 42,826</u>

(1) - The beginning balance was restated due to the implementation of GASB Statement No. 96.

(2) - Direct Borrowing

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for these funds are included as part of the above totals for governmental activities. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred. The closure/postclosure liability will be liquidated by the Solid Waste fund.

**COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 7 LONG-TERM LIABILITIES (CONTINUED)

Individual issues of debt payable outstanding at June 30, 2023 are as follows:

Governmental Activities

Loans:

California Department of Water Resources loan issued April 2, 2004, in the amount of \$171,720 and payable in annual installments of \$5,724, with an interest rate of 0.00% and maturity on July 1, 2038. The loan was used for CSA #2 water system improvements.

\$ 85,860

California Energy Commission loan issued July 7, 2020, with a maximum amount of \$1,622,640. Loan funds are disbursed to the County on a reimbursement basis based on invoices for actual expenditures. The loan is payable in semi-annual installments of \$78,445, with an interest rate of 1.00% and maturity on June 22, 2033. The loan was used for energy conservation projects.

1,488,064

Total

\$ 1,573,924

Certificates of Participation:

COP issued June 1, 2023 in the amount of \$10,000,000 and payable in annual installments of \$587,213 to \$618,950, with an interest rate of 5.00% and maturity on June 1, 2053. The COP was used to finance improvements to the County Jail.

\$ 10,000,000

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 LONG-TERM LIABILITIES (CONTINUED)

Following is a schedule of debt payment requirements of governmental activities and business-type activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities, leases which are reported in Note 8 and landfill postclosure costs which are reported in Note 10.

<u>Year Ending June 30,</u>	Loans		
	Principal	Interest	Total
2024	\$ 147,908	\$ 14,566	\$ 162,474
2025	149,373	13,102	162,475
2026	150,813	11,662	162,475
2027	152,267	10,207	162,474
2028	153,713	8,761	162,474
2029-2033	791,230	21,140	812,370
2034-2038	28,620	-	28,620
Total	<u>\$ 1,573,924</u>	<u>\$ 79,438</u>	<u>\$ 1,653,362</u>

<u>Year Ending June 30,</u>	Certificates of Participation		
	Principal	Interest	Total
2024	\$ 145,000	\$ 442,213	\$ 587,213
2025	165,000	452,856	617,856
2026	170,000	444,606	614,606
2027	180,000	436,106	616,106
2028	190,000	427,106	617,106
2029-2033	1,100,000	1,983,031	3,083,031
2034-2038	1,405,000	1,679,531	3,084,531
2039-2043	1,760,000	1,321,694	3,081,694
2044-2048	2,180,000	910,475	3,090,475
2049-2053	2,705,000	375,975	3,080,975
Total	<u>\$ 10,000,000</u>	<u>\$ 8,473,593</u>	<u>\$ 18,473,593</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 LEASES

Leases Payable

The County leases equipment as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. These leases expire at various dates through 2033.

Total future minimum lease payments under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 492,666	\$ 15,615
2025	490,725	11,430
2026	394,859	7,349
2027	176,712	3,973
2028	83,549	1,843
2029-2033	127,734	1,323
Total	<u>\$ 1,766,245</u>	<u>\$ 41,533</u>

Right-to-use assets acquired through outstanding leases are shown below, by underlying asset class.

	<u>Governmental Activities</u>
Structures	\$ 1,684,218
Equipment	927,966
Less: Accumulated Amortization	(847,706)
Total	<u>\$ 1,764,478</u>

Leases Receivable

The County, acting as a lessor, leases various assets under long-term, noncancelable lease agreements. The leases expire at various dates through 2037. During the year ended June 30, 2023, the County recognized \$11,009 in lease revenue, pursuant to these contracts. Total minimum lease payments to be received under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 4,482	\$ 608
2025	3,229	570
2026	3,267	533
2027	3,305	495
2028	3,418	457
2029-2033	16,284	1,716
2034 and thereafter	17,412	537
Total	<u>\$ 51,397</u>	<u>\$ 4,916</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 LEASES (CONTINUED)

Leases Receivable (Continued)

<u>Year Ending June 30,</u>	Business-Type Activities	
	Principal	Interest
2024	\$ 4,649	\$ 856
2025	4,715	790
2026	4,782	723
2027	4,851	655
2028	4,920	585
2029-2033	22,916	1,863
2034 and thereafter	5,727	489
Total	<u>\$ 52,560</u>	<u>\$ 5,961</u>

NOTE 9 SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The County has entered into various long-term, non-cancellable subscription-based information technology agreements. Total future minimum lease payments under these agreements are as follows:

<u>Year Ending June 30,</u>	Governmental Activities	
	Principal	Interest
2024	\$ 271,230	\$ 8,419
2025	55,618	2,112
2026	16,778	768
2027	13,825	373
Total	<u>\$ 357,451</u>	<u>\$ 11,672</u>

Right-to-use assets acquired through outstanding agreements are shown below, by underlying asset class.

	Governmental Activities
SBITAs	\$ 912,664
Less: Accumulated Amortization	(305,009)
Total	<u>\$ 607,655</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 CLOSURE/POSTCLOSURE

The County of Colusa is responsible for one operating and one closed landfill site. State and federal laws and regulations require the County to perform certain closure and postclosure maintenance and monitoring functions at the site for 30 years after closure. GASB Statement No. 18 requires a portion of these closure and postclosure care costs be reported as an operating expense in each period based on landfill capacity used as of each statement of net position date.

The total liability of \$3,809,509 is reported as a closure/postclosure liability in the Solid Waste enterprise fund at June 30, 2023. Of this total liability, closure costs for Evans Road site is considered complete and therefore zero, and closure costs for Stonyford site is calculated based on usage of approximately 67.87% of total estimated site capacity and is \$937,896. The corrective action liability for Evans Road is \$1,259,500 and for Stonyford is \$89,487. The remainder of the total liability is for postclosure. Evans Road postclosure costs are estimated at \$342,593, based on usage of 100%. Stonyford postclosure costs are estimated at \$1,180,018, based on usage of approximately 67.87%. The estimated remaining life of the landfill is 9 years.

The County will recognize the remaining estimated cost of closure as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to provide financial assurance that appropriate resources will be available to finance closure and postclosure care costs in the future. At June 30, 2023, net position of \$955,806 was held for funding purposes for Stonyford Landfill and \$27,350 was held for funding purposes for Evans Landfill. The County has approved a pledge of revenue to fund Evans Landfill postclosure costs, however the Solid Waste fund has a total deficit net position of \$2,559,061. The County expects that future inflation costs will be paid from interest earnings on annual contributions to the closure reserve. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 NET POSITION

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- **Net investment in capital 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 net position** - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements and other special revenue fund purposes.
- **Unrestricted net position** - all other net position that does not meet the definition of "restricted" or "net investment in capital assets."

Net Position Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted net position are available, it is considered that restricted resources are used first, followed by the unrestricted resources.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 12 FUND BALANCES

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2023, fund balance for governmental funds is made up of the following:

- Nonspendable fund balance - amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash (e.g., inventories and prepaid amounts).
- Restricted fund balance - amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- Committed fund balance - amounts that can only be used for the specific purposes determined by formal action of the County’s highest level of decision-making authority. The Board of Supervisors is the highest level of decision making authority for the County that can, by adoption of an ordinance commit fund balance. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- Assigned fund balance - amounts that are constrained by the County’s intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose.
- Unassigned fund balance - the residual classification for the County’s General fund that includes all amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 12 FUND BALANCES (CONTINUED)

The fund balances for all major and nonmajor governmental funds as of June 30, 2023, were distributed as follows:

	General	Health and Human Services	Public Protection	County Service Areas	Public Ways and Facilities
Nonspendable:					
Prepaid Costs	\$ 28,022	\$ 9,310	\$ 2,254	\$ -	\$ -
Inventory	2,640	-	-	-	659,200
Subtotal	30,662	9,310	2,254	-	659,200
Restricted for:					
General	386,257	-	-	5,724	-
Public Protection	208,068	-	7,816,399	-	-
Health and Sanitation	-	15,998	-	-	-
Public Works	-	-	-	-	8,660,537
Public Assistance	4,597	-	-	-	-
Education	29,777	-	-	-	-
Parks and Recreation	-	-	-	-	-
Capital Projects	-	-	-	-	-
Subtotal	628,699	15,998	7,816,399	5,724	8,660,537
Committed to:					
Public Works	-	-	-	-	5,870,747
County Roads	-	-	-	-	289,137
Bridges	-	-	-	-	56,630
Stonyford Maintenance	-	-	15,145	-	-
Subtotal	-	-	15,145	-	6,216,514
Assigned to:					
General	6,841,389	-	-	-	-
Subtotal	6,841,389	-	-	-	-
Unassigned	(173)	(15,282)	(87,036)	(2,559,205)	-
Total	\$ 7,500,577	\$ 10,026	\$ 7,746,762	\$ (2,553,481)	\$ 15,536,251

	Health and Sanitation	Public Assistance	Building Fund	Other Governmental Funds	Total
Nonspendable:					
Prepaid Costs	\$ 15,710	\$ 51	\$ -	\$ -	\$ 55,347
Inventory	-	-	-	-	661,840
Subtotal	15,710	51	-	-	717,187
Restricted for:					
General	-	-	-	1,755,153	2,147,134
Public Protection	-	-	-	6,259	8,030,726
Health and Sanitation	14,657,826	-	-	-	14,673,824
Public Works	-	-	-	-	8,660,537
Public Assistance	-	4,654,658	-	-	4,659,255
Education	-	-	-	238,000	267,777
Parks and Recreation	-	-	-	3,058	3,058
Capital Projects	-	-	14,297,370	1,202,550	15,499,920
Subtotal	14,657,826	4,654,658	14,297,370	3,205,020	53,942,231
Committed to:					
Public Works	-	-	-	-	5,870,747
County Roads	-	-	-	-	289,137
Bridges	-	-	-	-	56,630
Stonyford Maintenance	-	-	-	-	15,145
Subtotal	-	-	-	-	6,231,659
Assigned to:					
General	-	-	-	-	6,841,389
Subtotal	-	-	-	-	6,841,389
Unassigned	(159,225)	(638,317)	-	(74,734)	(3,533,972)
Total	\$ 14,514,311	\$ 4,016,392	\$ 14,297,370	\$ 3,130,286	\$ 64,198,494

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 12 FUND BALANCES (CONTINUED)

Fund Balance Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance), a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted fund balance are available, it is considered that restricted fund balance is depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policy

The Board of Supervisors has adopted a fund balance policy for financial statement reporting. The policy establishes procedures for reporting fund balance classifications and establishes a hierarchy of fund balance expenditures.

NOTE 13 PENSION PLAN

A. General Information about the Pension Plan

Plan Description

All qualified permanent and probationary employees are eligible to participate in the County's Safety cost sharing multiple employer defined benefit pension plan and Miscellaneous agent multiple-employer defined benefit pension plan, Employee Pension Plan, administered by the California Public Employee's Retirement System (CalPERS), which acts as a common investment and administrative agent for participating member employers. Benefit provisions under the Plan are established by State statute and County resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

A. General Information about the Pension Plan (Continued)

Plan Description (Continued)

Effective January 1, 2013, the County added retirement tiers for new employees as required under the Public Employee Pension Reform Act (PEPRA). New employees hired on or after January 1, 2013, will be subject to new, lower pension formulas, caps on pensionable income levels and new definitions of pensionable income. In addition, new employees will be required to contribute half of the total normal cost of the pension benefit unless impaired by an existing Memorandum of Understanding. The cumulative effect of these PEPRA changes will ultimately reduce the County's retirement costs.

Summary of Rate Tiers and Eligible Participants

Open for New Enrollment:

Miscellaneous PEPRA	Miscellaneous Members Hired on or After January 1, 2013
Safety – County Peace Officer PEPRA Tier 2	Safety County Peace Officers Hired on or After October 1, 2016

Closed to New Enrollment:

Miscellaneous	Miscellaneous Employees Hired Before January 1, 2013
Safety – County Peace Officer	Safety County Peace Officers Hired Before January 1, 2013
Safety – County Peace Officer PEPRA	Safety County Peace Officers Hired on or After January 1, 2013, and before October 1, 2016

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for nonduty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for the plan are applied as specified by the Public Employees' Retirement Law.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

A. General Information about the Pension Plan (Continued)

Benefits Provided (Continued)

Each Rate Tiers' specific provisions and benefits in effect at June 30, 2023, are summarized as follows:

	Benefit Formula	Retirement Age	Monthly Benefits as a Percentage of Eligible Compensation
Miscellaneous	3.0% at 60	50 to 60 Years	2.0% to 3.0%
Miscellaneous PEPRA	2.0 % at 62	52 to 67 Years	1.0% to 2.5%
Safety County Peace Officer	3.0% at 50	50 Years	3.0%
Safety County Peace Officer PEPRA	2.7% at 57	50 to 57 Years	2.0% to 2.7%
Safety County Peace Officer PEPRA Tier 2	2.5% at 57	50 to 57 Years	2.0% to 2.5%

Employees Covered

At June 30, 2023, the following employees were covered by the benefit terms for the Miscellaneous Rate Tier:

	Inactive Employees or Beneficiaries Currently Receiving Benefits	Inactive Employees Entitled to but Not Yet Receiving Benefits	Active Employees
Miscellaneous	405	373	336

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for all Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the year ended June 30, 2023, the County contributed \$7,388,251 to the Miscellaneous Plan and \$2,357,085 to the Safety Plan.

	Employer Contribution Rates	Employee Contribution Rates	Employer Paid Member Contribution Rates
Miscellaneous	39.092 %	8.000 %	0.000 %
Miscellaneous PEPRA	39.092	7.000	0.000
Safety County Peace Officer	48.672	12.000	0.000
Safety County Peace Officer PEPRA	40.702	13.000	0.000
Safety County Peace Officer PEPRA Tier 2	40.052	12.500	0.000

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

B. Net Pension Liability

The following table represents a summary of key balances for the County's pension plans:

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
Miscellaneous Plan	\$ 72,105,887	\$ 16,918,522	\$ 429,639	\$ 8,349,675
Safety Plan	20,037,488	10,483,964	3,123,390	1,334,578
Total	<u>\$ 92,143,375</u>	<u>\$ 27,402,486</u>	<u>\$ 3,553,029</u>	<u>\$ 9,684,253</u>

The County's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2022, using an annual actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the June 30, 2022, actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.3%
Projected Salary Increase	Varies by Entry-Age and Service
Mortality	Derived Using CalPERS Membership Data for All Funds
Postretirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021, valuation were based on the results of an actuarial experience study for the period 1997 to 2015 including updates to salary increase, mortality, and retirement rates. Further details of the Experience Study can be found on the CalPERS website.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

B. Net Pension Liability (Continued)

Change of Assumptions

Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions.

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

B. Net Pension Liability (Continued)

Discount Rate (Continued)

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return (1) (2)
Global Equity - Cap-weighted	30.00 %	4.45 %
Global Equity Non-Cap-weighted	12.00	3.84
Private Equity	13.00	7.28
Treasury	5.00	0.27
Mortgage-backed Securities	5.00	0.50
Investment Grade Corporates	10.00	1.56
High Yield	5.00	2.27
Emerging Market Debt	5.00	2.48
Private Debt	5.00	3.57
Real Assets	15.00	3.21
Leverage	(5.00)	(0.59)
Total	<u>100.00 %</u>	

(1) An expected inflation of 2.30% used for this period.

(2) Figures are based on the 2021 - 22 Asset Liability Management study.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

C. Changes in the Net Pension Liability

As of June 30, 2023, the changes in the net pension liability of the agent multiple-employer defined benefit pension plan is as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Miscellaneous:			
Balance at June 30, 2022	\$ 175,570,693	\$ 125,714,785	\$ 49,855,908
Changes in the Year:			
Service Cost	3,441,429	-	3,441,429
Interest on the Total Pension Liability	12,301,039	-	12,301,039
Changes of Assumptions	5,557,116	-	5,557,116
Differences between Expected and Actual Experience	(540,474)	-	(540,474)
Plan to Plan Resource Movement	-	-	-
Contribution - Employer	-	6,999,819	(6,999,819)
Contribution - Employee	-	1,397,013	(1,397,013)
Net Investment Income	-	(9,634,921)	9,634,921
Benefit Payments, including Refunds of Employee Contributions	(9,291,138)	(9,291,138)	-
Administrative Expense	-	(78,586)	78,586
Other Miscellaneous	-	-	-
Change in Allocation to Independent Entities	613,432	439,238	174,194
Net Changes	12,081,404	(10,168,575)	22,249,979
Balance at June 30, 2023	<u>\$ 187,652,097</u>	<u>\$ 115,546,210</u>	<u>\$ 72,105,887</u>

As of June 30, 2023, the County reported net pension liabilities for its proportionate share of the net pension liability of the cost sharing multiple-employer defined benefit pension plan as follows:

	Proportionate Share of Net Pension Liability
Safety County Peace Officer	<u>\$ 20,037,488</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

C. Changes in the Net Pension Liability (Continued)

The County's net pension liability for the cost sharing multiple-employer defined benefit pension plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2022, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using standard update procedures. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share of the net pension liability for the cost sharing multiple-employer defined benefit pension plan as of June 30, 2023 and 2022, was as follows:

	Proportion at June 30, 2022	Proportion at June 30, 2023	Change Increase (Decrease)
Safety County Peace Officer	0.35225 %	0.29160 %	(0.06065)%

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability for the Plan as of the measurement date, calculated using the discount rate for the Plan, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	1% Decrease 5.90%	Discount Rate 6.90%	1% Increase 7.90%
Miscellaneous	\$ 96,553,567	\$ 72,105,887	\$ 51,877,423
Safety County Peace Officer	29,727,154	20,037,488	12,118,375

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2023, the County recognized pension expense of \$9,684,253 in all plans in which it participates.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Miscellaneous Plan

For the year ended June 30, 2023, the County recognized pension expense of \$8,349,675. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to the Measurement Date	\$ 7,388,251	\$ -
Changes of Assumptions	3,764,498	-
Differences Between Expected and Actual Experience	32,810	429,639
Net Differences Between Projected and Actual Earnings on Plan Investments	5,732,963	-
Total	<u>\$ 16,918,522</u>	<u>\$ 429,639</u>

The amount of \$7,388,251 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 2,481,028
2025	2,412,656
2026	547,549
2027	3,659,399

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 PENSION PLAN (CONTINUED)

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Safety Plan

For the year ended June 30, 2023, the County recognized pension expense of \$1,334,578. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to the Measurement Date	\$ 2,357,085	\$ -
Changes of Assumptions	2,020,385	-
Differences Between Expected and Actual Experience	829,279	217,591
Net Differences Between Projected and Actual Earnings on Plan Investments	3,164,199	-
Adjustment Due to Differences in Proportions	2,113,016	1,041,950
Difference Between County Contributions and Proportionate Share of Contributions	-	1,863,849
Total	<u>\$ 10,483,964</u>	<u>\$ 3,123,390</u>

The amount of \$2,357,085 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 1,713,271
2025	1,139,553
2026	220,469
2027	1,930,196

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The County of Colusa Retiree Healthcare Plan (Plan) is a single-employer defined benefit healthcare plan administered by the County. The Plan provides healthcare benefits to eligible retirees and their dependents through the California Public Employees' Retirement System healthcare program (PEMHCA). The Plan does not issue a financial report.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

A. Plan Description (Continued)

The County has prefunded a portion of its OPEB benefits in Public Agency Retirement Services (PARS) trust. The PARS Trust is a tax qualified irrevocable trust, organized under Internal Revenue Code (IRC) Section 115, established to pre-fund OPEB as described in GASB Statement 75. PARS issues annual audited financial statements and required supplementary information (Schedule of Changes in Fiduciary Net Position by Plan) that are prepared in conformance with GASB Statement 75.

The reports may be obtained by writing the plan at the following address:

PARS 4350 Von Karman Ave., Suite 100, Newport Beach, CA 92660-2043

B. Benefits Provided

The Plan provides lifetime healthcare insurance coverage for eligible retirees and their dependents through the County's group medical insurance plan, which covers both active and retired participants. Benefit provisions are established and may be amended through agreements and memorandums of understanding between the County and its employees.

The County offers the same medical plans to its retirees as to its active employees, with the exception that once a retiree becomes eligible for Medicare (that is, reaches age 65), he or she must join a Medicare HMO or a Medicare Supplement plan, with Medicare becoming the primary payer.

At June 30, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries	
Currently Receiving Benefits	194
Inactive Employees Entitled to, But	
Not Yet Receiving Benefits	-
Active Employees	<u>356</u>
Total	<u><u>550</u></u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

C. Contributions

Employees become eligible to retire and receive County-paid healthcare benefits upon attainment of age 50 and 5 years of covered PERS service (age 52 and 5 years for PEPRA Miscellaneous employees). Benefits are paid for the lifetime of the retiree and spouse or surviving spouse (and dependent children up to the age of 26). The County's contribution on behalf of all eligible retirees and surviving spouses is the same as its contribution for active employees (\$149 for 2022 and \$151 for 2023, indexed by the Medical CPI thereafter).

In addition to the PEMHCA minimum, the County pays \$128.26 per month to a third party administrator, which in turn pays this amount to eligible retirees participating in PEMHCA through a qualified Health Reimbursement Arrangement. Amounts may not be carried forward from one year to the next and are not credited with interest. Because the amount is paid only to PEMHCA retirees, and because the amount together with the PEMHCA minimum is in all cases less than applicable PEMHCA premiums, no proof of payment is required, and all amounts are treated as being used to defray eligible medical expenses. This benefit meets all the GASB requirements of a defined benefit OPEB and has, therefore, been included in the County's OPEB liabilities. The \$128.26 is expected to be frozen for all future years, and applied to both current retirees as well as active employees hired before January 1, 2013, and retiring or expected to retire after that date. Employees hired on or after January 1, 2013, receive the PEMHCA minimum only. As per the most recent negotiated MOU between the County and the employees, as the PEMHCA minimum increases each year for the active employees the additional \$128.26 will be reduced by an equal amount in order to keep the total benefit amount to \$267.26. For retirees, no offsetting adjustment is made to the \$128.26.

**COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

D. Actuarial Assumptions

The County's net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

The total OPEB liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date	July 1, 2021
Discount Rate	5.0%
Expected Long-Term Rate of Return on Investments	5.61%
General Inflation	3.0% per annum
Mortality, Retirement, Disability, Termination	Mortality Rates from 2021 CalPERS Experience Study
Salary Increases	Aggregate - 3%
Healthcare Trend	5.50%
Medical CPI	3.50%
Retirees' Share of Cost	Retirees pay the balance of the premium after statutory minimum benefit and frozen supplemental amount, if applicable, contributed by the County.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

E. Changes in the OPEB Liability

The changes in the net OPEB liability for the County are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
Balance - June 30, 2022	\$ 17,286,137	\$ 15,473,871	\$ 1,812,266
Change in the Year:			
Service Cost	650,854	-	650,854
Interest on Total OPEB Liability	869,976	-	869,976
Benefit Changes	-	-	-
Differences between Expected and Actual Experience	-	-	-
Changes of Assumptions	-	-	-
Contributions - Employer	-	1,073,175	(1,073,175)
Net Investment Income	-	681,312	(681,312)
Benefit Payments, including Refunds of Employee Contributions	(1,073,175)	(1,073,175)	-
Administrative Expenses	-	(75,296)	75,296
Other Charges	-	-	-
Changes in Proportion	(7,439)	(6,659)	(780)
Net Changes	440,216	599,357	(159,141)
Balance - June 30, 2023	<u>\$ 17,726,353</u>	<u>\$ 16,073,228</u>	<u>\$ 1,653,125</u>

F. Discount Rate and Trend Sensitivity

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current discount rate:

	Discount Rate		
	1% Decrease 4.00%	Current Rate 5.00%	1% Increase 6.00%
Net OPEB Liability	<u>\$ 4,048,701</u>	<u>\$ 1,653,125</u>	<u>\$ (299,153)</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

F. Discount Rate and Trend Sensitivity (Continued)

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using health care cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	Healthcare Trend Rate		
	1% Decrease	Current Trend	1% Increase
Net OPEB Liability	<u>\$ (139,013)</u>	<u>\$ 1,653,125</u>	<u>\$ 4,163,493</u>

G. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2023, the County recognized OPEB expense of \$964,315. As of the fiscal year ended June 30, 2023, the County reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Assumptions	\$ 281,973	\$ -
Differences Between Expected and Actual Experience	557,568	96,117
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	1,267,870	-
Total	<u>\$ 2,107,411</u>	<u>\$ 96,117</u>

Amounts reported as deferred outflows and deferred inflows of resources related to OPEB expense will be recognized as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 477,215
2025	543,700
2026	801,248
2027	189,131

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 15 RISK MANAGEMENT

The County is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has a risk management fund (Insurance) which is an Internal Service fund to account for and finance self-insured risks of loss. The County is a member of the Trindel Insurance Fund. The County is self-insured with Trindel Insurance Fund for liability and property claims for the first \$100,000 and \$25,000, respectively. The County is insured with Public Risk Innovation, Solutions, and Management (PRISM) for excess liability claims for the next \$29,900,000. The County is also insured with PRISM for excess property claims for the next \$300,000,000. There is a \$1,000 deductible for property damage. The County is self-insured for Worker's Compensation claims for the first \$300,000 with Trindel Insurance Fund and insured with PRISM up to statutory limits. Additionally, the County has a \$10,000,000 Faithful Performance Blanket bond and Crime Bond with a \$5,000 deductible.

Actual claims unpaid as of June 30, 2023, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2023, was \$1,034,666.

All funds of the County participate in the program and make payments to the Insurance fund based on estimates of the amounts needed to pay prior and current year claims. At June 30, 2023, the Insurance fund equity was \$3,366,352. The claims liability of \$1,034,666 reported in the fund at June 30, 2023, is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably determined.

Changes in the County's claims liability amount for the fiscal years ended June 30 were as follows:

	Balance - Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Balance - End of Year
2022	\$ 1,132,677	\$ 335,262	\$ (589,474)	\$ 878,465
2023	878,465	1,124,921	(968,720)	1,034,666

The ultimate settlement of specific claims against the County cannot presently be determined and no provision for any other liability that may result has been made in the financial statements.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 16 OTHER INFORMATION

A. Commitments and Contingencies

The County has signed agreements to construct various capital improvements subsequent to June 30, 2023. The balance owed on the commitments at June 30, 2023, was approximately \$253,560.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

The County is involved in several lawsuits. Due to the nature of the cases, County Counsel is unable to estimate at this time the probability of favorable or unfavorable outcomes. Therefore, no provision has been made in the financial statements for a loss contingency.

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

COUNTY OF COLUSA, CALIFORNIA
COUNTY PENSION PLAN
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30, 2023
LAST 10 YEARS*

Reporting Fiscal Year Measurement Date	2014/15 2013/14	2015/16 2014/15	2016/17 2015/16	2017/18 2016/17	2018/19 2017/18
Miscellaneous:					
Total Pension Liability:					
Service Cost	\$ 2,704,431	\$ 2,835,963	\$ 2,907,948	\$ 3,284,579	\$ 3,361,416
Interest	8,642,328	9,398,938	9,864,575	10,291,984	10,841,954
Changes of Assumptions	-	(2,195,321)	-	8,212,704	(976,265)
Differences between Expected and Actual Experience	-	3,871,388	(188,876)	445,760	2,250,540
Benefit Payments, including Refunds of Employee Contributions	(5,191,655)	(5,723,718)	(6,266,789)	(6,981,526)	(7,413,259)
Net Change in Total Pension Liability	6,155,104	8,187,250	6,316,858	15,253,501	8,064,386
Total Pension Liability - Beginning	116,474,637	122,629,741	130,816,991	137,133,849	152,387,350
Total Pension Liability - End (a)	<u>\$ 122,629,741</u>	<u>\$ 130,816,991</u>	<u>\$ 137,133,849</u>	<u>\$ 152,387,350</u>	<u>\$ 160,451,736</u>
Plan Fiduciary Net Position:					
Net Plan to Plan Resource Movement	\$ -	\$ -	\$ -	\$ (25,446)	\$ (1,054)
Contributions - Employer	3,207,861	3,526,565	3,406,419	3,991,801	4,514,976
Contributions - Employee	1,160,801	1,193,080	1,252,737	1,273,965	1,298,170
Net Investment Income	12,792,537	1,928,553	479,549	9,758,623	7,916,160
Benefit Payments, including Refunds of Employee Contributions	(5,191,655)	(5,723,718)	(6,266,789)	(6,981,526)	(7,413,259)
Administrative Expense	-	(97,562)	(52,823)	(126,224)	(145,518)
Other Miscellaneous Income (Expense)	-	-	-	-	(276,341)
Net Change in Plan Fiduciary Net Position	11,969,544	826,918	(1,180,907)	7,891,193	5,893,134
Plan Fiduciary Net Position - Beginning	73,877,190	85,846,734	86,673,652	85,492,745	93,383,938
Plan Fiduciary Net Position - End (b)	<u>\$ 85,846,734</u>	<u>\$ 86,673,652</u>	<u>\$ 85,492,745</u>	<u>\$ 93,383,938</u>	<u>\$ 99,277,072</u>
Net Pension Liability - End (a) - (b)	<u>\$ 36,783,007</u>	<u>\$ 44,143,339</u>	<u>\$ 51,641,104</u>	<u>\$ 59,003,412</u>	<u>\$ 61,174,664</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	70.00 %	66.26 %	62.34 %	61.28 %	61.87 %
Covered Payroll	\$ 14,088,513	\$ 15,421,228	\$ 16,175,037	\$ 16,652,704	\$ 17,175,495
Net Pension Liability as a Percentage of Covered Payroll	261.09 %	286.25 %	319.26 %	354.32 %	356.17 %

*The County implemented GASB 68 for fiscal year June 30, 2015; therefore, only nine years are shown.

Note: The County of Colusa participates in an agent multiple-employer defined benefit pension plan as disclosed in footnote 13 to the financial statements. However, the full plan also includes the Courts and Local Transportation Commission which are considered to be external entities to the County. As such, these external entities have been excluded from the County's portion of net pension liability. The schedule of net pension liability and related ratios above includes the Courts and Local Transportation Commission whose proportion of the net pension liability was \$2,949,550 or 3.93%. The County's portion of net pension liability was \$72,105,887 or 96.07% at June 30, 2023.

See accompanying Notes to County Pension Plan Required Supplementary Information.

COUNTY OF COLUSA, CALIFORNIA
COUNTY PENSION PLAN
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)
YEAR ENDED JUNE 30, 2023
LAST 10 YEARS*

Reporting Fiscal Year Measurement Date	2019/20 2018/19	2020/21 2019/20	2021/22 2020/21	2022/23 2021/22
Miscellaneous:				
Total Pension Liability:				
Service Cost	\$ 3,347,244	\$ 3,260,706	\$ 3,338,040	\$ 3,582,203
Interest	11,458,364	11,995,794	12,436,318	12,804,223
Changes of Assumptions	-	-	-	5,784,434
Differences between Expected and Actual Experience	2,137,114	1,058,682	(186,309)	(562,583)
Benefit Payments, including Refunds of Employee Contributions	(8,011,260)	(8,597,787)	(9,297,561)	(9,671,200)
Net Change in Total Pension Liability	8,931,462	7,717,395	6,290,488	11,937,077
Total Pension Liability - Beginning	160,451,736	169,383,198	177,100,593	183,391,081
Total Pension Liability - End (a)	<u>\$ 169,383,198</u>	<u>\$ 177,100,593</u>	<u>\$ 183,391,081</u>	<u>\$ 195,328,158</u>
Plan Fiduciary Net Position:				
Net Plan to Plan Resource Movement	\$ -	\$ 45,884	\$ -	\$ -
Contributions - Employer	5,137,368	5,952,839	6,623,070	7,286,151
Contributions - Employee	1,283,506	1,365,410	1,362,615	1,454,159
Net Investment Income	6,569,679	5,229,500	24,699,534	(10,029,045)
Benefit Payments, including Refunds of Employee Contributions	(8,011,260)	(8,597,787)	(9,297,561)	(9,671,200)
Administrative Expense	(70,846)	(146,876)	(107,920)	(81,801)
Other Miscellaneous Income (Expense)	230	-	-	-
Net Change in Plan Fiduciary Net Position	4,908,677	3,848,970	23,279,738	(11,041,736)
Plan Fiduciary Net Position - Beginning	99,277,072	104,185,749	108,034,719	131,314,457
Plan Fiduciary Net Position - End (b)	<u>\$ 104,185,749</u>	<u>\$ 108,034,719</u>	<u>\$ 131,314,457</u>	<u>\$ 120,272,721</u>
Net Pension Liability - End (a) - (b)	<u>\$ 65,197,449</u>	<u>\$ 69,065,874</u>	<u>\$ 52,076,624</u>	<u>\$ 75,055,437</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	61.51 %	61.00 %	71.60 %	61.57 %
Covered Payroll	\$ 17,375,646	\$ 17,362,654	\$ 18,111,993	\$ 18,417,497
Net Pension Liability as a Percentage of Covered Payroll	375.22 %	397.78 %	287.53 %	407.52 %

*The County implemented GASB 68 for fiscal year June 30, 2015; therefore, only nine years are shown.

Note: The County of Colusa participates in an agent multiple-employer defined benefit pension plan as disclosed in footnote 13 to the financial statements. However, the full plan also includes the Courts and Local Transportation Commission which are considered to be external entities to the County. As such, these external entities have been excluded from the County's portion of net pension liability. The schedule of net pension liability and related ratios above includes the Courts and Local Transportation Commission whose proportion of the net pension liability was \$2,949,550 or 3.93%. The County's portion of net pension liability was \$72,105,887 or 96.07% at June 30, 2023.

See accompanying Notes to County Pension Plan Required Supplementary Information.

**COUNTY OF COLUSA, CALIFORNIA
COUNTY PENSION PLAN
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
YEAR ENDED JUNE 30, 2023
LAST 10 YEARS***

Reporting Fiscal Year <i>Measurement Date</i>	2014/15 <i>2013/14</i>	2015/16 <i>2014/15</i>	2016/17 <i>2015/16</i>	2017/18 <i>2016/17</i>	2018/19 <i>2017/18</i>	2019/20 <i>2018/19</i>	2020/21 <i>2019/20</i>	2021/22 <i>2020/21</i>	2022/23 <i>2021/22</i>
Safety:									
Proportion of the Net Pension Liability	0.21516 %	0.22578 %	0.23481 %	0.23531 %	0.24281 %	0.24865 %	0.25701 %	0.35225 %	0.35225 %
Proportionate Share of the Net Pension Liability	\$ 8,070,777	\$ 9,303,212	\$ 12,161,422	\$ 14,060,370	\$ 14,246,772	\$ 15,521,875	\$ 17,122,855	\$ 12,362,103	\$ 20,037,488
Covered Payroll	\$ 4,179,276	\$ 3,931,894	\$ 4,083,507	\$ 4,623,746	\$ 4,739,340	\$ 4,786,733	\$ 4,882,947	\$ 4,931,776	\$ 4,981,094
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	193.11 %	236.61 %	297.82 %	304.09 %	300.61 %	324.27 %	350.67 %	250.66 %	402.27 %
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	78.83 %	77.27 %	72.69 %	71.74 %	73.39 %	73.37 %	73.12 %	86.61 %	75.53 %

*The County implemented GASB 68 for fiscal year June 30, 2015; therefore, only nine years are shown.

See accompanying Notes to County Pension Plan Required Supplementary Information.

**COUNTY OF COLUSA, CALIFORNIA
COUNTY PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
YEAR ENDED JUNE 30, 2023
LAST 10 YEARS***

Reporting Fiscal Year	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
Miscellaneous:									
Contractually Required Contributions (Actuarially Determined)	\$ 2,878,968	\$ 3,406,419	\$ 3,991,800	\$ 4,217,352	\$ 4,801,186	\$ 5,567,285	\$ 6,198,770	\$ 6,792,831	\$ 7,388,251
Contributions in Relation to Actuarially Determined Contributions	(2,878,968)	(3,406,419)	(3,991,800)	(4,217,352)	(4,801,186)	(5,567,285)	(6,198,770)	(6,792,831)	(7,388,251)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 15,421,228	\$ 16,175,037	\$ 16,652,704	\$ 17,175,495	\$ 17,375,646	\$ 17,362,654	\$ 18,111,993	\$ 18,417,497	\$ 18,417,497
Contributions as a Percentage of Covered Payroll	18.67 %	21.06 %	23.97 %	24.55 %	27.63 %	32.06 %	34.22 %	36.88 %	40.12 %
Safety:									
Contractually Required Contributions (Actuarially Determined)	\$ 1,767,706	\$ 1,099,473	\$ 1,257,559	\$ 1,431,684	\$ 1,555,765	\$ 1,779,748	\$ 1,914,797	\$ 2,124,125	\$ 2,357,085
Contributions in Relation to Actuarially Determined Contributions	(1,767,706)	(1,099,473)	(1,257,559)	(1,431,684)	(1,555,765)	(1,779,748)	(1,914,797)	(2,124,125)	(2,357,085)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 3,931,894	\$ 4,083,507	\$ 4,623,746	\$ 4,739,340	\$ 4,786,733	\$ 4,882,947	\$ 4,931,776	\$ 4,981,094	\$ 4,981,094
Contributions as a Percentage of Covered Payroll	44.96 %	26.92 %	27.20 %	30.21 %	32.50 %	36.45 %	38.83 %	42.64 %	47.32 %

*The County implemented GASB 68 for fiscal year June 30, 2015; therefore, only nine years are shown.

See accompanying Notes to County Pension Plan Required Supplementary Information.

**COUNTY OF COLUSA, CALIFORNIA
COUNTY PENSION PLAN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023**

NOTE 1 CHANGES OF BENEFIT TERMS

None noted.

NOTE 2 CHANGES OF ASSUMPTIONS

The discount rate used to measure the net pension liability was 7.65% as of June 30, 2014, 2015, and 2016, was reduced to 7.15% for measurement dates 2017 through 2021, and was reduced to 6.90% for the 2022 measurement date.

The inflation rate used to measure the net pension liability was 2.75% as of June 30, 2014, 2015, 2016, and 2017 was reduced to 2.50% as of June 30, 2018. For the June 30, 2022 measurement date, the inflation rate was reduced to 2.30%.

COUNTY OF COLUSA, CALIFORNIA
COUNTY OPEB PLAN
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30, 2023
LAST 10 FISCAL YEARS*

Reporting Fiscal Year	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
TOTAL OPEB LIABILITY (ASSET)						
Service Cost	\$ 599,212	\$ 462,039	\$ 423,150	\$ 431,512	\$ 632,170	\$ 650,854
Interest on Total OPEB Liability (Asset)	648,011	769,128	788,732	763,839	848,310	869,976
Benefit Changes	-	-	(503,702)	-	-	-
Difference between Expected and Actual Experience	4,360	13,896	(360,929)	-	849,269	-
Changes of Assumptions	(2,929,481)	-	95,569	-	391,704	-
Benefit Payments, including Refunds of Employee Contributions	(792,982)	(838,227)	(889,717)	(924,476)	(1,044,001)	(1,073,175)
Change in Proportion	-	15,114	41,930	(39,642)	35,954	(7,439)
Net Change in Total OPEB Liability (Asset)	(2,470,880)	421,950	(404,967)	231,233	1,713,406	440,216
Total OPEB Liability (Asset) – Beginning	17,795,395	15,324,515	15,746,465	15,341,498	15,572,731	17,286,137
Total OPEB Liability (Asset) – Ending (a)	<u>\$ 15,324,515</u>	<u>\$ 15,746,465</u>	<u>\$ 15,341,498</u>	<u>\$ 15,572,731</u>	<u>\$ 17,286,137</u>	<u>\$ 17,726,353</u>
PLAN FIDUCIARY NET POSITION						
Contributions – Employer	\$ 10,184,769	\$ 2,714,221	\$ 2,805,854	\$ 924,476	\$ 1,044,001	\$ 1,073,175
Net Investment Income	-	783,513	686,319	1,993,434	(1,973,532)	681,312
Difference between Expected and Actual Investment Income	-	-	206,589	-	-	-
Benefit Payments	-	(838,227)	(889,717)	(924,476)	(1,044,001)	(1,073,175)
Administrative Expenses	-	(24,875)	(69,349)	(41,341)	(80,227)	(75,295)
Other Charges	-	(27,821)	-	-	-	-
Change in Proportion	-	10,045	34,088	(40,247)	40,375	(6,660)
Net Change in Fiduciary Net Position	10,184,769	2,616,856	2,773,784	1,911,846	(2,013,384)	599,357
Plan Fiduciary Net Position – Beginning	-	10,184,769	12,801,625	15,575,409	17,487,255	15,473,871
Plan Fiduciary Net Position – Ending (b)	<u>\$ 10,184,769</u>	<u>\$ 12,801,625</u>	<u>\$ 15,575,409</u>	<u>\$ 17,487,255</u>	<u>\$ 15,473,871</u>	<u>\$ 16,073,228</u>
Plan OPEB Liability (Asset) – Ending (a) - (b)	<u>\$ 5,139,746</u>	<u>\$ 2,944,840</u>	<u>\$ (233,911)</u>	<u>\$ (1,914,524)</u>	<u>\$ 1,812,266</u>	<u>\$ 1,653,125</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)	66.46 %	81.30 %	101.52 %	112.29 %	89.52 %	90.67 %
Covered Employee Payroll	\$ 22,710,569	\$ 23,391,886	\$ 23,148,900	\$ 22,256,371	\$ 23,347,171	\$ 25,331,301
Net OPEB Liability (Asset) as a Percentage of Covered Employee Payroll	22.63 %	12.59 %	(1.01)%	(8.60)%	7.76 %	6.53 %

*Fiscal year 2018 was the first year of implementation. Additional years will be presented as they become available.

**COUNTY OF COLUSA, CALIFORNIA
COUNTY OPEB PLAN
SCHEDULE OF OPEB CONTRACTUALLY REQUIRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2023
LAST 10 FISCAL YEARS***

Reporting Fiscal Year	<u>2017/18</u>	<u>2018/19</u>	<u>2019/20</u>	<u>2020/21</u>	<u>2021/22</u>	<u>2022/23</u>
Contractually Required Contributions	\$ 792,982	\$ 838,227	\$ 889,717	\$ 924,476	\$ 1,044,001	\$ 1,073,175
Contributions in Relation to the Contractually Required Contributions	<u>(792,982)</u>	<u>(838,227)</u>	<u>(889,717)</u>	<u>(924,476)</u>	<u>(1,044,001)</u>	<u>(1,073,175)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Employee Payroll	\$ 22,710,569	\$ 23,391,886	\$ 23,148,900	\$ 22,256,371	\$ 23,347,171	\$ 25,331,301
Contributions as a Percentage of Covered Employee Payroll	3.49 %	3.58 %	3.84 %	4.15 %	4.47 %	4.24 %

*Fiscal year 2018 was the first year of implementation. Additional years will be presented as they become available.

**COUNTY OF COLUSA, CALIFORNIA
COUNTY OPEB PLAN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023**

NOTE 1 CHANGES OF BENEFIT TERMS

None noted.

NOTE 2 CHANGES OF ASSUMPTIONS

None noted.

**COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 19,140,296	\$ 19,140,296	\$ 19,532,275	\$ 391,979
Licenses and Permits	649,381	649,381	542,206	(107,175)
Fines and Forfeitures	396,940	396,940	490,356	93,416
Use of Money and Property	116,510	116,510	264,479	147,969
Intergovernmental Revenues	6,006,844	6,305,778	7,708,336	1,402,558
Charges for Services	1,585,114	1,631,810	1,593,486	(38,324)
Other Revenues	78,887	385,513	243,818	(141,695)
Total Revenues	27,973,972	28,626,228	30,374,956	1,748,728
EXPENDITURES				
Current:				
General Government	5,880,427	5,678,150	3,987,542	1,690,608
Public Protection	25,996,519	26,486,907	24,488,349	1,998,558
Public Assistance	170,605	170,605	129,746	40,859
Education	1,268,131	1,253,972	1,184,364	69,608
Recreation and Culture	28,635	31,235	29,784	1,451
Debt Service:				
Principal	-	-	413,489	(413,489)
Interest and Fiscal Charges	-	-	128,297	(128,297)
Total Expenditures	33,344,317	33,620,869	30,361,571	3,259,298
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,370,345)	(4,994,641)	13,385	5,008,026
OTHER FINANCING SOURCES (USES)				
Transfers In	4,498,642	4,518,039	3,044,213	(1,473,826)
Transfers Out	(5,807,026)	(6,025,323)	(5,162,464)	862,859
Proceeds from Sale of Capital Assets	-	23,530	-	(23,530)
Leases	-	-	86,485	86,485
SBITAs	-	-	39,812	39,812
Total Other Financing Sources (Uses)	(1,308,384)	(1,483,754)	(1,991,954)	(508,200)
NET CHANGE IN FUND BALANCES	(6,678,729)	(6,478,395)	(1,978,569)	4,499,826
Fund Balances - Beginning of Year	9,479,146	9,479,146	9,479,146	-
FUND BALANCES - END OF YEAR	<u>\$ 2,800,417</u>	<u>\$ 3,000,751</u>	<u>\$ 7,500,577</u>	<u>\$ 4,499,826</u>

See accompanying Note to Budgetary Comparison Schedules.

COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
HEALTH AND HUMAN SERVICES – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Licenses and Permits	\$ 149,443	\$ 149,443	\$ 197,010	\$ 47,567
Use of Money and Property	-	-	(193)	(193)
Intergovernmental Revenues	2,260,799	2,477,347	2,660,755	183,408
Charges for Services	61,120	61,120	91,325	30,205
Other Revenues	10,040	10,040	16,039	5,999
Total Revenues	<u>2,481,402</u>	<u>2,697,950</u>	<u>2,964,936</u>	<u>266,986</u>
EXPENDITURES				
Current:				
Health and Sanitation	6,710,126	6,710,126	4,800,844	1,909,282
Public Assistance	9,978,300	10,181,840	8,557,282	1,624,558
Debt Service:				
Principal	-	-	157,898	157,898
Capital Outlay	-	-	129,341	(129,341)
Total Expenditures	<u>16,688,426</u>	<u>16,891,966</u>	<u>13,645,365</u>	<u>3,562,397</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(14,207,024)	(14,194,016)	(10,680,429)	3,513,587
OTHER FINANCING SOURCES (USES)				
Transfers In	14,680,822	14,667,814	10,919,662	(3,748,152)
Transfers Out	(473,797)	(473,797)	(379,395)	94,402
Proceeds from Sale of Capital Assets	-	-	65	65
Leases	-	-	129,341	129,341
Total Other Financing Sources (Uses)	<u>14,207,025</u>	<u>14,194,017</u>	<u>10,669,673</u>	<u>(3,524,344)</u>
NET CHANGE IN FUND BALANCES	1	1	(10,756)	(10,757)
Fund Balances - Beginning of Year	<u>20,782</u>	<u>20,782</u>	<u>20,782</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 20,783</u>	<u>\$ 20,783</u>	<u>\$ 10,026</u>	<u>\$ (10,757)</u>

See accompanying Note to Budgetary Comparison Schedules.

**COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
PUBLIC PROTECTION – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and Forfeitures	\$ 14,500	\$ 14,500	\$ 20,409	\$ 5,909
Use of Money and Property	12,708	12,770	244,385	231,615
Intergovernmental Revenues	4,599,496	4,600,145	3,183,753	(1,416,392)
Charges for Services	26,430	26,430	38,731	12,301
Other Revenues	51,600	52,079	124,204	72,125
Total Revenues	<u>4,704,734</u>	<u>4,705,924</u>	<u>3,611,482</u>	<u>(1,094,442)</u>
EXPENDITURES				
Current:				
Public Protection	2,014,859	2,284,986	1,904,491	380,495
Debt Service:				
Principal	-	-	20,569	20,569
Capital Outlay	-	-	42,788	(42,788)
Total Expenditures	<u>2,014,859</u>	<u>2,284,986</u>	<u>1,967,848</u>	<u>358,276</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,689,875	2,420,938	1,643,634	(777,304)
OTHER FINANCING SOURCES (USES)				
Transfers In	66,515	66,515	61,332	(5,183)
Transfers Out	(3,047,040)	(3,034,876)	(1,699,935)	1,334,941
Leases	-	-	42,788	42,788
Total Other Financing Sources (Uses)	<u>(2,980,525)</u>	<u>(2,968,361)</u>	<u>(1,595,815)</u>	<u>1,372,546</u>
NET CHANGE IN FUND BALANCES	(290,650)	(547,423)	47,819	595,242
Fund Balances - Beginning of Year	<u>7,698,943</u>	<u>7,698,943</u>	<u>7,698,943</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 7,408,293</u>	<u>\$ 7,151,520</u>	<u>\$ 7,746,762</u>	<u>\$ 595,242</u>

See accompanying Note to Budgetary Comparison Schedules.

**COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
PUBLIC WAYS AND FACILITIES – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 1,459,850	\$ 1,459,850	\$ 1,781,151	\$ 321,301
Licenses and Permits	14,500	14,500	29,014	14,514
Use of Money and Property	125,810	125,810	252,367	126,557
Intergovernmental Revenues	6,116,062	6,544,495	5,469,201	(1,075,294)
Charges for Services	-	-	529	529
Other Revenues	29,120	29,120	13,795	(15,325)
Total Revenues	<u>7,745,342</u>	<u>8,173,775</u>	<u>7,546,057</u>	<u>(627,718)</u>
EXPENDITURES				
Current:				
Public Ways and Facilities	16,449,471	16,857,904	7,657,640	9,200,264
Debt Service:				
Principal	86,442	86,442	42,809	43,633
Interest and Other Charges	-	-	-	-
Total Expenditures	<u>16,535,913</u>	<u>16,944,346</u>	<u>7,700,449</u>	<u>9,243,897</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(8,790,571)	(8,770,571)	(154,392)	8,616,179
OTHER FINANCING SOURCES (USES)				
Transfers In	1,055,330	1,055,330	1,055,330	-
Transfers Out	(52,042)	(72,042)	(92,214)	(20,172)
Total Other Financing Sources (Uses)	<u>1,003,288</u>	<u>983,288</u>	<u>963,116</u>	<u>(20,172)</u>
NET CHANGE IN FUND BALANCES	(7,787,283)	(7,787,283)	808,724	8,596,007
Fund Balances - Beginning of Year	<u>14,727,527</u>	<u>14,727,527</u>	<u>14,727,527</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 6,940,244</u>	<u>\$ 6,940,244</u>	<u>\$ 15,536,251</u>	<u>\$ 8,596,007</u>

See accompanying Note to Budgetary Comparison Schedules.

**COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
HEALTH AND SANITATION – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ -	\$ -	\$ 173,648	\$ 173,648
Licenses and Permits	295,445	295,445	327,004	31,559
Fines and Forfeitures	127,950	127,950	122,892	(5,058)
Use of Money and Property	96,087	96,087	360,408	264,321
Intergovernmental Revenues	19,551,966	19,830,837	16,089,703	(3,741,134)
Charges for Services	200,750	200,750	153,459	(47,291)
Other Revenues	38,860	38,860	67,879	29,019
Total Revenues	20,311,058	20,589,929	17,294,993	(3,294,936)
EXPENDITURES				
Current:				
Health and Sanitation	17,287,544	18,232,943	14,690,940	3,542,003
Debt Service:				
Principal	-	-	137,681	137,681
Capital Outlay	-	-	6,596	(6,596)
Total Expenditures	17,287,544	18,232,943	14,835,217	3,673,088
EXCESS OF REVENUES OVER EXPENDITURES	3,023,514	2,356,986	2,459,776	102,790
OTHER FINANCING SOURCES (USES)				
Transfers In	2,573,287	2,621,487	247,254	(2,374,233)
Transfers Out	(10,581,705)	(10,629,905)	(5,559,776)	5,070,129
Leases	-	-	6,596	6,596
Total Other Financing Sources (Uses)	(8,008,418)	(8,008,418)	(5,305,926)	2,702,492
NET CHANGE IN FUND BALANCES	(4,984,904)	(5,651,432)	(2,846,150)	2,805,282
Fund Balances - Beginning of Year	17,360,461	17,360,461	17,360,461	-
FUND BALANCES - END OF YEAR	<u>\$ 12,375,557</u>	<u>\$ 11,709,029</u>	<u>\$ 14,514,311</u>	<u>\$ 2,805,282</u>

See accompanying Note to Budgetary Comparison Schedules.

**COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
PUBLIC ASSISTANCE – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of Money and Property	\$ 65,194	\$ 65,194	\$ 105,753	\$ 40,559
Intergovernmental Revenues	12,142,766	12,142,766	12,781,235	638,469
Other Revenues	18,000	18,000	22,990	4,990
Total Revenues	<u>12,225,960</u>	<u>12,225,960</u>	<u>12,909,978</u>	<u>684,018</u>
EXPENDITURES				
Current:				
Public Assistance	<u>5,672,255</u>	<u>5,672,255</u>	<u>5,045,309</u>	<u>626,946</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>6,553,705</u>	<u>6,553,705</u>	<u>7,864,669</u>	<u>1,310,964</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	4,992,504	4,992,504	-	(4,992,504)
Transfers Out	<u>(13,554,610)</u>	<u>(13,541,602)</u>	<u>(7,221,562)</u>	<u>6,320,040</u>
Total Other Financing Sources (Uses)	<u>(8,562,106)</u>	<u>(8,549,098)</u>	<u>(7,221,562)</u>	<u>1,327,536</u>
NET CHANGE IN FUND BALANCES	<u>(2,008,401)</u>	<u>(1,995,393)</u>	<u>643,107</u>	<u>2,638,500</u>
Fund Balances - Beginning of Year	<u>3,373,285</u>	<u>3,373,285</u>	<u>3,373,285</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 1,364,884</u></u>	<u><u>\$ 1,377,892</u></u>	<u><u>\$ 4,016,392</u></u>	<u><u>\$ 2,638,500</u></u>

See accompanying Note to Budgetary Comparison Schedules.

**COUNTY OF COLUSA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
COUNTY SERVICE AREAS – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 12,000	\$ 12,000	\$ 12,334	\$ 334
Use of Money and Property	(25,000)	(25,000)	(28,636)	(3,636)
Intergovernmental Revenues	684,250	684,250	-	(684,250)
Charges for Services	103,000	103,000	95,038	(7,962)
Total Revenues	<u>774,250</u>	<u>774,250</u>	<u>78,736</u>	<u>(695,514)</u>
EXPENDITURES				
Current:				
Health and Sanitation	565,578	558,414	531,027	27,387
Debt Service:				
Principal	5,724	5,724	8,288	(2,564)
Total Expenditures	<u>571,302</u>	<u>564,138</u>	<u>539,315</u>	<u>24,823</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>202,948</u>	<u>210,112</u>	<u>(460,579)</u>	<u>(670,691)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	10,000	2,836	2,836	-
Transfers Out	-	-	(19)	(19)
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>2,836</u>	<u>2,817</u>	<u>(19)</u>
NET CHANGE IN FUND BALANCES	<u>212,948</u>	<u>212,948</u>	<u>(457,762)</u>	<u>(670,710)</u>
Fund Balances - Beginning of Year	<u>(2,095,719)</u>	<u>(2,095,719)</u>	<u>(2,095,719)</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ (1,882,771)</u></u>	<u><u>\$ (1,882,771)</u></u>	<u><u>\$ (2,553,481)</u></u>	<u><u>\$ (670,710)</u></u>

COUNTY OF COLUSA, CALIFORNIA
NOTE TO BUDGETARY COMPARISON SCHEDULES
JUNE 30, 2023

BUDGETARY BASIS OF ACCOUNTING

Formal budgetary integration is employed as a management control device during the year. The County presents a comparison of annual budgets to actual results for the County's General and Major Special Revenue funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County adopts a budget for each fiscal year on or before October 2. Budgeted expenditures are enacted into law through the passage of an Appropriation Resolution. This resolution mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

The following procedures are performed by the County in establishing the budgetary data reflected in the financial statements:

1. The Budget Committee consists of two members of the Board of Supervisors, the Auditor-Controller, the CAO, the Assistant Auditor-Controller, and the Budget Management Analyst. This Committee submits to the Board of Supervisors a recommended budget for the fiscal year commencing the following July 1. The budget includes recommended expenditures and the means of financing them.
2. On or before June 30 of each year, the Board, by formal action, shall approve the recommended budget, including the revisions it deems necessary for the purpose of having authority to spend until the budget is adopted.
3. The Board conducts a public hearing on the recommended budget to obtain comments from interested persons.
4. Prior to October 2, the final budget is adopted through Board resolution.
5. From the effective date of the final budget, which is adopted and controlled at the department level, the amounts stated therein, as recommended expenditures become appropriations to the various County departments. The Board of Supervisors may amend the budget by motion during the fiscal year. The Board of Supervisors may authorize transfers from one object or purpose to another within the same department.

The County uses an encumbrance system as an extension of normal budgetary accounting for the General and other governmental funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year end are recorded as reservations of fund balance since they do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.

COMBINING FUND STATEMENTS

**COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Special Revenue Funds			
	Lighting Districts	General Government	Loan Program	Education
ASSETS				
Cash and Investments	\$ 6,525	\$ 278,394	\$ 1,293,427	\$ 210,279
Receivables:				
Accounts	-	-	-	-
Intergovernmental	-	126,725	-	25,049
Interest	70	1,624	14,192	2,687
Restricted Cash and Investments	-	-	-	-
Loans Receivable	-	-	133,872	-
	<u>-</u>	<u>-</u>	<u>133,872</u>	<u>-</u>
Total Assets	<u>\$ 6,595</u>	<u>\$ 406,743</u>	<u>\$ 1,441,491</u>	<u>\$ 238,015</u>
LIABILITIES				
Accounts Payable	\$ 336	\$ 59,656	\$ -	\$ 15
Deposits Payable	-	12,870	-	-
Total Liabilities	<u>336</u>	<u>72,526</u>	<u>-</u>	<u>15</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	75,707	19,582	-
FUND BALANCES				
Restricted	6,259	333,244	1,421,909	238,000
Unassigned	-	(74,734)	-	-
Total Fund Balances	<u>6,259</u>	<u>258,510</u>	<u>1,421,909</u>	<u>238,000</u>
	<u>6,259</u>	<u>258,510</u>	<u>1,421,909</u>	<u>238,000</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 6,595</u>	<u>\$ 406,743</u>	<u>\$ 1,441,491</u>	<u>\$ 238,015</u>

**COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Special Revenue Funds	Capital Projects Funds		
	Recreation and Culture	Courthouse Construction	County Criminal Justice Construction	Total
ASSETS				
Cash and Investments	\$ 3,120	\$ 444,638	\$ 740,716	\$ 2,977,099
Receivables:				
Accounts	-	-	-	-
Intergovernmental	-	1,884	7,229	160,887
Interest	13	4,869	8,067	31,522
Restricted Cash and Investments	-	-	-	-
Loans Receivable	-	-	-	133,872
Total Assets	<u>\$ 3,133</u>	<u>\$ 451,391</u>	<u>\$ 756,012</u>	<u>\$ 3,303,380</u>
LIABILITIES				
Accounts Payable	\$ 75	\$ 4,853	\$ -	\$ 64,935
Deposits Payable	-	-	-	12,870
Total Liabilities	<u>75</u>	<u>4,853</u>	<u>-</u>	<u>77,805</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	-	-	95,289
FUND BALANCES				
Restricted	3,058	446,538	756,012	3,205,020
Unassigned	-	-	-	(74,734)
Total Fund Balances	<u>3,058</u>	<u>446,538</u>	<u>756,012</u>	<u>3,130,286</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,133</u>	<u>\$ 451,391</u>	<u>\$ 756,012</u>	<u>\$ 3,303,380</u>

**COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds			
	Lighting Districts	General Government	Loan Program	Education
REVENUES				
Taxes	\$ 7,000	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Use of Money and Property	131	243,715	25,677	4,578
Intergovernmental Revenues	-	1,912,183	-	41,702
Other Revenues	-	55,627	-	76,799
Total Revenues	7,131	2,211,525	25,677	123,079
EXPENDITURES				
Current:				
General Government	8,141	2,110,365	-	-
Recreation and Culture	-	-	-	-
Debt Service:				
Principal	-	359	-	-
Capital Outlay	-	-	-	-
Total Expenditures	8,141	2,110,724	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,010)	100,801	25,677	123,079
OTHER FINANCING SOURCES (USES)				
Transfers In	-	8,276	-	-
Transfers Out	-	(5,295)	-	(86,984)
Total Other Financing Sources (Uses)	-	2,981	-	(86,984)
NET CHANGE IN FUND BALANCES	(1,010)	103,782	25,677	36,095
Fund Balance - Beginning of Year	7,269	154,728	1,396,232	201,905
FUND BALANCE - END OF YEAR	<u>\$ 6,259</u>	<u>\$ 258,510</u>	<u>\$ 1,421,909</u>	<u>\$ 238,000</u>

**COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds	Capital Projects Funds		
	Recreation and Culture	Courthouse Construction	County Criminal Justice Construction	Total
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 7,000
Fines and Forfeitures	-	23,817	90,510	114,327
Use of Money and Property	184	8,187	11,008	293,480
Intergovernmental Revenues	-	-	-	1,953,885
Other Revenues	-	-	-	132,426
Total Revenues	184	32,004	101,518	2,501,118
EXPENDITURES				
Current:				
General Government	-	-	-	2,118,506
Recreation and Culture	3,437	-	-	3,437
Debt Service:				
Principal	-	-	-	359
Capital Outlay	-	15,707	50	15,757
Total Expenditures	3,437	15,707	50	2,138,059
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(3,253)	16,297	101,468	363,059
OTHER FINANCING SOURCES (USES)				
Transfers In	3,362	-	-	11,638
Transfers Out	-	(1,500)	-	(93,779)
Total Other Financing Sources (Uses)	3,362	(1,500)	-	(82,141)
NET CHANGE IN FUND BALANCES	109	14,797	101,468	280,918
Fund Balance - Beginning of Year	2,949	431,741	654,544	2,849,368
FUND BALANCE - END OF YEAR	<u>\$ 3,058</u>	<u>\$ 446,538</u>	<u>\$ 756,012</u>	<u>\$ 3,130,286</u>

**COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2023**

ASSETS	<u>Airport</u>	<u>East Park Reservoir</u>	<u>Total</u>
Current Assets:			
Cash and Investments	\$ -	\$ -	\$ -
Receivables:			
Accounts	67,182	2,951	70,133
Due from Other Government	-	159,555	159,555
Inventory	<u>-</u>	<u>2,840</u>	<u>2,840</u>
Total Current Assets	67,182	165,346	232,528
Noncurrent Assets:			
Lease Receivable	52,560	-	52,560
Capital Assets:			
Depreciable:			
Structures and Improvements	91,793	520,222	612,015
Accumulated Depreciation	(88,685)	(43,947)	(132,632)
Total Noncurrent Assets	<u>55,668</u>	<u>476,275</u>	<u>531,943</u>
Total Assets	122,850	641,621	764,471
DEFERRED OUTFLOWS OF RESOURCES			
Deferred OPEB Adjustments	-	10,451	10,451
Deferred Pension Adjustments	<u>-</u>	<u>63,259</u>	<u>63,259</u>
Total Deferred Outflows of Resources	-	73,710	73,710
LIABILITIES			
Current Liabilities:			
Accounts Payable	24,044	20,166	44,210
Due to Other Funds	<u>91,131</u>	<u>137,351</u>	<u>228,482</u>
Total Current Liabilities	115,175	157,517	272,692
Noncurrent Liabilities:			
Compensated Absences	-	6,077	6,077
Net OPEB Liability	-	8,198	8,198
Net Pension Liability	<u>-</u>	<u>269,605</u>	<u>269,605</u>
Total Noncurrent Liabilities	<u>-</u>	<u>283,880</u>	<u>283,880</u>
Total Liabilities	115,175	441,397	556,572
DEFERRED INFLOWS OF RESOURCES			
Deferred OPEB Adjustments	-	477	477
Deferred Pension Adjustments	-	1,606	1,606
Deferred Lease Revenue	<u>51,951</u>	<u>-</u>	<u>51,951</u>
Total Deferred Inflows of Resources	<u>51,951</u>	<u>2,083</u>	<u>54,034</u>
NET POSITION			
Net Investment in Capital Assets	3,108	476,275	479,383
Unrestricted	<u>(47,384)</u>	<u>(204,424)</u>	<u>(251,808)</u>
Total Net Position	<u>\$ (44,276)</u>	<u>\$ 271,851</u>	<u>\$ 227,575</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2023

	Business-Type Activities		
	Airport	East Park Reservoir	Total
OPERATING REVENUES			
Charges for Services	\$ -	\$ 97,675	\$ 97,675
Other Revenue	402,794	46	402,840
Total Operating Revenues	402,794	97,721	500,515
OPERATING EXPENSES			
Salaries and Employee Benefits	3,343	190,797	194,140
Services and Supplies	650,108	30,224	680,332
Depreciation	3,108	18,637	21,745
Total Operating Expenses	656,559	239,658	896,217
OPERATING LOSS	(253,765)	(141,937)	(395,702)
NONOPERATING REVENUES			
Taxes	99,088	-	99,088
Interest Income	49,334	(6,615)	42,719
Intergovernmental Revenues	-	474,602	474,602
Total Nonoperating Revenues	148,422	467,987	616,409
LOSS BEFORE TRANSFERS	(105,343)	326,050	220,707
Transfers In	20,000	223,317	243,317
CHANGE IN NET POSITION	(85,343)	549,367	464,024
Net Position (Deficit) - Beginning of Year	41,067	(277,516)	(236,449)
NET POSITION (DEFICIT) - END OF YEAR	<u>\$ (44,276)</u>	<u>\$ 271,851</u>	<u>\$ 227,575</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2023

	Business-Type Activities - Enterprise Funds		
	Airport	East Park Reservoir	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 356,132	\$ (64,326)	\$ 291,806
Payments to Suppliers	(626,790)	(38,117)	(664,907)
Payments to Employees	(3,343)	(199,341)	(202,684)
Net Cash Used by Operating Activities	(274,001)	(301,784)	(575,785)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Taxes Received	99,088	-	99,088
Other Receipts	-	474,602	474,602
Receipts from Interfund Loans	91,131	85,813	176,944
Transfers from Other Funds	20,000	223,317	243,317
Net Cash Provided by Noncapital Financing Activities	210,219	783,732	993,951
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	-	(475,366)	(475,366)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(475,366)	(475,366)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Earnings (Expense Paid)	49,449	(6,582)	42,867
Net Cash Provided by Investing Activities	49,449	(6,582)	42,867
NET DECREASE IN CASH AND CASH EQUIVALENTS	(14,333)	-	(14,333)
Cash and Cash Equivalents - Beginning of Year	14,333	-	14,333
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES			
Operating Loss	\$ (253,765)	\$ (141,937)	\$ (395,702)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:			
Depreciation	3,108	18,637	21,745
(Increase) Decrease in:			
Accounts Receivable	(46,003)	(2,492)	(48,495)
Due from Other Governments	-	(159,555)	(159,555)
Inventory	-	11	11
Lease Receivable	(7,618)	-	(7,618)
Deferred Outflows - Pension	-	(34,608)	(34,608)
Deferred Outflows - OPEB	-	1,821	1,821
Deferred Outflows - Lease Revenue	6,959	-	6,959
Increase (Decrease) in:			
Accounts Payable and Other Liabilities	23,318	(7,904)	15,414
Compensated Absences	-	972	972
Net Pension Liability	-	71,718	71,718
Net OPEB Liability (Asset)	-	(636)	(636)
Deferred Inflows - OPEB	-	(1,745)	(1,745)
Deferred Inflows - Pension	-	(46,066)	(46,066)
Net Cash Used by Operating Activities	<u>\$ (274,001)</u>	<u>\$ (301,784)</u>	<u>\$ (575,785)</u>

