

**COUNTY OF COLUSA,
CALIFORNIA**



**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
JUNE 30, 2012**

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COUNTY OF COLUSA
Annual Financial Report
For the Year Ended June 30, 2012

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INTRODUCTORY SECTION

- **County Officials**

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COUNTY OF COLUSA
County Officials
For the Year Ended June 30, 2012

ELECTED OFFICIALS

Supervisor, District 1.....	Kim Dolbow-Vann
Supervisor, District 2.....	Thomas A. Indrieri
Supervisor, District 3	Mark D. Marshall
Supervisor, District 4.....	Gary J. Evans
Supervisor, District 5.....	Denise J. Carter
Assessor.....	Wayne C. Zoller
Auditor/Controller.....	Peggy Scroggins
Clerk/Recorder.....	Kathleen Moran
District Attorney.....	John Poyner
Sheriff/Coroner.....	Scott Marshall
Treasurer/Tax Collector	Daniel Charter

DEPARTMENT DIRECTORS/ADMINISTRATORS

Agricultural Commissioner.....	Joseph Damiano
Chief Probation Officer	Steven Bordin
Child Support Services	Mary Anderson
County Counsel	Thomas R. Parker
County Librarian	Wendy Burke
Behavioral Health Director	William Cornelius
Cooperative Extension Director.....	Chris Greer
Health and Human Services Director.....	Elizabeth Kelly
Personnel Director.....	Nikki Berry
Planning and Building Director	Stephen Hackney
Planning Commissioner	Gail Beduhn
Planning Commissioner	Eddie Johnson
Planning Commissioner	Marion Mathis
Planning Commissioner	John Loudon
Planning Commissioner	Steve Vanderpan
Public Works Director	James Bell
Transit Manager	Barbara Salazar

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FINANCIAL SECTION

- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Required Supplementary Information**
- **Combining Nonmajor Fund Statements**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors and Grand Jury
County of Colusa
Colusa, California

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 (County), as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

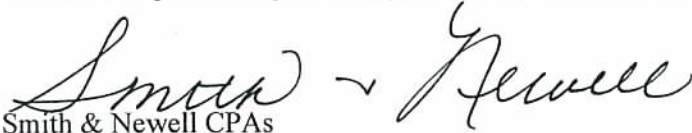
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated March 26, 2013, on our consideration of the County'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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

To the Board of Supervisors and Grand Jury
County of Colusa
Colusa, California

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, 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 auditing standards generally accepted in the United States of America, 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The introductory section and combining nonmajor fund statements are presented for purposes of additional analysis and are not a required part of the financial statements. The combining nonmajor fund statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.


Smith & Newell CPAs
Yuba City, California
March 26, 2013

**Management's Discussion and Analysis
(Unaudited)**

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Management's Discussion and Analysis

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, 2012. We encourage readers to consider the information presented here in conjunction with additional information in our financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of the 2011-12 fiscal year by \$69,947,457 (*net assets*). Of this amount, \$43,107,069 was invested in capital assets, net of related debt, an increase of 1.1%. Of the remaining net assets, \$26,654,199 was restricted for specific purposes (*restricted net assets*), an increase of 22.7%, and \$186,189 was available to meet ongoing obligations to citizens and creditors (*unrestricted net assets*), a decrease of 10.5%.
- The County's total net assets increased by \$3,801,737. The governmental activities net assets at the close of the 2011-12 fiscal year were \$72,175,526, an increase of 6.4%, and the business-type activities net assets were \$(2,228,069), an increase in the deficit of 32.9%.
- The County's governmental funds reported combined fund balances of \$31,353,861, an increase of \$8,013,925 in comparison with the prior year. Approximately 28.6% of the combined fund balances, \$8,963,635, is available to meet the County's current and future needs (*unrestricted fund balance*).
- The County's available (committed, assigned, and unassigned) fund balance for the General Fund was \$5,665,574, or approximately 23.8% of total General Fund expenditures for the year.
- The County's total investment in capital assets increased by \$100,657, net of depreciation.
- The County's total long-term debt increased by \$3,507,998 in comparison with the prior year.

Overview of the Financial Statements

Management's Discussion and Analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements include three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the basic financial statements. Required Supplementary Information is included 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 assets* presents information on all County assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how County net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing or 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. long-term loans and earned but unused vacation leave).

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 significant 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 Cultural Services, and Interest on Long-Term Debt. The business-type activities of the County include the Solid Waste Enterprise and the Airport Enterprise.

Component units are included in the basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same governing board as the County. The component units are blended special revenue funds and include Almond Paradise Street Lighting District, Thompson Street Lighting District, Cross Creek/Whisper Creek Lighting District, Walnut Ranch #1 Street Lighting District, Walnut Ranch #2 & #3 Street Lighting District, Colusa County Service Area #1 – Century Ranch, Colusa County Service Area #2 – Stonyford, and Colusa County Service Area #2 (Reserve) – Stonyford.

The financial statements can be obtained by writing to the Colusa County Auditor-Controller, Peggy Scroggins, 546 Jay Street, Suite 202, Colusa, CA 95932. They may also be viewed on the Colusa County website, Auditor-Controller's page, Financial Documents. www.countyofcolusa.org

The government-wide financial statements can be found on pages 25 - 26 of this report.

Fund financial statements are groupings of related accounts that are 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.

Since 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 County's near-term financing decisions. Both the governmental funds balance sheets and the governmental funds statement of revenues, expenditures and changes in fund balances provide reconciliation to the government-wide financial statement in order to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains governmental funds organized according to their type – general, special revenue, debt service, and capital projects. The County segregates from the General Fund a number of significant functions in major funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues and expenditures and changes in fund balances for the General Fund and other major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements located in the *Combining and Individual Fund Statements and Schedules* section of this report.

The governmental funds financial statements can be found on pages 27 – 30 of this report.

Proprietary funds are maintained in two different types. *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 Airport and Solid Waste. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for its Central Services purchasing department, and the Insurance Fund, which provides for the payment of claims for its various insurance programs to protect county assets and employees. 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. The proprietary fund financial statements provide separate information for Airport and Solid Waste, all of which are considered to be major funds. The internal service funds are singled out in the proprietary fund financial statements. Individual fund data for the nonmajor internal service funds is provided in the form of *combining statements* elsewhere in this report.

The proprietary funds financial statements can be found on pages 31 – 33 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the County; entities legally separate from the County and individuals, which are not part of the reporting entity. 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. The accounting used for fiduciary funds is much like that used for proprietary funds except for agency funds.

The fiduciary funds financial statements can be found on pages 34 - 35 of this report.

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

The notes to the basis financial statements can be found on pages 36 - 65 of this report.

Required supplementary information is presented concerning the County's major governmental funds budgets and actual comparisons. The major governmental funds include the County General Fund, Public Works, Health and Human Services, Countywide Road District and CSA #2 Stonyford. The County adopts an annual appropriated budget for these major funds, as well as all other governmental and proprietary funds. Budgetary comparison schedules have been provided for the major funds to demonstrate compliance with these budgets. Required supplementary information also consists of funding progress schedules for the County Defined Benefit Pension Plan and Other Post Employment Benefit Plan.

The required supplementary information can be found on pages 66 - 72 of this report.

Combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental funds, internal service funds, and fiduciary funds and are presented immediately following the required supplementary information.

Combining and individual fund statements and schedules can be found on pages 73 - 99 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

County of Colusa's Net Assets June 30, 2012 and 2011

	Governmental Activities		Business-Type Activities		Total		Variance
	2012	2011	2012	2011	2012	2011	
Assets:							
Current and Other Assets	38,286,867	32,586,427	678,035	391,917	38,964,902	32,978,344	18.15%
Capital Assets	44,982,033	44,872,500	126,838	135,714	45,108,871	45,008,214	0.22%
Total Assets	83,268,900	77,458,927	804,873	527,631	84,073,773	77,986,558	7.81%
Liabilities:							
Current and Other Liabilities	2,906,832	4,173,451	154,067	109,968	3,060,899	4,283,419	-28.54%
Long-Term Liabilities	8,186,542	5,463,171	2,878,875	2,094,248	11,065,417	7,557,419	46.42%
Total Liabilities	11,093,374	9,636,622	3,032,942	2,204,216	14,126,316	11,840,838	19.30%
Net Assets:							
Invested in Capital Assets, net of debt	42,980,231	42,511,642	126,838	135,714	43,107,069	42,647,356	1.08%
Restricted	26,309,976	21,427,004	344,223	298,197	26,654,199	21,725,201	22.69%
Unrestricted	2,885,319	3,883,659	-2,699,130	-2,110,496	186,189	1,773,163	-89.50%
Total Net Assets	72,175,526	67,822,305	-2,228,069	-1,676,585	69,947,457	66,145,720	5.75%

Analysis of Government-Wide Net Assets

As noted earlier, net assets may over time serve as a useful indicator of the County's financial position. On June 30, 2012, the County's assets exceeded its liabilities by \$69,947,457, a 5.75% increase over the prior year.

The largest portion of the County's net assets \$43,107,069, or 62%, is its investment in capital assets (e.g. land, buildings, improvements, equipment, and infrastructure – roads, bridges), which is shown less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens. These assets are *not* available for future spending. Although the County's investment in its 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 can not be used to liquidate those liabilities.

Restricted net assets of \$26,654,199, or 38%, represent resources that are subject to external restrictions on how they may be used. The remaining \$186,189, or 0.3%, unrestricted net assets, may be used to meet the County's ongoing obligations to citizens and creditors. Unfortunately, the Solid Waste Enterprise Fund has a negative balance of \$2,861,376 in unrestricted net assets, which brings down the entire unrestricted net assets countywide.

At the end of the 2011-12 fiscal year, the County reported positive balances in all three categories of net assets, both for the County as a whole, as well as for its separate governmental activities and business-type activities, except for the unrestricted net assets for the business-type activities. This is due to the negative balance in the Solid Waste Enterprise Fund. As stated in the report, this is expected to be eliminated in future years through cost containment and revenue increases. During 2011-12 the deficit in the Unrestricted Fund Balance for business-type activities was increased by \$588,634, a 28% decrease in the Unrestricted Fund Balance. This reduction occurred when a new closure/post-closure study was completed and it was determined that costs for site closures had increased significantly.

County of Colusa's Change in Net Assets
June 30, 2012 and 2011

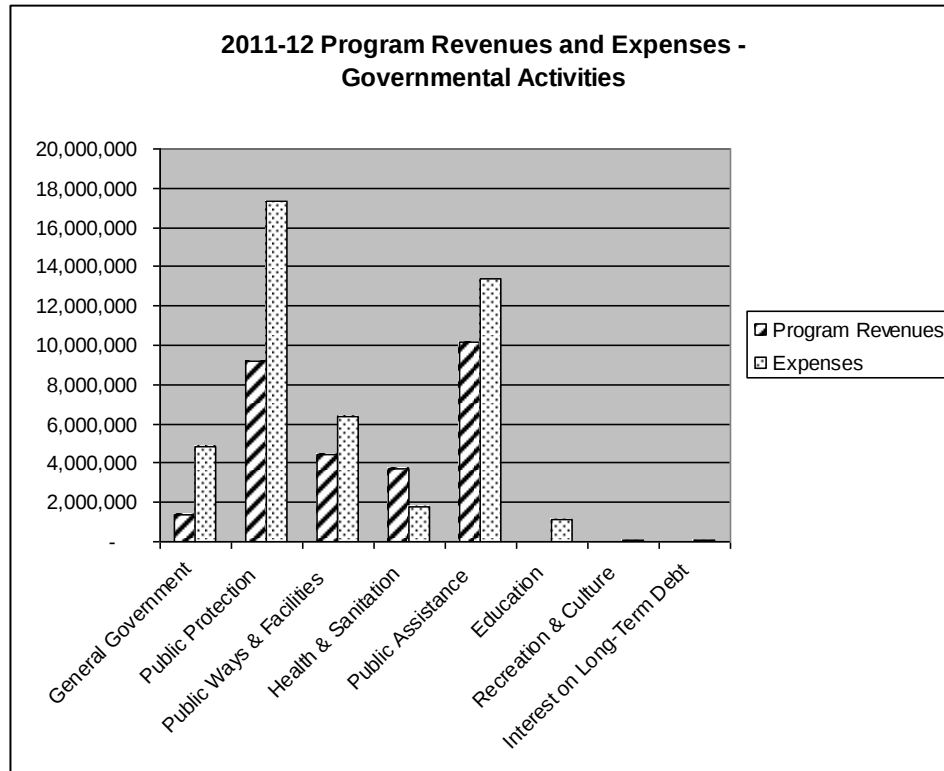
	Governmental Activities		Business-Type Activities		Total		Variance
	2012	2011	2012	2011	2012	2011	
Revenues:							
Program Revenues:							
Charges for Services	5,138,283	5,253,009	1,442,684	1,540,233	6,580,967	6,793,242	-3.12%
Operating Grants & Contributions	23,551,103	23,588,662	10,000	10,000	23,561,103	23,598,662	-0.16%
Capital Grants & Contributions	188,712	936,334	-	-	188,712	936,334	-79.85%
General Revenues:							
Property Taxes	13,608,693	13,018,349	-	-	13,608,693	13,018,349	4.53%
Other Taxes	1,660,284	4,562,158	47,587	44,380	1,707,871	4,606,538	-62.93%
Tobacco Settlement	150,000	150,000	-	-	150,000	150,000	0.00%
Interest & Investment Earnings	1,503,180	194,833	68,843	43,404	1,572,023	238,237	559.86%
Miscellaneous	1,810,098	804,375	482,630	418,055	2,292,728	1,222,430	87.55%
Total Revenues	47,610,353	48,507,720	2,051,744	2,056,072	49,662,097	50,563,792	-1.78%
Expenses:							
General Government	4,824,527	4,070,327	-	-	4,824,527	4,070,327	18.53%
Public Protection	17,305,688	16,834,716	-	-	17,305,688	16,834,716	2.80%
Public Ways & Facilities	6,365,334	5,472,458	-	-	6,365,334	5,472,458	16.32%
Health & Sanitation	1,808,615	2,020,118	-	-	1,808,615	2,020,118	-10.47%
Public Assistance	13,415,901	14,265,354	-	-	13,415,901	14,265,354	-5.95%
Education	1,119,714	1,024,305	-	-	1,119,714	1,024,305	9.31%
Recreation & Culture	42,339	241,390	-	-	42,339	241,390	-82.46%
Interest on Long-Term Debt	115,728	134,866	-	-	115,728	134,866	-14.19%
Solid Waste	-	-	2,068,145	1,445,950	2,068,145	1,445,950	43.03%
Airport	-	-	535,083	472,894	535,083	472,894	13.15%
Total Expenses	44,997,846	44,063,534	2,603,228	1,918,844	47,601,074	45,982,378	3.52%
Change in Net Assets	2,612,507	4,444,186	-551,484	137,228	2,061,023	4,581,414	-55.01%
Prior Period Adjustment	1,740,714	-	-	-	1,740,714	-	
Net Assets - Beginning	67,822,305	63,378,119	-1,676,585	-1,813,813	66,145,720	61,564,306	7.44%
Net Assets - Ending	72,175,526	67,822,305	-2,228,069	-1,676,585	69,947,457	66,145,720	5.75%

Analysis of the Changes in Government-Wide Net Assets

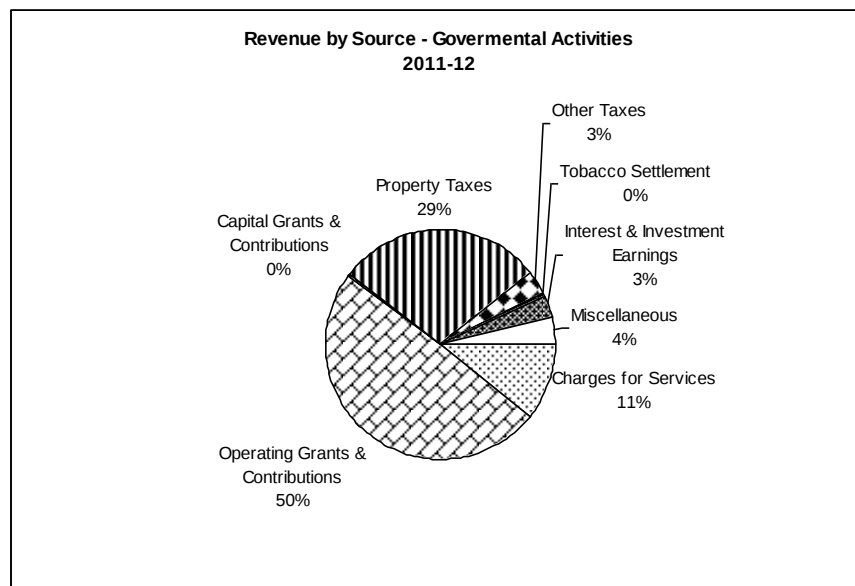
As listed in the Financial Statements, the County's net assets increased by \$3,801,737 during the June 30, 2012, fiscal year. Although revenues were less than last year, and expenses were more than last year, overall, expenses were still less than revenues in 2011-12. The changes are explained below in the governmental activities and business-type activities discussions.

Governmental activities. Governmental activities increased the County's net assets by \$4,353,221, accounting for 114.5% of the total growth. Total governmental revenues consist of general revenues and program revenues. General revenues totaled \$18,732,255; program revenues totaled \$28,878,098. In addition, there was a prior period adjustment totaling \$1,740,714 to eliminate deferred revenue in accordance with GASB Statement No. 54. This one-time prior period adjustment eliminates the deferred revenue originally recognized for CDBG and Home loan receivable balances and appropriately adjusts the fund balances.

The following chart presents a comparison of expenses by function and the associated program revenues for Governmental activities:



Revenues among Governmental activities totaled \$47,610,353 for the year ended 2011-12. The chart below presents the percentage of total revenues by source for Governmental activities:

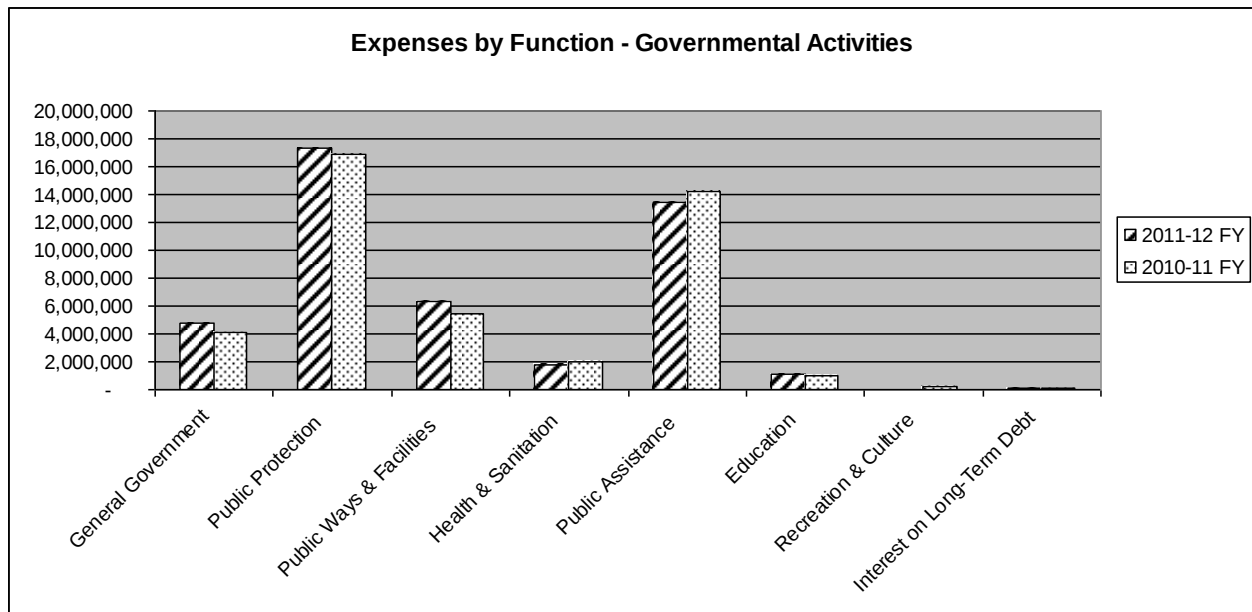


Key elements of the increase/decrease in *revenues* in the Governmental activities:

- Charges for Services decreased \$114,726, or 2.18%.
- Operating Grants and Contributions decreased \$37,559, or 0.16%.
- Capital Grants and Contributions decreased \$747,622, or 79.85%. Funding for Public Ways and Facilities was reduced, including the elimination of the A.R.R.A. grant and reductions to transportation grants.
- Property Tax revenues increased \$590,344, or 4.53%.
- Other Tax revenue category decreased \$2,901,874, or 63.61%. The PG&E power plant created a one-time increase in the Sales and Use Tax and the ½ cent Public Safety Sales Tax during the construction phase. When the facility was completed there was a reduction in these taxes.
- Tobacco Settlement remained even.
- Interest and Investment Earnings increased \$1,308,347, or 671.52%. A number of high-yielding investments matured during 2011-12, and significant interest payments were allocated to all funds based on the average daily balance.
- Miscellaneous Revenue increased \$1,005,723, or 125.03%. The majority of the increases in miscellaneous revenue is due to Transfers In, which is the process of transferring funds from one fund to the appropriate fund to reimburse various operations and reallocate special revenues.

Expenses among Governmental activities for the year ended 2011-12 totaled \$44,997,846 in comparison to the year ended 2010-11 which totaled \$44,063,534; an overall increase in expenses of 2.12%.

The chart below presents the two-year comparison of the total expenses by function for Governmental activities:



Key elements of the increase/decrease in *expenses* in the Governmental activities:

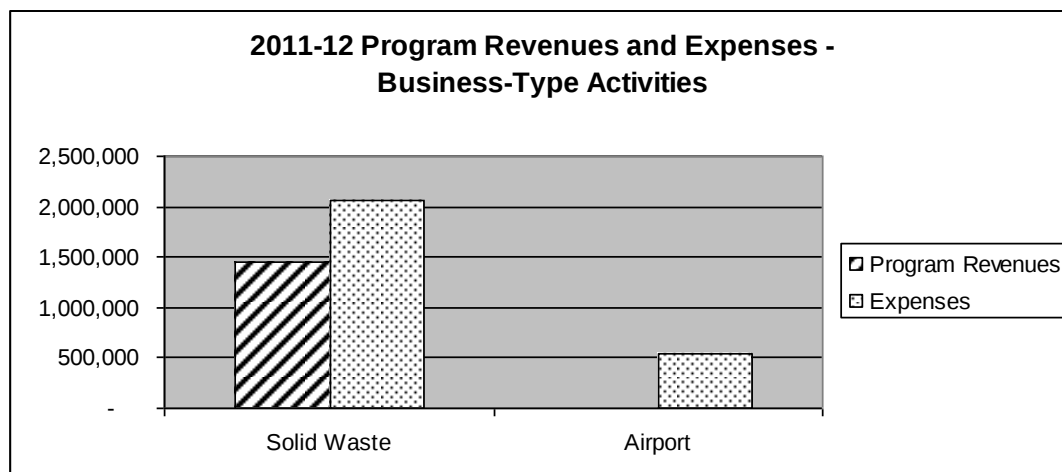
- The General Government category increased by \$754,200, or 18.53%. This category increased for a number of reasons. Actual insurance and claim costs increased. Salaries and Benefits increased 28% in the Personnel Department, and Professional Services in the same department increased substantially. Expenses in Elections and Registrations Department increased due to the number of elections. Professional Services for the Building and Grounds - Maintenance Department increased. In addition to regular contracted maintenance work, these expenses include gardening services and one-time landscaping and sprinkler system at County library. Migrant Farm Housing had several increases for operations, including major equipment repair and sewer and water expenses.

- The Public Protection category increased by \$470,972, or 2.80%.
- The Public Ways and Facilities category increased \$892,876, or 16.32%. The largest increase to this category was in the Airport Special Fund, which included the construction and installation costs for security fencing, gates, and a rotating beacon/tower at the County airport. The Road Fund had significant increases in road construction expenses. There were also moderate increases to insurance, maintenance of equipment and professional services. The construction expenses in the Bridge Fund also increased last year.
- The Health and Sanitation category decreased by \$211,503, or 10.47%. There were several changes in this category between the two fiscal years. While there were increases for Medical Assistance Administration, Center for Disease Control, SB 163 Wrap Around Projects, MHSA Innovation, Mental Health, and most significantly CLRF Mental Health Realignment (new)... there were larger combined decreases for CDC PHER, Mental Health Realignment (old), Mental Health Services, MHSA Prevention and Early Intervention, MHSA Information Technology, Substance Abuse, and Health.
- The Public Assistance category decreased by \$849,453, or 5.95%.
- The Education category increased by \$95,409, or 9.31%. The County Library experienced a significant increase in indirect overhead charges. They also had a moderate increase in their book and subscription purchases.
- The Recreation and Culture category decreased by \$199,051, or 82.46%. There were no expenses for the Prop 40 Park Grants in 2011-12 as there had been in 2010-11.
- The Interest of Long-Term Debt category decreased by \$19,138, or 14.19%. Interest expense is decreasing as loans are being paid annually, or refinanced with lower interest rates.

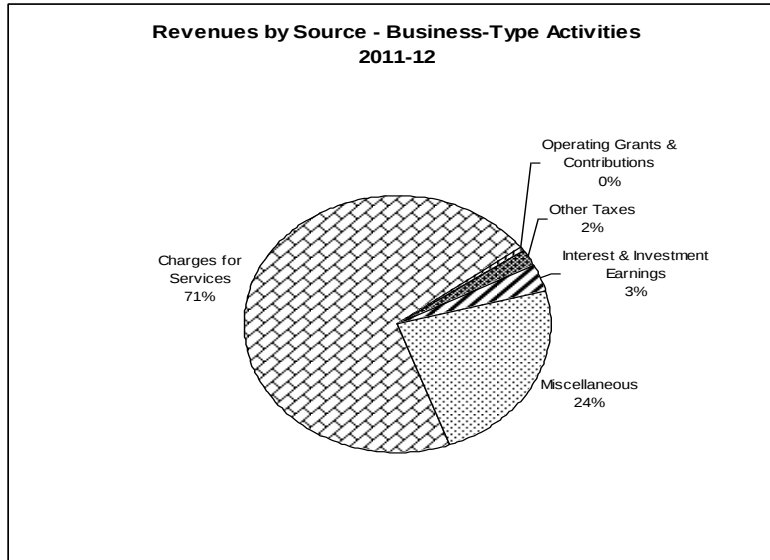
Business-type activities. Business-type activities decreased the County's net assets by \$551,484. Total business-type activities revenues consist of general revenues and program revenues. General revenues totaled \$599,060; program revenues totaled \$1,452,684.

Solid Waste Enterprise program revenues did not cover the various program expenses; this was primarily due to the new closure plan study that identified the increased cost for closures. In addition, program revenues were insufficient to cover program expenses in the Airport Enterprise. Fortunately, non-program revenues consisting of aviation tax, rentals, and sale of gas and oil, kept the Airport Enterprise in the black.

The following chart presents a comparison of expenses by function and the associated program revenues for the Business-type activities:



Revenues among Business-type activities totaled \$2,051,744 for the year ended 2011-12. The chart below presents the percentage of total revenues by source for Business-type activities:

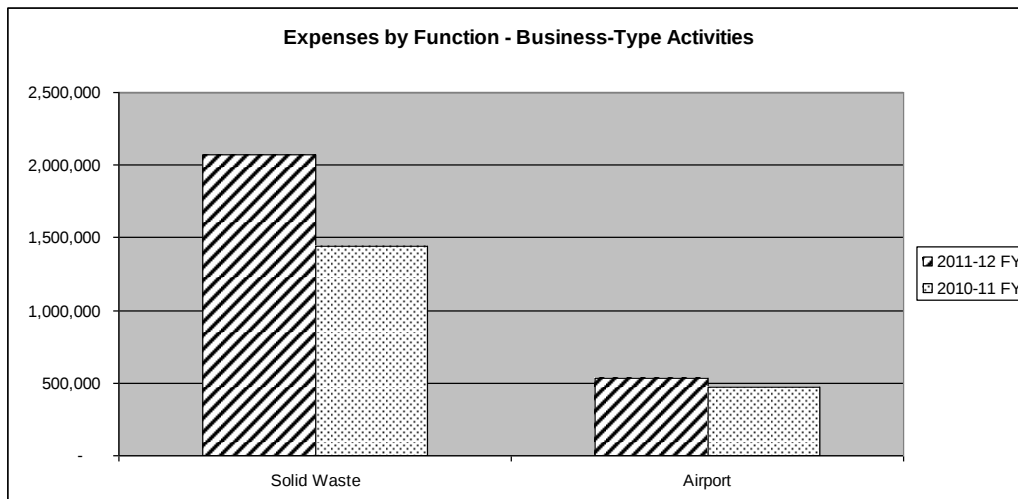


Key elements of the increase/decrease in *revenues* in the Business-type activities:

- Charges for Services decreased \$97,549, or 6.33%. This decrease in revenues was primarily due to a decrease in the collections at the Maxwell Transfer Station for the Solid Waste Enterprise Fund. The 2011-12 collections are more in line with the 2009-10 collections.
- Other Tax revenue category increased \$3,207, or 7.23%. This is due to an increase in Aviation Tax for the Airport Enterprise.
- Interest and Investment Earnings increased \$25,439, or 58.61%. This is due to an increase in Rental payments for the airplane hangers and airport tie-downs, coupled with a smaller increase in Interest earnings during the year.
- Miscellaneous Revenue increased \$64,575, or 15.45%. This increase in revenues was due to the Sale of Gas and Oil in the Airport Enterprise Fund.

Expenses among Business-type activities for the year ended 2011-12 totaled \$2,603,228 in comparison to the year ended 2010-11 which totaled \$1,918,844.

The chart below presents the two-year comparison of the total expenses by function for Business-type activities:



Key elements of the increase/decrease in *expenses* in the Business-type activities:

- The Solid Waste category increased by \$622,195, or 43.03%. Although Professional Services decreased by \$217,603, the Closure Plan Transfer increased by \$767,718. As mentioned previously in this report, the new closure plan study that was completed in 2011-12 determined that costs for site closures had increased significantly.
- The Airport category increased by \$62,189, or 13.15%. There was a large increase within the Airport in the Cost of Gas and Oil, with smaller increases in Tax on Sales of Gas and Oil, and Professional Services. Special Department Expense decreased as a result of a one-time purchase in 2010-11 of a privately owned trailer on County property from the retiring caretaker. Indirect overhead costs also decreased.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted 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, Debt Service, and Capital Project 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, unrestricted (committed, assigned, and unassigned) fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

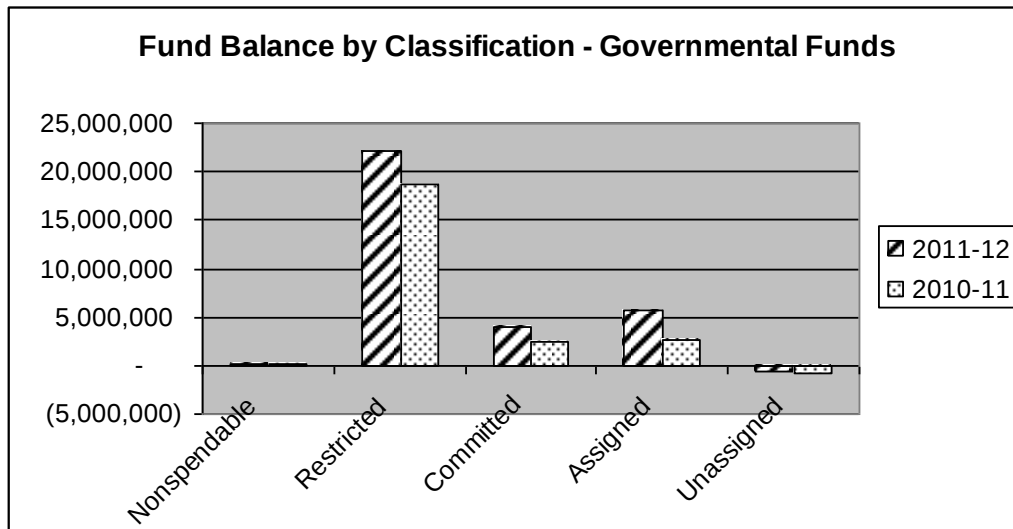
County of Colusa's Net Change in Fund Balance Governmental Funds - Combined June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance - Beginning	23,339,936	22,659,174	680,762	3.00%
Revenues	51,335,346	45,422,781	5,912,565	13.02%
Expenditures	(47,851,729)	(44,523,004)	(3,328,725)	-7.48%
Other Financing Sources (Uses)	2,830,800	-	2,830,800	
Prior Period Adjustments	1,740,714	-	1,740,714	
Change in Inventory	(41,206)	(219,015)	177,809	81.19%
Fund Balance - Ending	<u>31,353,861</u>	<u>23,339,936</u>	<u>8,013,925</u>	<u>34.34%</u>

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance Detail:						
Nonspendable	230,148	0.73%	253,898	1.09%	(23,750)	-9.35%
Restricted	22,160,078	70.68%	18,724,996	80.22%	3,435,082	18.34%
Committed	3,997,632	12.75%	2,508,336	10.75%	1,489,296	59.37%
Assigned	5,665,574	18.07%	2,658,046	11.39%	3,007,528	113.15%
Unassigned	(699,571)	-2.23%	(805,340)	-3.45%	105,769	13.13%
Total Fund Balance	<u>31,353,861</u>	<u>100.00%</u>	<u>23,339,936</u>	<u>100.00%</u>	<u>8,013,925</u>	<u>34.34%</u>

At June 30, 2012, the County's governmental funds reported combined fund balances of \$31,353,861, an increase of \$8,013,925, or 34%, in comparison with the prior year. Approximately 28.6% of this total amount, or \$8,963,635, constitutes unrestricted fund balance of the General, Special Revenue, and Capital Projects funds, which is available to meet the County's current and future needs. The remainder of the fund balance, \$22,390,226, or 71.4%, is either nonspendable or restricted for specific spending.

The chart below presents the two-year comparison of the Fund Balance by Classification for Governmental Funds.

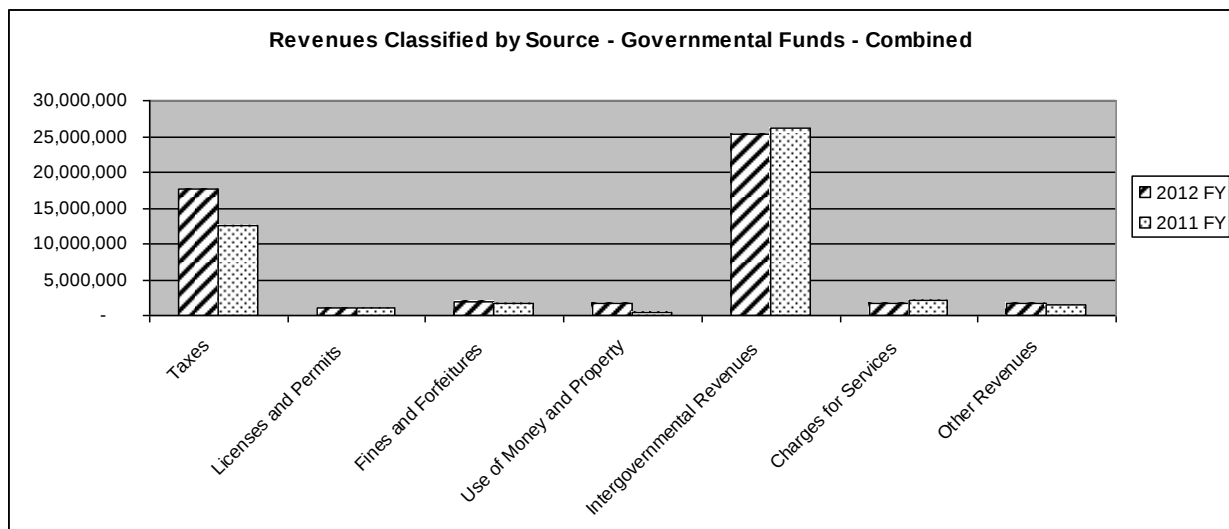


The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year for the governmental funds.

**County of Colusa's Revenues Classified By Source
Governmental Funds - Combined
June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Revenue by Source						
Taxes	17,611,193	34.31%	12,556,304	27.64%	5,054,889	40.26%
Licenses and Permits	1,153,472	2.25%	1,117,980	2.46%	35,492	3.17%
Fines and Forfeitures	1,954,175	3.81%	1,726,672	3.80%	227,503	13.18%
Use of Money and Property	1,714,732	3.34%	412,606	0.91%	1,302,126	315.59%
Intergovernmental Revenues	25,356,754	49.39%	26,074,446	57.41%	(717,692)	-2.75%
Charges for Services	1,794,103	3.49%	2,133,444	4.70%	(339,341)	-15.91%
Other Revenues	1,750,917	3.41%	1,401,329	3.09%	349,588	24.95%
Total Revenue	51,335,346	100.00%	45,422,781	100.01%	5,912,565	13.02%

The chart below presents the two-year comparison of the total revenues by source for governmental funds:

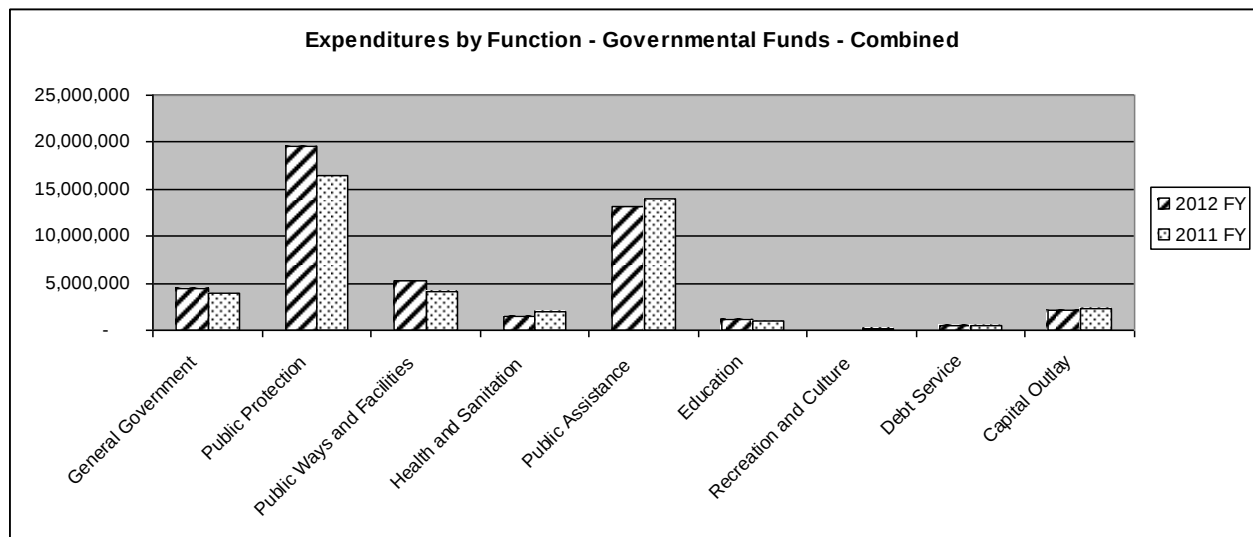


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the governmental funds.

County of Colusa's Expenditures Classified By Function
Governmental Funds - Combined
June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Expenditures by Function						
General Government	4,490,029	9.38%	3,984,143	8.95%	505,886	12.70%
Public Protection	19,495,532	40.75%	16,475,033	36.99%	3,020,499	18.33%
Public Ways and Facilities	5,302,416	11.08%	4,150,085	9.32%	1,152,331	27.77%
Health and Sanitation	1,530,490	3.20%	1,934,027	4.34%	(403,537)	-20.87%
Public Assistance	13,194,202	27.57%	13,934,467	31.30%	(740,265)	-5.31%
Education	1,097,359	2.29%	998,681	2.24%	98,678	9.88%
Recreation and Culture	41,831	0.09%	242,350	0.54%	(200,519)	-82.74%
Debt Service	560,129	1.17%	503,419	1.13%	56,710	11.26%
Capital Outlay	2,139,741	4.47%	2,300,799	5.17%	(161,058)	-7.00%
Total Expenditures	47,851,729	100.00%	44,523,004	99.98%	3,328,725	7.48%

The chart below presents the two-year comparison of the total expenses by function for governmental funds:



Other financing sources and uses for the governmental funds are presented below to illustrate changes from the prior year.

County of Colusa's Other Financing Sources (Uses)
Governmental Funds - Combined
June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Proceeds from Debt	2,830,800	100.00%	-		2,830,800	
Transfers In	12,886,179	455.21%	13,765,774		-879,595	-6.39%
Transfers Out	-12,886,179	-455.21%	-13,765,774		879,595	-6.39%
Total Other Financing Sources (Uses)	2,830,800	100.00%	-		2,830,800	

The General Fund. The General Fund is the primary operating fund of the County. At June 30, 2012, the unrestricted portion of the fund balance was \$5,665,574, an increase of \$3,007,576 (113% increase) in comparison to the prior year balance; while the total fund balance was \$7,505,687, an increase of \$3,090,453 (70% increase) in comparison to the prior fiscal year balance.

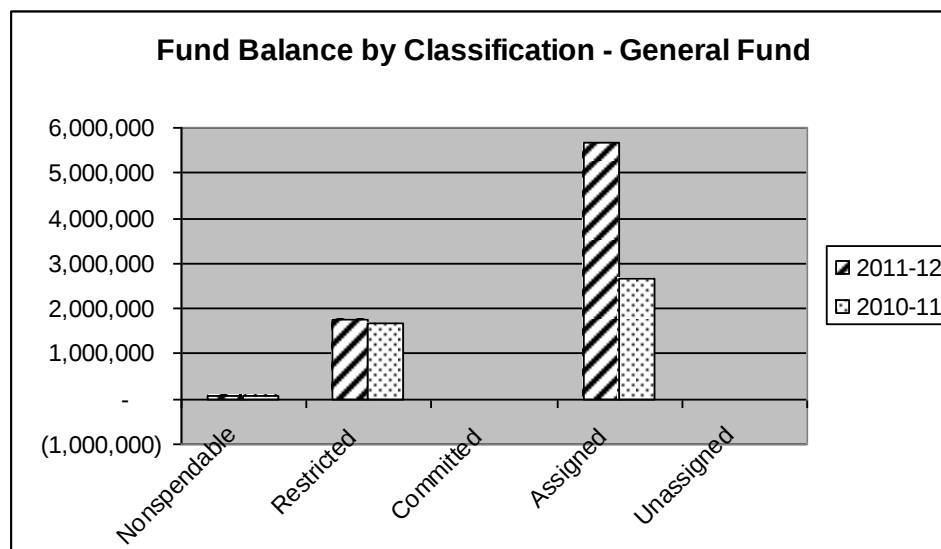
As a measure of the General Fund's liquidity, it may be useful to compare available fund balance and total fund balance to total General Fund expenditures. The unrestricted fund balance represents 23.8% of total General Fund expenditures, while total fund balance represents 31.5% of the total General Fund expenditures. For the prior year, these figures were 12.4% and 20.6%, respectively.

**County of Colusa's Net Change in Fund Balance
General Fund
June 30, 2012 and 2011**

	<u>2012</u>	<u>2011</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance - Beginning	4,415,234	5,055,894	(640,660)	-12.67%
Revenues	25,385,598	21,061,301	4,324,297	20.53%
Expenditures	(23,810,352)	(21,389,508)	(2,420,844)	11.32%
Other Financing Sources (Uses)	1,515,207	(312,453)	1,827,660	-584.94%
Fund Balance - Ending	<u>7,505,687</u>	<u>4,415,234</u>	<u>3,090,453</u>	<u>70.00%</u>

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance Detail:						
Nonspendable	77,882	1.04%	60,226	1.36%	17,656	29.32%
Restricted	1,762,231	23.48%	1,697,010	38.44%	65,221	3.84%
Committed	-	0.00%	-	0.00%	-	
Assigned	5,665,574	75.48%	2,658,046	60.20%	3,007,528	113.15%
Unassigned	-	0.00%	(48)	0.00%	48	-100.00%
Total Fund Balance	<u>7,505,687</u>	<u>100.00%</u>	<u>4,415,234</u>	<u>100.00%</u>	<u>3,090,453</u>	<u>70.00%</u>

The chart below presents the two-year comparison of the Fund Balance by Classification for the General Fund.

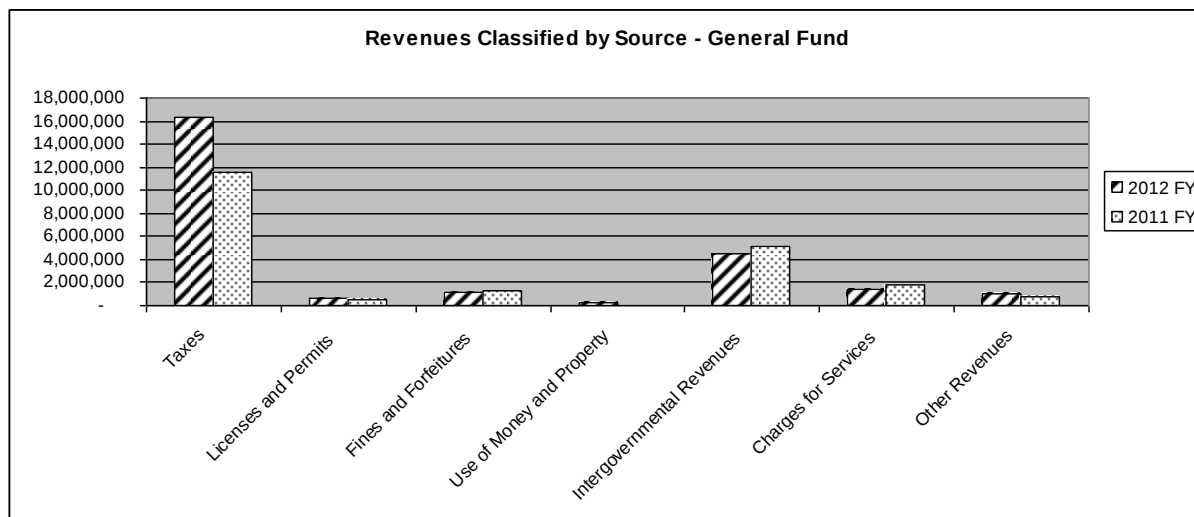


The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year for the General Fund.

County of Colusa's Revenues Classified By Source
General Fund
June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Revenue by Source						
Taxes	16,381,880	64.53%	11,522,375	54.71%	4,859,505	42.17%
Licenses and Permits	624,670	2.46%	576,504	2.74%	48,166	8.35%
Fines and Forfeitures	1,184,942	4.67%	1,245,155	5.91%	(60,213)	-4.84%
Use of Money and Property	265,110	1.04%	54,986	0.26%	210,124	382.14%
Intergovernmental Revenues	4,517,308	17.79%	5,161,465	24.51%	(644,157)	-12.48%
Charges for Services	1,435,168	5.65%	1,758,593	8.35%	(323,425)	-18.39%
Other Revenues	976,520	3.85%	742,223	3.52%	234,297	31.57%
Total Revenue	25,385,598	99.99%	21,061,301	100.00%	4,324,297	20.53%

The chart below presents the two-year comparison of the total revenues by source for the County General Fund:

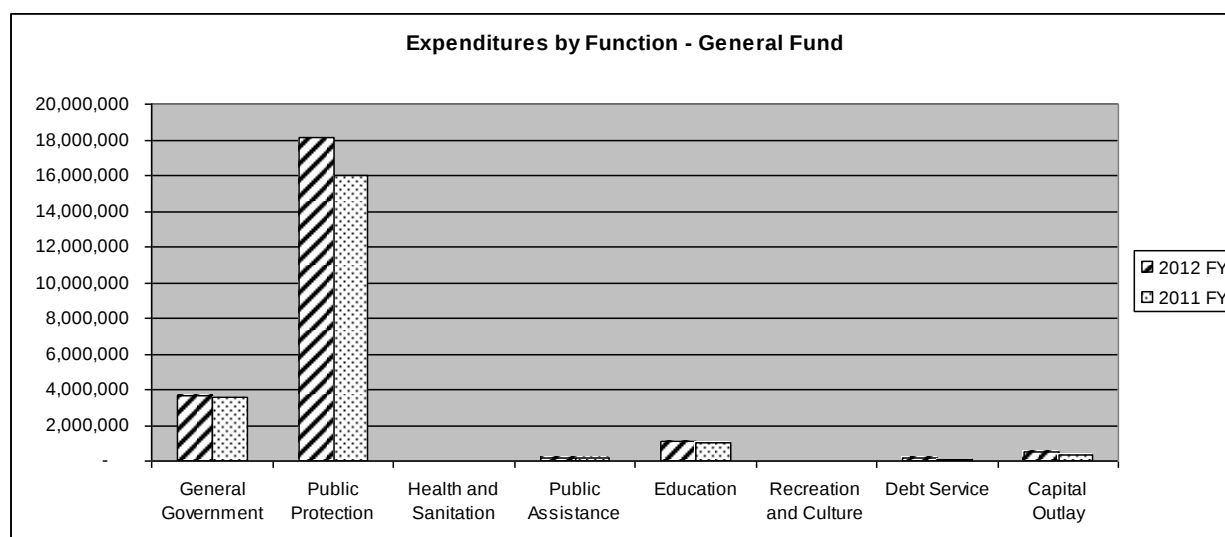


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the General Fund.

County of Colusa's Expenditures Classified By Function
General Fund
June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Expenditures by Function						
General Government	3,675,220	15.44%	3,613,823	16.90%	61,397	1.70%
Public Protection	18,128,541	76.14%	16,032,011	74.96%	2,096,530	13.08%
Health and Sanitation	-	0.00%	21,661	0.10%	(21,661)	-100.00%
Public Assistance	183,797	0.77%	198,118	0.93%	(14,321)	-7.23%
Education	1,097,359	4.61%	998,681	4.67%	98,678	9.88%
Recreation and Culture	41,831	0.18%	40,553	0.19%	1,278	3.15%
Debt Service	183,898	0.77%	102,911	0.48%	80,987	78.70%
Capital Outlay	499,706	2.10%	381,750	1.78%	117,956	30.90%
Total Expenditures	23,810,352	100.01%	21,389,508	100.01%	2,420,844	11.32%

The chart below presents the two-year comparison of the total expenses by function for the County General Fund:



Other financing sources and uses for the General Fund are presented below to illustrate changes from the prior year.

County of Colusa's Other Financing Sources (Uses)
General Fund
June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Proceeds from Debt	2,830,800	186.83%	-	0.00%	2,830,800	
Transfers In	1,291,101	85.21%	2,208,127	-706.71%	(917,026)	-41.53%
Transfers Out	(2,606,694)	-172.04%	(2,520,580)	806.71%	(86,114)	3.42%
Total Other Financing Sources (Uses)	1,515,207	100.00%	(312,453)	100.00%	1,827,660	-584.94%

Other Major Funds Highlights

The Public Works Fund is used to account for the activities associated with the construction and maintenance of county roads. The net increase in fund balance is \$142,349, or 3.4%.

The Health and Human Services Fund is 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 net increase in fund balance is \$77,017, or 67.1%.

The Countywide Road District Fund is used to account for revenues and expenditures for the Road District. The net increase in fund balance is \$1,336,529, or 35.8%.

The County Service Area #2 - Stonyford Fund is used to account for water services to the citizens of Stonyford. The net decrease in fund balance is \$43,258, or 16.1%.

The net fund balances for the remaining other governmental funds, which are non-major governmental funds, increased \$1,670,121 to a total of \$14,781,318, a 12.7% increase. This net increase in fund balance was determined after the prior period adjustment was posted, which re-stated deferred revenue originally recognized for CDBG and Home loan receivable balances.

Proprietary funds. The County's proprietary funds provide the same type of information found in the governmental financial statements, but in more detail.

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

County of Colusa's Net Change in Fund Net Assets

Enterprise Funds

June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Total Net Assets - Beginning	-1,676,585	-1,813,813	137,228	-7.57%
Operating Revenues	1,442,684	1,540,233	-97,549	-6.33%
Operating Expenses	-2,603,228	-1,918,844	-684,384	35.67%
Non-Operating Revenues (Expenses)	609,060	515,839	93,221	18.07%
Total Net Assets - Ending	<u>-2,228,069</u>	<u>-1,676,585</u>	<u>-551,484</u>	<u>32.89%</u>

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Net Assets Detail:						
Invested in Capital Assets	126,838	-5.69%	135,714	-8.09%	-8,876	-6.54%
Restricted for Closure Maintenance	344,223	-15.45%	298,197	-17.79%	46,026	15.43%
Unrestricted	-2,699,130	121.14%	-2,110,496	125.87%	-588,634	27.89%
Total Net Assets	<u>-2,228,069</u>	<u>100.00%</u>	<u>-1,676,585</u>	<u>99.99%</u>	<u>-551,484</u>	<u>32.89%</u>

Unrestricted net assets (deficits) of the Solid Waste Enterprise amounted to (\$2,861,376); while the unrestricted net assets of the Airport Enterprise amounted to \$162,246 for the fiscal year ending June 30, 2012.

Net assets remain in a deficit for the combined enterprise funds, specifically the Solid Waste Enterprise Fund. Although the Solid Waste Fund has had a deficit balance for years, this is the first time in five years that there was not a positive change in net assets. The combined decrease in net assets of \$551,484 was caused by a slight decrease in revenues, coupled with increases to operating expenses of 35.7%. The large increase in the 2011-12 expenditures for Solid Waste Enterprise Fund was due to the new closure plan study that determined that costs for site closures had increased significantly. As mentioned earlier, through cost containment and planned revenue increases it is expected that the Solid Waste Enterprise Fund will be brought back to a positive balance in future years.

The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year for the enterprise funds.

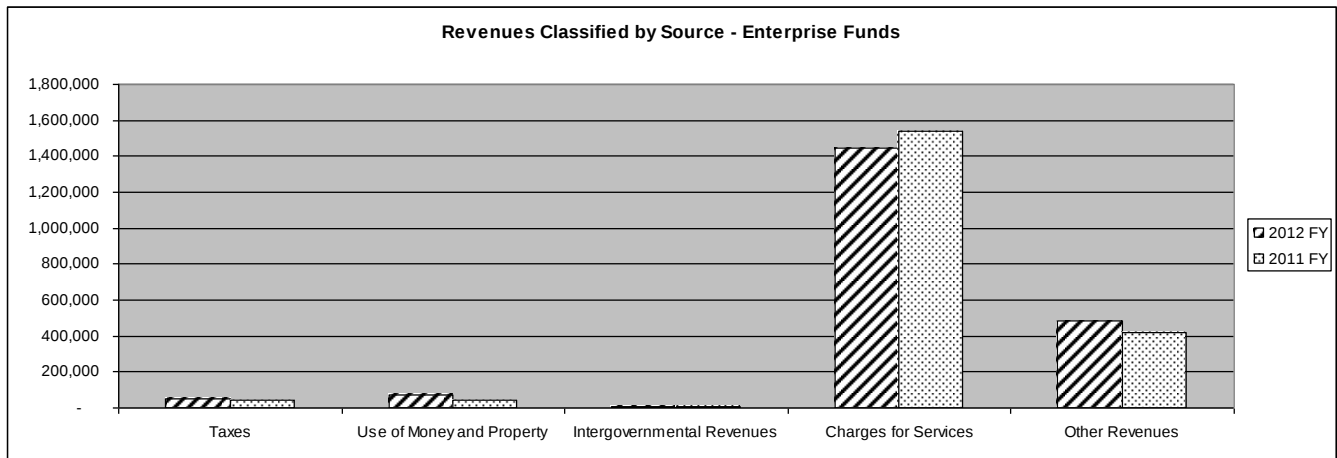
County of Colusa's Revenues Classified By Source

Enterprise Funds

June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Revenue by Source						
Taxes	47,587	2.32%	44,380	2.16%	3,207	7.23%
Use of Money and Property	68,843	3.36%	43,404	2.11%	25,439	58.61%
Intergovernmental Revenues	10,000	0.49%	10,000	0.49%	-	0.00%
Charges for Services	1,442,684	70.32%	1,540,233	74.91%	(97,549)	-6.33%
Other Revenues	482,630	23.52%	418,055	20.33%	64,575	15.45%
Total Revenue	<u>2,051,744</u>	<u>100.01%</u>	<u>2,056,072</u>	<u>100.00%</u>	<u>(4,328)</u>	<u>-0.21%</u>

The chart below presents the two-year comparison of the total revenues by source of the enterprise funds:

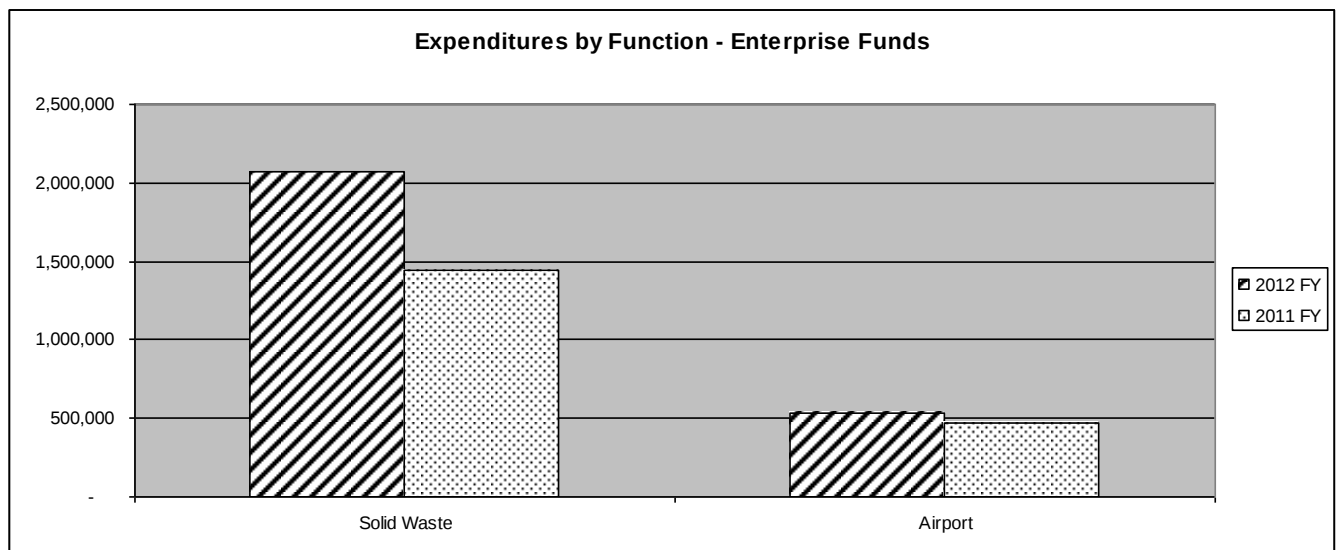


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the enterprise funds.

**County of Colusa's Expenditures Classified by Function
Enterprise Funds
June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Expenditures Classified by Function						
Solid Waste	2,068,145	79.45%	1,445,950	75.36%	622,195	43.03%
Airport	535,083	20.55%	472,894	24.64%	62,189	13.15%
Total Expenditures	2,603,228	100.00%	1,918,844	100.00%	684,384	35.67%

The chart below presents the two-year comparison of the expenses by function for the enterprise funds:



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 Central Services purchasing department and the Insurance Fund.

**County of Colusa's Net Change in Fund Net Assets
Internal Service Funds
June 30, 2012 and 2011**

	<u>2012</u>	<u>2011</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Total Net Assets - Beginning	975,414	530,230	445,184	83.96%
Operating Revenues	1,361,463	1,437,398	-75,935	-5.28%
Operating Expenses	-1,515,844	-1,006,169	-509,675	50.66%
Non-Operating Revenues (Expenses)	4,939	13,955	-9,016	-64.61%
Total Net Assets - Ending	<u>825,972</u>	<u>975,414</u>	<u>-149,442</u>	<u>-15.32%</u>

	<u>2012</u>		<u>2011</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Net Assets Detail:						
Invested in Capital Assets	10,799	1.31%	11,518	1.18%	-719	-6.24%
Unrestricted						
Undesignated	815,173	98.69%	963,896	98.82%	-148,723	-15.43%
Total Net Assets	<u>825,972</u>	<u>100.00%</u>	<u>975,414</u>	<u>100.00%</u>	<u>-149,442</u>	<u>-15.32%</u>

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year the Board of Supervisors revised the County's budget a number of times. Each time a grant or specific revenue enhancement is made available to a County program that requires new appropriations, a budget amendment is required.

About mid-year, each department is asked to review their revenue and expenditure budgets for trends. Adjustments may be recommended where indicated and monitored for the remainder of the year. In addition, starting at mid-year monthly budget status reports for both revenue and appropriations are provided by the County Auditor to the Board of Supervisors. Unless there is an unforeseen and unusual circumstance that causes a budget overrun, a draw on Contingencies is not recommended.

Differences between the original budget and the final amended budget for the General Fund resulted in a \$466,691 increase in appropriations. The components of this increase are briefly summarized as follows: \$2,090,593 increase to general government; \$331,135 increase to public protection; \$17,872 increase to public assistance; \$38,262 increase to education; \$1,235 increase to recreation; \$870 increase to debt service; \$492,844 increase in capital outlay, and \$2,506,120 decrease in contingencies.

At fiscal year end, actual revenues were higher than the final budget by \$1,959,032, or 8.36%, and actual expenditures were under the final budget by \$294,781, or 1.22%. The net activity, including transfers, increased the General Fund's fund balance by \$3,090,453, as opposed to the original budget that would have decreased the fund balance by \$2,188,463, or the final budget that would have decreased the fund balance by \$2,322,512. The actual increase in fund balance includes \$2,830,800 for the issuance of debt for Pension Obligation Bonds (POB). Without these POB funds the fund balance would have increased \$259,653.

Differences between the original budget and the final amended budget, as well as differences between the final amended budget and the actual amounts, are summarized in the table below.

County of Colusa's Budgetary Comparison
General Fund, Public Works Fund, Health and Human Services Fund, Countywide Road District Fund, CSA #2 - Stonyford Fund
for Fiscal Year Ended June 30, 2012

	Original	Final	Actual	Net Change Between		Net Change Between	
	Budget	Budget	Amounts	Original & Final Budget		Final Budget & Actual	
				Amount	Variance	Amount	Variance
<u>General Fund:</u>							
Total Revenues	23,033,280	23,426,566	25,385,598	393,286	1.71%	1,959,032	8.36%
Total Expenditures	-23,638,442	-24,105,133	-23,810,352	-466,691	1.97%	294,781	-1.22%
Other Financing Sources (Uses)	-1,583,301	-1,643,945	1,515,207	-60,644	3.83%	3,159,152	-192.17%
Net Change in Fund Balance	-2,188,463	-2,322,512	3,090,453	-134,049	6.13%	5,412,965	-233.07%
<u>Public Works Fund:</u>							
Total Revenues	2,623,447	2,895,522	3,894,721	272,075	10.37%	999,199	34.51%
Total Expenditures	-5,030,390	-5,302,465	-5,240,912	-272,075	5.41%	61,553	-1.16%
Other Financing Sources (Uses)	1,529,746	1,529,746	1,529,746	-	0.00%	-	0.00%
Change in Inventory-Purchase Method	-41,206	-41,206	-41,206	-	0.00%	-	0.00%
Net Change in Fund Balance	-918,403	-918,403	142,349	-	0.00%	1,060,752	-115.50%
<u>Health and Human Services Fund:</u>							
Total Revenues	822,085	838,861	764,815	16,776	2.04%	-74,046	-8.83%
Total Expenditures	-6,792,861	-6,817,817	-5,864,591	-24,956	0.37%	953,226	-13.98%
Other Financing Sources (Uses)	5,978,956	5,978,956	5,176,793	-	0.00%	-802,163	-13.42%
Net Change in Fund Balance	8,180	-	77,017	-8,180	0.00%	77,017	
<u>Countywide Road District Fund:</u>							
Total Revenues	875,485	875,485	1,279,552	-	0.00%	404,067	46.15%
Total Expenditures	-800,000	-800,000	-	-	0.00%	800,000	-100.00%
Other Financing Sources (Uses)	56,977	56,977	56,977	-	0.00%	-	0.00%
Net Change in Fund Balance	132,462	132,462	1,336,529	-	0.00%	1,204,067	908.99%
<u>CSA #2 - Stonyford Fund:</u>							
Total Revenues	45,800	45,800	30,032	-	0.00%	-15,768	-34.43%
Total Expenditures	-65,875	-65,875	-73,290	-	0.00%	-7,415	11.26%
Net Change in Fund Balance	-20,075	-20,075	-43,258	-	0.00%	-23,183	115.48%

Additional information on the General Fund and other major funds budget can be found on pages 67-72.

CAPITAL ASSETS

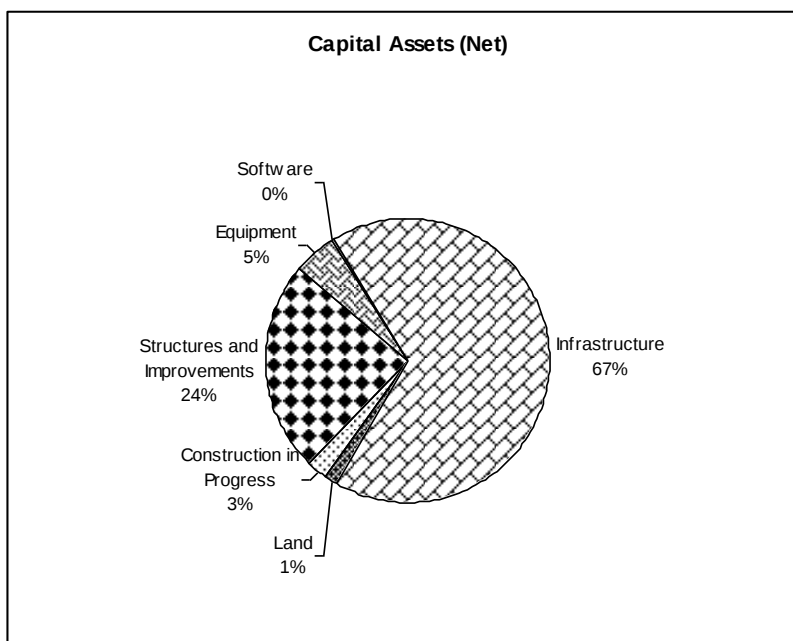
The County's investment in capital assets for its governmental and business-type activities as of June 30, 2012, amounted to \$45,108,871 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, structures and improvements, equipment, software, and infrastructure (roads and bridges, etc.).

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

**County of Colusa
Capital Assets**

	Governmental Activities		Business-Type Activities		Total		Variance
	2012	2011	2012	2011	2012	2011	
Land	608,717	608,717	-	-	608,717	608,717	0.00%
Construction in Progress	1,147,666	1,347,420	-	-	1,147,666	1,347,420	-14.82%
Structures and Improvements	10,747,545	11,310,535	123,342	131,051	10,870,887	11,441,586	-4.99%
Equipment	2,237,294	2,151,212	3,496	4,663	2,240,790	2,155,875	3.94%
Software	136,422	158,382	-	-	136,422	158,382	-13.87%
Infrastructure	30,104,389	29,296,234	-	-	30,104,389	29,296,234	2.76%
Total Capital Assets (Net)	44,982,033	44,872,500	126,838	135,714	45,108,871	45,008,214	0.22%

The chart below presents the County's percentage of investment in each type of Capital Asset compared to total Capital Assets.



Additional information on the County's capital assets can be found in Note 4 on pages 49 - 50 of this report.

DEBT ADMINISTRATION

At June 30, 2012, the County had total long-term debt outstanding of \$11,065,417 as compared to \$7,557,419 in the prior year. The majority of the increase was Pension Obligation Bonds totaling \$2,830,800, which were sold by the County in 2011-12 in order to refinance the CalPERS Safety Side Fund obligation. Further, additions to compensated absences amounted to \$1,170,763; closure/post closure amounted to \$796,193, and OPEB obligation amounted to \$989,681. During the year, retirement of debt amounted to \$2,279,439.

Pursuant to employee negotiations, which became effective January 1, 2010, and January 1, 2014, the County's obligation for compensated absences will theoretically start to decrease.

Starting January 1, 2010, an employee can have no more vacation time on the books than one and one-half times their annual accrual rate. Consequently, once an employee reaches their maximum, they will not earn any additional vacation days until they use some of their vacation days on the books. Further, the County is no longer paying off excess vacation balances as was annually done in the past. The County will still pay off earned vacation days when an employee separates employment with the County. (There are provisions for vacation balances on the books as of December 31, 2009.)

Effective January 1, 2014, the value of each vacation hour included in an employee's pre-2009 vacation account will be calculated at the employee's current hourly rate of pay and will be frozen at that amount.

Previously when an employee left County service they were paid for a portion of their sick days, based on the total number of days they had on the books. Pursuant to negotiations, employees will no longer be paid for any sick leave they earn January 1, 2010, and thereafter. (The old payoff factors still apply to sick leave on the books at December 31, 2009.) There is no limit to the number of sick days an employee can earn; but there is no payoff provision for sick days earned in the future.

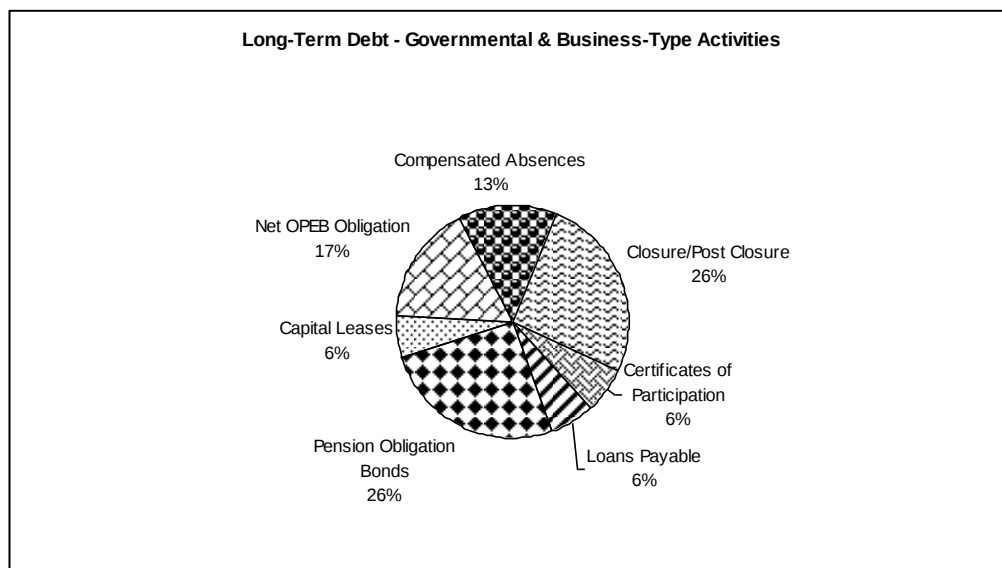
The 2008-09 Fiscal Year is the first year the County was required to calculate and disclose our OPEB Obligation (Other Post-Employee Benefits). The County is currently evaluating alternatives for an independent OPEB trustee. It is anticipated the selected trustee and firm will be in place by the end of the 2012-13 fiscal year, which should allow the County to record a higher earning rate and reduce the County's ultimate liability.

Pursuant to GASB 45, an employer has made an OPEB contribution in relation to the Annual Required Contribution (ARC) if the employer has (1) made payments of benefits directly to or on behalf of a retiree or beneficiary, (2) made premium payments to an insurer, or (3) irrevocably transferred assets to a trust in which plan assets are dedicated to providing benefits to retirees and their beneficiaries. Colusa County has made direct benefit payments, which are considered "pay-as-you-go". In addition, the County has been making annual deposits to an internal trust fund within the County Treasury. As of June 30, 2012, the County has deposited \$1,758,884 to reduce the OPEB liability. However, since the funds within the County Treasury are not considered irrevocable, they can not be considered "Plan Assets" for financial reporting purposes and will not reduce the OPEB liability at this time. If the irrevocable trust had been established as of June 30, 2012, the OPEB liability on the financial statements (including the Transit Agency) would have been reduced by 95%.

The following table shows the composition of the County's total outstanding debt for governmental and proprietary funds.

County of Colusa							
Long-Term Debt							
	Governmental Activities		Business-Type Activities		Total		Variance
	2012	2011	2012	2011	2012	2011	
Certificates of Participation	714,500	836,700	-	-	714,500	836,700	-14.60%
Loans Payable	678,581	816,780	-	-	678,581	816,780	-16.92%
Pension Obligation Bonds	2,830,800	-	-	-	2,830,800	-	
Capital Leases	644,786	748,745	-	-	644,786	748,745	-13.88%
Net OPEB Obligation	1,839,230	1,351,342	5,620	4,071	1,844,850	1,355,413	36.11%
Compensated Absences	1,478,645	1,709,604	1,463	928	1,480,108	1,710,532	-13.47%
Closure/Post Closure	-	-	2,871,792	2,089,249	2,871,792	2,089,249	37.46%
Total Long-Term Debt	8,186,542	5,463,171	2,878,875	2,094,248	11,065,417	7,557,419	46.42%

The chart below illustrates the County's percentage of each type of long-term debt.



Additional information on the County's long-term debt can be found in Note 7 on pages 52 - 54 of this report.

Economic Factors and Next Year's Budget and Rates

The County developed the 2011-12 annual budget based on State budget projections, with serious consideration given to the diminished economic factors, both in the State of California and the County of Colusa. The same conservative approach was used when developing the 2012-13 annual budget.

County administration is watching the State legislature and officials closely, testifying before legislature and committees whenever possible in defense of small counties. We expect the State's critical financial situation to impact local governments as they attempt to balance their budget, and reassign additional programs to the counties that have been the responsibility of the State in the past. County officials are monitoring their budgets closely and are keeping the Board of Supervisors apprised of any changes in funding sources or service requirements. As a result, the 2013-14 requested budgets are to include no new increases.

The County is aware of State programs that may be reduced or eliminated; however, in many cases the mandates still exist. The County has serious concerns about the enactment of AB109 - Parole Reform and the funding shortfalls. Currently the realigned funds from the State are not covering the increased costs of the programs, and we understand there may be additional cuts next year. We are closely monitoring the discussions at the State level and County personnel are lobbying to keep funding in place for small counties. There is still a concern that the Rural Law Enforcement dollars may be eliminated by the State. In the past these revenues have been used to purchase discretionary law enforcement programs and equipment that the County General Fund can not afford. In addition, this year State funding for the drug enforcement program was cut mid-year after budgets were adopted. The County will be required to use contingencies to cover the State shortfall.

The State funded departments of Health and Human Services and Behavioral Health continue to be impacted with funding reductions and the reassignment of some programs to the County level. Regulations have changed that make it more difficult for an individual to qualify for certain services from the State, so it puts an added burden on the County to provide those services; and during this state fiscal crisis, there are more citizens that require the Health and Human services. Currently, the County anticipates that our costs for the indigent population will exceed the approved budget, and what we have spent in previous years.

The County has been informed that Federal funding of some programs may also be reduced or eliminated in future years. The most recent notice indicated a loss in Payment in Lieu of Taxes (PILT) and Secure Rural Schools (SRS) funding. County officials are closely monitoring Federal activity and addressing funding and program issues whenever possible.

Since Colusa County is not a high growth area, we have been somewhat protected from the high property tax reductions many counties have experienced. Although a modest number of homes have been reappraised due to Prop 8, and the gas well appraisals may not be as high as they have been in prior years, the County's total assessed value increased 5% from 2011-12 to 2012-13. The new PG&E power plant was put into operation in December 2010 and has had a positive effect on the County property tax roll. The PG&E power plant will generate \$5,143,642 in new property taxes for the General Fund in 2012-13; that amount equals 36% of the total General Fund's current secured and unsecured property taxes, excluding supplemental property taxes. The County Board of Supervisors has been fiscally conservative with the use of these new funds, in order to build up a reserve and to prepare for contingencies. The Board recognizes the State's fiscal problems and want to ensure the County weathers the economic storm and that needed services are still available for our citizens.

Making sound business decisions, the County Board of Supervisors is funding the County's OPEB liability annually. A contribution rate has been built into the monthly payroll calculation and the funds are being set aside. As soon as a trustee is selected those funds will be moved to an irrevocable trust. It is anticipated that this financial move will reduce the County's outstanding liability. Further, the County has a limited OPEB liability; its only obligation is for a small contribution for retiree health insurance. Eligible employees hired prior to January 1, 2013, receive \$252 per month towards health insurance. Employees hired after December 31, 2012, will receive the minimum PEMHCA (Public Employees' Medical and Hospital Care Act) amount, which is currently \$115 per month.

Additional negotiated adjustments to employee salary and benefit plans will reduce the County's on-going future employee expenses. These savings result from reductions in retirement benefits, a move from in-lieu plans to Section 125 cafeteria plans, changes in the vacation benefits, etc.

The County is also taking advantage of the low interest rates and refinancing outstanding loans when it is beneficial for the County. During 2011-12 the County refinanced the CalPERS Safety Side Fund obligation. The County was paying approximately 7.75% for the Safety Side Fund and was able to refinance the obligation at 3.75%. These savings will directly benefit the County General Fund.

Colusa County routinely has one of the highest unemployment rates in the State, and due to the economy and severe financial conditions it is worse than usual. These circumstances have put an additional burden on the services we provide our citizens and a strain on our resources. We do not expect the State's financial issues to be resolved within the next budget year; we expect the next couple years to be even more difficult as the State continues to "realign" services to the local level. Consequently, we are taking steps and considering these possibilities when adopting our County budget. Colusa County is committed to providing the services needed by our citizens, while maintaining conservative financial management practices to avoid detrimental effects on our financial structure, and the viability of our County.

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 Colusa County Auditor-Controller, Peggy Scroggins, 546 Jay Street, Suite 202, Colusa, CA 95932; (530) 458-0400.

Basic Financial Statements

- **Government-Wide Financial Statements**

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COUNTY OF COLUSA
Statement of Net Assets
June 30, 2012

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 27,973,960	\$ 523,958	\$ 28,497,918
Accounts receivable	103,924	143,058	246,982
Due from other governments	2,457,542	-	2,457,542
Interest receivable	259,963	4,542	264,505
Taxes receivable	726,738	-	726,738
Prepaid costs	2,002,087	6,477	2,008,564
Advances to employees	660	-	660
Due from other agencies	28,737	-	28,737
Inventory	156,239	-	156,239
Restricted cash and investments	47,973	-	47,973
Deferred charges	85,705	-	85,705
Loans receivable	1,663,442	-	1,663,442
Net pension asset	2,779,897	-	2,779,897
Capital assets:			
Non-depreciable	1,756,383	-	1,756,383
Depreciable, net	43,225,650	126,838	43,352,488
Total capital assets	<u>44,982,033</u>	<u>126,838</u>	<u>45,108,871</u>
Total Assets	<u>83,268,900</u>	<u>804,873</u>	<u>84,073,773</u>
LIABILITIES			
Accounts payable	1,619,314	154,067	1,773,381
Interest payable	4,169	-	4,169
Deposits payable	10,865	-	10,865
Unearned revenue	271,062	-	271,062
Accrued claims liability	1,001,422	-	1,001,422
Long-term liabilities:			
Due within one year	1,103,073	46	1,103,119
Due in more than one year	7,083,469	2,878,829	9,962,298
Total Liabilities	<u>11,093,374</u>	<u>3,032,942</u>	<u>14,126,316</u>
NET ASSETS			
Invested in capital assets, net of related debt	42,980,231	126,838	43,107,069
Restricted for:			
General government	3,517,611	-	3,517,611
Public protection	4,797,526	-	4,797,526
Public ways & facilities	9,907,551	-	9,907,551
Health & sanitation	5,920,175	-	5,920,175
Public assistance	1,740,812	-	1,740,812
Education	421,646	-	421,646
Recreation & culture	4,655	-	4,655
Closure maintenance	-	344,223	344,223
Unrestricted	2,885,319	(2,699,130)	186,189
Total Net Assets	<u>\$ 72,175,526</u>	<u>\$ (2,228,069)</u>	<u>\$ 69,947,457</u>

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF COLUSA
Statement of Activities
For the Year Ended June 30, 2012

Functions/Programs:	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions Capital Grants and Contributions
Governmental activities:			
General government	\$ 4,824,527	\$ 1,077,770	\$ 279,951 -
Public protection	17,305,688	3,091,859	5,916,137 188,712
Public ways and facilities	6,365,334	99,998	4,308,678 -
Health and sanitation	1,808,615	365,017	3,348,562 -
Public assistance	13,415,901	490,845	9,675,725 -
Education	1,119,714	12,794	22,050 -
Recreation and culture	42,339	-	- -
Interest on long-term debt	115,728	-	- -
Total Governmental Activities	44,997,846	5,138,283	23,551,103 188,712
Business-type activities:			
Solid waste	2,068,145	1,442,684	10,000 -
Airport	535,083	-	- -
Total Business-Type Activities	2,603,228	1,442,684	10,000 -
Total	\$ 47,601,074	\$ 6,580,967	\$ 23,561,103 \$ 188,712

General revenues:

Taxes:

 Property taxes
 Sales and use taxes
 Franchise taxes
 Aviation taxes
Tobacco settlement
Interest and investment earnings
Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets - Beginning

Prior period adjustment

Net Assets - Beginning, Restated

Net Assets - Ending

The notes to the basic financial statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

Governmental Activities	Business- Type Activities	Total
\$ (3,466,806)	\$ -	\$ (3,466,806)
(8,108,980)	-	(8,108,980)
(1,956,658)	-	(1,956,658)
1,904,964	-	1,904,964
(3,249,331)	-	(3,249,331)
(1,084,870)	-	(1,084,870)
(42,339)	-	(42,339)
(115,728)	-	(115,728)
<u>(16,119,748)</u>	<u>-</u>	<u>(16,119,748)</u>
-	(615,461)	(615,461)
<u>-</u>	<u>(535,083)</u>	<u>(535,083)</u>
-	(1,150,544)	(1,150,544)
<u>(16,119,748)</u>	<u>(1,150,544)</u>	<u>(17,270,292)</u>
13,608,693	-	13,608,693
1,163,558	-	1,163,558
496,726	150	496,876
-	47,437	47,437
150,000	-	150,000
1,503,180	68,843	1,572,023
1,810,098	482,630	2,292,728
<u>18,732,255</u>	<u>599,060</u>	<u>19,331,315</u>
2,612,507	(551,484)	2,061,023
67,822,305	(1,676,585)	66,145,720
1,740,714	-	1,740,714
<u>69,563,019</u>	<u>(1,676,585)</u>	<u>67,886,434</u>
<u>\$ 72,175,526</u>	<u>\$ (2,228,069)</u>	<u>\$ 69,947,457</u>

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Basic Financial Statements

- **Fund Financial Statements**

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COUNTY OF COLUSA
Balance Sheet
Governmental Funds
June 30, 2012

	General Fund	Public Works	Health and Human Services	Road District	CSA #2 Stonyford
ASSETS					
Cash and investments	\$ 7,497,474	\$ 3,912,474	\$ 62,022	\$ 5,023,303	\$ -
Accounts receivable	62,452	4,815	5,651	-	6,688
Due from other governments	764,766	243,554	104,782	3,492	-
Interest receivable	61,822	38,194	-	44,716	-
Taxes receivable	314,702	278,276	-	-	-
Prepaid costs	31,903	-	-	-	-
Due from other funds	28,739	-	-	-	-
Inventory	-	151,566	-	-	-
Restricted cash and investments	13	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ 8,761,871	\$ 4,628,879	\$ 172,455	\$ 5,071,511	\$ 6,688
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 639,439	\$ 138,126	\$ 108,206	\$ -	\$ 1,599
Interest payable	-	-	-	-	2,728
Deposits payable	50	-	-	-	-
Due to other funds	-	-	-	-	314,561
Deferred revenue	484,221	3,434	101,943	3,492	-
Unearned revenue	132,474	138,588	-	-	-
Total Liabilities	1,256,184	280,148	210,149	3,492	318,888
Fund Balances:					
Nonspendable	77,882	151,606	400	-	-
Restricted	1,762,231	547,089	-	4,954,647	-
Committed	-	3,650,036	-	113,372	-
Assigned	5,665,574	-	-	-	-
Unassigned	-	-	(38,094)	-	(312,200)
Total Fund Balances	7,505,687	4,348,731	(37,694)	5,068,019	(312,200)
Total Liabilities and Fund Balances	\$ 8,761,871	\$ 4,628,879	\$ 172,455	\$ 5,071,511	\$ 6,688

The notes to the basic financial statements are an integral part of this statement.

Other Governmental Funds	Total
\$ 11,470,687	\$ 27,965,960
24,318	103,924
1,340,948	2,457,542
115,231	259,963
133,760	726,738
63,725	95,628
942,638	971,377
-	151,566
47,960	47,973
1,663,442	1,663,442
<u>\$ 15,802,709</u>	<u>\$ 34,444,113</u>

\$ 332,379	\$ 1,219,749
1,011	3,739
10,815	10,865
570,689	885,250
106,497	699,587
-	271,062
<u>1,021,391</u>	<u>3,090,252</u>

260	230,148
14,896,111	22,160,078
234,224	3,997,632
-	5,665,574
(349,277)	(699,571)
<u>14,781,318</u>	<u>31,353,861</u>
<u>\$ 15,802,709</u>	<u>\$ 34,444,113</u>

COUNTY OF COLUSA
Reconciliation of the Governmental Funds Balance Sheet to the
Government-Wide Statement of Net Assets - Governmental Activities
June 30, 2012

Total Fund Balance - Total Governmental Funds	\$31,353,861
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Deferred charges in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	85,705
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	44,971,234
The net pension asset pertaining to governmental funds is not a current financial resource and therefore, is not recorded in the governmental funds balance sheets.	2,779,897
Other long-term assets are not available to pay for current period expenditures and therefore, are not reported in the funds or are reported as deferred in the governmental funds. Deferred revenue	699,587
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds. Accounts payable	(363,877)
Certificates of participation	(714,500)
Loans payable	(678,581)
Pension obligation bonds payable	(2,830,800)
Capital leases	(644,786)
Compensated absences	(1,478,645)
Net OPEB obligation	(1,829,541)
Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net assets.	825,972
Net Assets of Governmental Activities	<u>\$72,175,526</u>

The notes to the basic financial statements are an integral part of this statement.

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COUNTY OF COLUSA
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	General Fund	Public Works	Health and Human Services	Road District	CSA #2 Stonyford
REVENUES					
Taxes	\$ 16,381,880	\$ 15,768	\$ -	\$ 1,028,595	\$ 1,735
Licenses and permits	624,670	31,080	147,362	-	-
Fines and forfeitures	1,184,942	-	-	-	-
Use of money and property	265,110	237,484	(560)	243,230	(16,514)
Intergovernmental revenues	4,517,308	3,397,206	445,140	7,727	-
Charges for services	1,435,168	65,484	84,318	-	35,302
Other revenues	976,520	147,699	88,555	-	9,509
Total Revenues	25,385,598	3,894,721	764,815	1,279,552	30,032
EXPENDITURES					
Current:					
General government	3,675,220	-	-	-	-
Public protection	18,128,541	-	-	-	60,219
Public ways and facilities	-	3,713,797	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	183,797	-	5,793,063	-	-
Education	1,097,359	-	-	-	-
Recreation and culture	41,831	-	-	-	-
Debt service:					
Principal	82,032	45,141	-	-	11,026
Interest and other charges	20,879	11,489	-	-	2,045
Issuance costs	80,987	-	-	-	-
Capital outlay	499,706	1,470,485	71,528	-	-
Total Expenditures	23,810,352	5,240,912	5,864,591	-	73,290
Excess of Revenues Over (Under) Expenditures	1,575,246	(1,346,191)	(5,099,776)	1,279,552	(43,258)
OTHER FINANCING SOURCES (USES)					
Transfers in	1,291,101	1,529,746	5,196,668	56,977	-
Transfers out	(2,606,694)	-	(19,875)	-	-
Issuance of debt	2,830,800	-	-	-	-
Total Other Financing Sources (Uses)	1,515,207	1,529,746	5,176,793	56,977	-
Net Change in Fund Balances	3,090,453	183,555	77,017	1,336,529	(43,258)
Fund Balances - Beginning	4,415,234	4,206,382	(114,711)	3,731,490	(268,942)
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	4,415,234	4,206,382	(114,711)	3,731,490	(268,942)
Change in inventory on purchases method	-	(41,206)	-	-	-
Fund Balances - Ending	\$ 7,505,687	\$ 4,348,731	\$ (37,694)	\$ 5,068,019	\$ (312,200)

The notes to the basic financial statements are an integral part of this statement.

Other Governmental Funds	Total
\$ 183,215	\$ 17,611,193
350,360	1,153,472
769,233	1,954,175
985,982	1,714,732
16,989,373	25,356,754
173,831	1,794,103
528,634	1,750,917
<u>19,980,628</u>	<u>51,335,346</u>
814,809	4,490,029
1,306,772	19,495,532
1,588,619	5,302,416
1,530,490	1,530,490
7,217,342	13,194,202
-	1,097,359
-	41,831
226,159	364,358
80,371	114,784
-	80,987
<u>98,022</u>	<u>2,139,741</u>
<u>12,862,584</u>	<u>47,851,729</u>
<u>7,118,044</u>	<u>3,483,617</u>
4,811,687	12,886,179
(10,259,610)	(12,886,179)
-	2,830,800
<u>(5,447,923)</u>	<u>2,830,800</u>
<u>1,670,121</u>	<u>6,314,417</u>
11,370,483	23,339,936
<u>1,740,714</u>	<u>1,740,714</u>
13,111,197	25,080,650
-	(41,206)
<u>\$ 14,781,318</u>	<u>\$ 31,353,861</u>

COUNTY OF COLUSA
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2012

Net Change in Fund Balances - Total Governmental Funds **\$ 6,314,417**

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

Governmental funds report capital outlays 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	2,139,741
Less current year depreciation	(1,944,502)
Various adjustments affecting capital assets (including sales and write-off of construction in progress)	(180,874)

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the net cost of the capital assets disposed. Proceeds from the sale of capital assets were \$17,558.

95,887

Governmental funds only report the effect of the net pension asset when first paid. However, the amount is deferred and amortized in the statement of activities.

2,779,897

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

Principal retirements	364,358
Proceeds from issuance of debt, net of cost of issuance of \$80,987	(2,749,813)

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.

Change in accounts receivable	(1,380,961)
Change in taxes receivable	(2,113,658)
Change in deferred revenue	(331,200)

Measurement focus adjustment for inventory reported using the purchases method in the governmental funds and reported using the consumption method in the Statement of Activities.

(41,206)

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 accounts payable	72,331
Change in compensated absences	224,815
Change in net OPEB obligation	(486,339)
Amortization of deferred charges	(944)

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

(149,442)

Change in Net Assets of Governmental Activities **\$ 2,612,507**

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF COLUSA
Statement of Net Assets
Proprietary Funds
June 30, 2012

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Airport	Totals	
ASSETS				
Current Assets:				
Cash and investments	\$ 395,991	\$ 127,967	\$ 523,958	\$ 8,000
Accounts receivable	108,317	34,741	143,058	-
Interest receivable	3,262	1,280	4,542	-
Prepaid costs	6,000	477	6,477	1,906,459
Advances to employees	-	-	-	660
Inventory	-	-	-	4,673
Total Current Assets	513,570	164,465	678,035	1,919,792
Noncurrent Assets:				
Capital assets:				
Depreciable, net	123,343	3,495	126,838	10,799
Total Noncurrent Assets	123,343	3,495	126,838	10,799
Total Assets	636,913	167,960	804,873	1,930,591
LIABILITIES				
Current Liabilities:				
Accounts payable	151,848	2,219	154,067	35,688
Interest payable	-	-	-	430
Due to other funds	-	-	-	57,390
Claims payable	-	-	-	1,001,422
Compensated absences	46	-	46	-
Total Current Liabilities	151,894	2,219	154,113	1,094,930
Noncurrent Liabilities:				
Compensated absences	1,417	-	1,417	-
Closure/postclosure liability	2,871,792	-	2,871,792	-
Net OPEB obligation	5,620	-	5,620	9,689
Total Noncurrent Liabilities	2,878,829	-	2,878,829	9,689
Total Liabilities	3,030,723	2,219	3,032,942	1,104,619
NET ASSETS				
Invested in capital assets	123,343	3,495	126,838	10,799
Restricted for closure maintenance	344,223	-	344,223	-
Unrestricted	(2,861,376)	162,246	(2,699,130)	815,173
Total Net Assets	\$ (2,393,810)	\$ 165,741	\$ (2,228,069)	\$ 825,972

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF COLUSA
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Year Ended June 30, 2012

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Airport	Totals	
OPERATING REVENUES				
Charges for services	\$ 1,442,684	\$ -	\$ 1,442,684	\$ 1,361,463
Total Operating Revenues	1,442,684	-	1,442,684	1,361,463
OPERATING EXPENSES				
Salaries and benefits	49,115	6,128	55,243	109,549
Services and supplies	2,011,321	527,788	2,539,109	236,917
Claims expense	-	-	-	1,168,659
Depreciation	7,709	1,167	8,876	719
Total Operating Expenses	2,068,145	535,083	2,603,228	1,515,844
Operating Income (Loss)	(625,461)	(535,083)	(1,160,544)	(154,381)
NON-OPERATING REVENUES (EXPENSES)				
Taxes	150	47,437	47,587	-
Intergovernmental revenue	10,000	-	10,000	-
Interest income	13,175	55,668	68,843	4,939
Other revenues	1,493	481,137	482,630	-
Total Non-Operating Revenues (Expenses)	24,818	584,242	609,060	4,939
Income (Loss) Before Transfers	(600,643)	49,159	(551,484)	(149,442)
Transfers in	27,636	-	27,636	-
Transfers out	(27,636)	-	(27,636)	-
Change in Net Assets	(600,643)	49,159	(551,484)	(149,442)
Total Net Assets - Beginning	(1,793,167)	116,582	(1,676,585)	975,414
Total Net Assets - Ending	\$ (2,393,810)	\$ 165,741	\$ (2,228,069)	\$ 825,972

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF COLUSA
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2012

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Airport	Totals	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 1,467,945	\$ (8,011)	\$ 1,459,934	\$ 1,361,605
Payments to suppliers	(1,190,019)	(528,925)	(1,718,944)	(1,237,474)
Payments to employees	(47,031)	(6,128)	(53,159)	(114,804)
Net Cash Provided (Used) by Operating Activities	230,895	(543,064)	(312,169)	9,327
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Taxes received	150	47,437	47,587	-
Intergovernmental revenue received	10,000	-	10,000	-
Other revenues received	1,493	481,137	482,630	-
Interfund loans repaid	(159,156)	-	(159,156)	(14,187)
Net Cash Provided (Used) by Noncapital Financing Activities	(147,513)	528,574	381,061	(14,187)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends	10,461	54,987	65,448	4,860
Net Cash Provided (Used) by Investing Activities	10,461	54,987	65,448	4,860
Net Increase (Decrease) in Cash and Cash Equivalents	93,843	40,497	134,340	-
Balances - Beginning of the Year	302,148	87,470	389,618	8,000
Balances - End of the Year	\$ 395,991	\$ 127,967	\$ 523,958	\$ 8,000
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (625,461)	\$ (535,083)	\$ (1,160,544)	\$ (154,381)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	7,709	1,167	8,876	719
Decrease (increase) in:				
Accounts receivable	25,261	(8,011)	17,250	142
Prepaid costs	(6,000)	(477)	(6,477)	21,581
Advances to employees	-	-	-	(660)
Inventory	-	-	-	68
Increase (decrease) in:				
Accounts payable	44,759	(660)	44,099	18,185
Claims payable	-	-	-	128,268
Compensated absences	535	-	535	(6,144)
Closure/postclosure costs	782,543	-	782,543	-
Net OPEB obligation	1,549	-	1,549	1,549
Net Cash Provided (Used) by Operating Activities	\$ 230,895	\$ (543,064)	\$ (312,169)	\$ 9,327

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF COLUSA
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	<u>Investment Trust Funds</u>	<u>Agency Funds</u>
ASSETS		
Cash and investments	\$ 32,151,409	\$ 1,856,583
Taxes receivable	-	1,315,187
Total Assets	<u>32,151,409</u>	<u>3,171,770</u>
LIABILITIES		
Due to other funds	\$ -	\$ 28,737
Agency obligations	-	3,143,033
Total Liabilities	<u>-</u>	<u>3,171,770</u>
NET ASSETS		
Net assets held in trust for investment pool participants	<u>\$ 32,151,409</u>	<u>\$ -</u>

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF COLUSA
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2012

	<u>Investment Trust Funds</u>
ADDITIONS	
Contributions to investment pool	<u>\$ 92,567,588</u>
Total Additions	<u>92,567,588</u>
DEDUCTIONS	
Distributions from investment pool	<u>83,997,190</u>
Total Deductions	<u>83,997,190</u>
Change in Net Assets	8,570,398
Net Assets - Beginning	<u>23,581,011</u>
Net Assets - Ending	<u><u>\$ 32,151,409</u></u>

The notes to the basic financial statements are an integral part of this statement.

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Basic Financial Statements

- **Notes to Basic Financial Statements**

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COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of County of Colusa (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

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.

As required by GAAP, these financial statements present the County and its component units, entities for which the government is considered to be financially accountable.

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.

The blended component unit's governing bodies are substantively the same as the governing body of the primary government. Component units that are blended into the reporting activity types of the County's report are presented below:

Major Special Revenue Fund:

CSA #2 Stonyford

Nonmajor Special Revenue Funds:

Almond Paradise Lighting
Thompson Street Lighting
Cross Creek/Whisper Creek Lighting
Walnut Ranch #1 Lighting
Walnut Ranch #2 & #3 Lighting
CSA #1 Century Ranch
CSA #2 Reserve Stonyford

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net assets 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. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and inter-governmental 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.

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. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

- The Public Works fund is a special revenue fund used to account for revenues and expenditures for streets and road maintenance and expansion. Funding comes primarily from state highway users taxes and state and federal highway improvement grants.
- The Health and Human Services fund is a special revenue fund used to account for revenues and expenditures related to health and human services. Funding comes primarily from state grants.
- The Road District fund is a special revenue fund used to account for revenues and expenditures for the Road District. Funding comes primarily from property taxes.
- The CSA #2 Stonyford fund is a special revenue fund used to account for revenues and expenditures for the administration of CSA #2 Stonyford. Funding comes primarily from water charges and hook up fees.

The County reports the following major proprietary funds:

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

The County reports the following additional fund types:

- Internal Service Funds account for the County's Central Services Program and self-insurance program, which provide services to other departments on a cost reimbursement basis.
- The 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.
- Agency Funds account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include:

Accrued County Trust Funds - Accounts for property tax receipts awaiting apportionment to other local government agencies and investment earnings awaiting apportionment to other local government agencies and County Departmental Agency funds which account for all assets under the control of County departments which are held in a fiduciary capacity.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary funds 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.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements for the business-type activities and the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The County has elected not to follow subsequent private-sector guidance.

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 trust funds and agency funds. All trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds are reported using the accrual basis of accounting to recognize receivables and payables.

D. Non-Current Governmental Assets/Liabilities

Non-current 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 assets.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Cash, Cash Equivalents and Investments

The County sponsors an investment pool that is managed by the County Treasurer. The Treasurer invests on behalf of most funds of the County and external participants in accordance with the California Government Code and the County's investment policy.

Investment transactions are recorded on the trade date. Investments are reported at fair value which is determined using selected bases annually. 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. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Corporate notes are valued by the safekeeping institution and by the County brokerage firm. Cash deposits are reported at carrying amount which reasonably estimates fair value. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

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. Amortized premiums and accreted discounts, accrued interest, and realized gains and losses, net of expenses, 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, 2012, 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 to the individual funds or external participants based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Interest income earned in agency funds where there are no interest earnings requirements are assigned to the General Fund per County Policy. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the fund that earned the interest.

For purposes of the accompanying statement of cash flows, the County considers all highly liquid investments with a maturity 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.

F. Restricted Cash and Investments

Restricted assets in the governmental funds represent cash and investments held in the General fund for debt service (\$13) and the ABCD Fund for Food Stamp Program (\$47,960).

G. Accounts Receivable

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

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Other Assets

Inventory

Inventories are stated at average cost for governmental and proprietary funds. Inventory recorded by governmental funds includes materials and supplies for roads. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventory recorded by proprietary funds includes supplies for internal service funds. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

I. Loans Receivable

For the purpose of the governmental fund financial statements, special revenue fund expenditures relating to long-term loans receivable arising from mortgage subsidy programs are charged to operations upon funding and the loans receivable are recorded. The balance of the long-term receivable includes loans that may be forgiven if certain terms and conditions of the loans are met.

J. 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 or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their estimated fair market value at the date of donation.

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:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	3-25 years
Structures and improvements	5-50 years
Infrastructure	20-75 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.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. 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 percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value, as defined by Article XIII A, and may be adjusted by no more than 2 percent per year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1 percent 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 (1 st installment) February 1 (2 nd installment)	July 1
Delinquent dates	December 10 (1 st installment) April 10 (2 nd installment)	August 31

The County of Colusa apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan", as prescribed by Section 4717 of the California Revenue and Taxation code. Under the Teeter Plan, the County allocates to local taxing agencies 100 percent 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 \$333,411 at June 30, 2012. 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 considered to be held in a custodial capacity for the participants in the County's Teeter Plan and accounted for in an agency fund.

L. Interfund Transactions

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

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Interfund Transactions (Continued)

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.

M. Unearned Revenue/Deferred Revenue

Unearned revenue is recorded for assets recognized in connection with a transaction before the earnings process is complete. Those assets are offset by a corresponding liability for unearned revenue.

Deferred revenue is recorded under the modified accrual basis of accounting when revenue which has been earned during the current period has met the measurable criteria but has not met the available criteria.

N. Compensated Absences

It is the County’s policy to permit employees to accumulate a limited amount of earned but unused vacation leave. 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.

O. 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.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Restatement of Fund Balance/Net Assets

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning net assets. During the current year prior period adjustments were made to reflect the elimination of offsetting deferred revenue for loans receivable balances in accordance with GASB Statement No. 54.

The impact of the restatements on the net assets on the government-wide financial statements as previously reported is presented below:

	<u>Governmental Activities</u>
Net Assets, June 30, 2011, as previously reported	\$ 67,822,305
Adjustment associated with:	
Elimination of deferred revenue related to loans receivable	<u>1,740,714</u>
Total Adjustments	<u>1,740,714</u>
Net Assets, July 1, 2011, as restated	<u>\$ 69,563,019</u>

The impact of the restatements on the fund balance on the fund financial statements as previously reported is presented below:

	<u>Other Governmental Funds</u>
Fund Balance, June 30, 2011, as previously reported	\$ 11,370,483
Adjustment associated with:	
Elimination of deferred revenue related to loans receivable	<u>1,740,714</u>
Total Adjustments	<u>1,740,714</u>
Fund Balance, July 1, 2011, as restated	<u>\$ 13,111,197</u>

B. Deficit Fund Balance/Net Assets

The following major special revenue funds had a deficit fund balance. These deficits are the result of timing differences for revenue accruals for the Health and Human Services fund and are expected to be eliminated in future years through cost containment for CSA #2 Stonyford fund.

Health and Human Services fund	\$ 37,694
CSA #2 Stonyford fund	312,200

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Deficit Fund Balance/Net Assets (Continued)

The following nonmajor 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.

ABCD fund	\$ 28,913
Welfare Administration - Cash fund	88,089
Welfare Administration fund	212,495
Maxwell PUD 08 STBG 5163 fund	1,940
CSA #1 Century Ranch fund	10,751

The following major enterprise fund had a deficit net asset balance at June 30, 2012. This deficit is expected to be eliminated through future debt retirement and increased revenues.

Solid Waste fund	\$ 2,393,810
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The following internal service fund had a deficit net asset balance at June 30, 2012. This deficit is expected to be eliminated through cost containment and increased revenues.

Central Services fund	\$ 79,065
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C. Rebatable Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. At June 30, 2012, the County does not expect to incur a liability.

D. Gann Spending Limitation

Under Article XIII B of the California Constitution (the Gann Spending Limitation), the County is restricted as to the amount of annual appropriations from proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates, revised fee schedules or other refund arrangements.

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.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

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 every month. 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.

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 net asset value of involuntary participation in the investment pool totaled \$32,151,409 at June 30, 2012.

A. Financial Statement Presentation

As of June 30, 2012, the County's cash and investments are reported in the financial statements as follows:

Primary government	\$ 28,545,891
Investment trust funds	32,151,409
Agency funds	<u>1,856,583</u>
Total Cash	<u><u>\$ 62,553,883</u></u>

As of June 30, 2012, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 59,483
Deposits in Treasurer's Pool (less outstanding warrants)	<u>229,000</u>
Total Cash in County Pool	<u>288,483</u>
Deposits with fiscal agent	<u>13</u>
Total Cash	<u>288,496</u>
Investments:	
In Treasurer's Pool	<u>62,265,387</u>
Total Investments	<u>62,265,387</u>
Total Cash and Investments	<u><u>\$ 62,553,883</u></u>

B. Cash

At year end, the carrying amount of the County's cash deposits (including amount in checking accounts, money market accounts and deposits with fiscal agents) was \$229,013 and the bank balance was \$430,518. The difference between the bank balance and the carrying amount represents outstanding warrants and deposits in transit. In addition, the County had cash on hand of \$59,483.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

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 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The County's non interest bearing accounts and the first \$250,000 of the County's interest bearing deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Interest bearing deposits in excess of the \$250,000 insured amount are collateralized. The County's investment policy does not further limit its deposits.

C. Investments

Under the provisions of the County's investment policy and the California Government Code, the County may invest or deposit in the following:

Banker's Acceptances
Commercial Paper
Local Agency Investment Fund
Mutual Funds
Medium Term Corporate Notes
Money Market Funds
Negotiable Certificates of Deposit
Repurchase Agreements/Reverse Repurchase Agreements
Securities of the Federal Government or its Agencies.

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. One of the ways that the County manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

As of June 30, 2012, the County had the following investments:

	Interest Rates	Maturities			Fair Value	Weighted Average Maturity (Years)
		0-1 year	1-5 years	Over 5 years		
Pooled Investments						
Government Agencies	5.75-6.2%	\$ -	\$ -	\$41,986,137	\$ 41,986,137	9.60
LAIF	Variable	<u>20,279,250</u>	<u>-</u>	<u>-</u>	<u>20,279,250</u>	<u>-</u>
Total Pooled Investments		<u>20,279,250</u>	<u>-</u>	<u>41,986,137</u>	<u>62,265,387</u>	<u>6.48</u>
Total Investments		<u>\$ 20,279,250</u>	<u>\$ -</u>	<u>\$41,986,137</u>	<u>\$ 62,265,387</u>	<u>6.48</u>

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

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. 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.

<u>Investment Type</u>	<u>Minimum Legal Rating</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Rating</u>	<u>% of Portfolio</u>
CA State GO Bonds	N/A	AAA	Aaa	67.43%
LAIF	N/A	Unrated	Unrated	32.57%
Total				<u>100.00%</u>

Custodial Credit Risk for Investments - 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 the name of the County. At June 30, 2012, the County's investment pool had no securities exposed to custodial credit risk.

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. State law and the investment policy of the County contain limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) at June 30, 2012, that represent 5 percent or more of total County investments are as follows:

<u>Investment Type</u>	<u>Amount Invested</u>	<u>Percentage of Investments</u>
CA State GO Bonds	\$ 41,986,137	67.43%

D. Investment in External Investment Pools

Investment in Local Agency Investment Fund - The County of Colusa is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code and is managed by the Treasurer of the State of California. The Local Investment Advisory Board (LAIF Board) has oversight responsibility for LAIF. The LAIF Board consists of five members as designated by State statute.

Investments in LAIF are available on demand and are stated at amortized cost, which approximates fair value. The fair value of the County's position in the pool is the same as the value of the pooled shares. At June 30, 2012 the County's investment position in LAIF was \$20,279,250. The total amount invested by all public agencies in LAIF on that day was \$60,588,263,603. Of that amount, 96.53% is invested in non-derivative financial products and 3.47% in structured notes and asset-backed securities.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

E. County Investment Pool Condensed Financial Information

The following are condensed statements of net assets and changes in net assets for the Treasurer's Pool at June 30, 2012:

	Internal Participants	External Participants	Total Pool
Statement of Net Assets			
Cash on hand	\$ 59,483	\$ -	\$ 59,483
Deposits (less outstanding warrants)	229,000	-	229,000
Investments	<u>30,113,978</u>	<u>32,151,409</u>	<u>62,265,387</u>
Net Assets at June 30, 2012	<u><u>\$ 30,402,461</u></u>	<u><u>\$ 32,151,409</u></u>	<u><u>\$ 62,553,870</u></u>
Statement of Changes in Net Assets			
Net assets at July 1, 2011	\$ 23,093,207	\$ 23,581,011	\$ 46,674,218
Net changes in investments by pool participants	<u>7,309,254</u>	<u>8,570,398</u>	<u>15,879,652</u>
Net Assets at June 30, 2012	<u><u>\$ 30,402,461</u></u>	<u><u>\$ 32,151,409</u></u>	<u><u>\$ 62,553,870</u></u>

NOTE 4: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Retirements	Transfers/ Adjustments	Balance June 30, 2012
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 608,717	\$ -	\$ -	\$ -	\$ 608,717
Construction in progress	<u>1,347,420</u>	<u>1,429,111</u>	<u>-</u>	<u>(1,628,865)</u>	<u>1,147,666</u>
Total Capital Assets, Not Being Depreciated	<u>1,956,137</u>	<u>1,429,111</u>	<u>-</u>	<u>(1,628,865)</u>	<u>1,756,383</u>
Capital Assets, Being Depreciated:					
Structures and improvements	21,756,404	76,387	(5,607)	-	21,827,184
Equipment	8,703,429	634,243	(494,621)	47,544	8,890,595
Software	339,385	-	-	-	339,385
Infrastructure	<u>37,525,415</u>	<u>-</u>	<u>-</u>	<u>1,590,470</u>	<u>39,115,885</u>
Total Capital Assets, Being Depreciated	<u>68,324,633</u>	<u>710,630</u>	<u>(500,228)</u>	<u>1,638,014</u>	<u>70,173,049</u>
Less Accumulated Depreciation For:					
Structures and improvements	(10,445,869)	(633,770)	-	-	(11,079,639)
Equipment	(6,552,217)	(507,176)	596,115	(190,023)	(6,653,301)
Software	(181,003)	(21,960)	-	-	(202,963)
Infrastructure	<u>(8,229,181)</u>	<u>(782,315)</u>	<u>-</u>	<u>-</u>	<u>(9,011,496)</u>
Total Accumulated Depreciation	<u>(25,408,270)</u>	<u>(1,945,221)</u>	<u>596,115</u>	<u>(190,023)</u>	<u>(26,947,399)</u>
Total Capital Assets, Being Depreciated, Net	<u>42,916,363</u>	<u>(1,234,591)</u>	<u>95,887</u>	<u>1,447,991</u>	<u>43,225,650</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 44,872,500</u></u>	<u><u>\$ 194,520</u></u>	<u><u>\$ 95,887</u></u>	<u><u>(\$ 180,874)</u></u>	<u><u>\$ 44,982,033</u></u>

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 4: CAPITAL ASSETS (CONTINUED)

	Balance <u>July 1, 2011</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2012</u>
Business-Type Activities				
Capital Assets, Being Depreciated:				
Structures and improvements	\$ 295,857	\$ -	\$ -	\$ 295,857
Equipment	<u>72,918</u>	<u>-</u>	<u>-</u>	<u>72,918</u>
Total Capital Assets, Being Depreciated	<u>368,775</u>	<u>-</u>	<u>-</u>	<u>368,775</u>
Less Accumulated Depreciation For:				
Structures and improvements	(164,806)	(7,709)	-	(172,515)
Equipment	<u>(68,255)</u>	<u>(1,167)</u>	<u>-</u>	<u>(69,422)</u>
Total Accumulated Depreciation	<u>(233,061)</u>	<u>(8,876)</u>	<u>-</u>	<u>(241,937)</u>
Total Capital Assets, Being Depreciated, Net	<u>135,714</u>	<u>(8,876)</u>	<u>-</u>	<u>126,838</u>
Business-Type Activities Capital Assets, Net	<u>\$ 135,714</u>	<u>(\$ 8,876)</u>	<u>\$ -</u>	<u>\$ 126,838</u>

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 151,238
Public protection	444,242
Health and sanitation	116,700
Public assistance	248,758
Education	13,087
Public ways and facilities	<u>970,477</u>
Subtotal Governmental Funds	1,944,502
Depreciation on capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	<u>719</u>
Total Depreciation Expense - Governmental Functions	<u>\$ 1,945,221</u>

Depreciation expense was charged to business-type functions as follows:

Solid Waste	\$ 7,709
Airport	<u>1,167</u>
Total Depreciation Expense – Business-Type Functions	<u>\$ 8,876</u>

Construction in Progress

Construction in progress related primarily to work performed on bridge projects and road projects.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

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, 2012:

	Due from Other Funds	Due to Other Funds
General fund	\$ 28,739	\$ -
CSA #2 Stonyford	-	314,561
Nonmajor Governmental funds	942,638	570,689
Internal Service Funds	-	57,390
Agency Funds	-	28,737
	<u>-</u>	<u>28,737</u>
Total	<u>\$ 971,377</u>	<u>\$ 971,377</u>

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, reimbursement of various County operations and re-allocations of special revenues. The following are the interfund transfer balances as of June 30, 2012:

	Transfer In	Transfer Out
General Fund	\$ 1,291,101	\$ 2,606,694
Public Works	1,529,746	-
Health and Human Services	5,196,668	19,875
Road District	56,977	-
Nonmajor Governmental Funds	4,811,687	10,259,610
	<u>4,811,687</u>	<u>10,259,610</u>
Total	<u>\$ 12,886,179</u>	<u>\$ 12,886,179</u>

NOTE 6: UNEARNED/DEFERRED REVENUE

At June 30, 2012, components of unearned and deferred revenues were as follows:

	Unearned	Deferred	Total
General Fund			
State, Federal and other agency grant revenue receivable	\$ -	\$ 484,221	\$ 484,221
Unclaimed gas tax received in advance	132,474	-	132,474
Public Works			
State, Federal and other agency grant revenue receivable	-	3,434	3,434
Local transportation funds received in advance	138,588	-	138,588
Health and Human Services			
State, Federal and other agency grant revenue receivable	-	101,943	101,943

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 6: UNEARNED/DEFERRED REVENUE (CONTINUED)

At June 30, 2012, components of unearned and deferred revenues were as follows: (Continued)

	<u>Unearned</u>	<u>Deferred</u>	<u>Total</u>
Road District			
State grant revenue receivable	-	3,492	3,492
Non major governmental funds			
State grant revenue receivable	-	106,497	106,497
Total Unearned/Deferred Revenue	<u>\$ 271,062</u>	<u>\$ 699,587</u>	<u>\$ 970,649</u>

NOTE 7: LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2012:

<u>Type of Indebtedness</u>	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2012</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Governmental Activities					
Certificates of Participation	\$ 836,700	\$ -	\$ 122,200	\$ 714,500	\$ 130,500
Loans	816,780	-	138,199	678,581	145,888
Pension Obligation Bonds	-	2,830,800	-	2,830,800	416,200
Capital Leases	748,745	-	103,959	644,786	109,543
Compensated Absences	1,709,604	1,169,375	1,400,334	1,478,645	300,942
Net OPEB Obligation	<u>1,351,342</u>	<u>986,549</u>	<u>498,661</u>	<u>1,839,230</u>	<u>-</u>
Total Governmental Activities	<u>\$ 5,463,171</u>	<u>\$ 4,986,724</u>	<u>\$ 2,263,353</u>	<u>\$ 8,186,542</u>	<u>\$ 1,103,073</u>
Business-Type Activities					
Compensated Absences	\$ 928	\$ 1,388	\$ 853	\$ 1,463	\$ 46
Net OPEB Obligation	4,071	3,132	1,583	5,620	-
Closure/Postclosure	<u>2,089,249</u>	<u>796,193</u>	<u>13,650</u>	<u>2,871,792</u>	<u>-</u>
Total Business-Type Activities	<u>\$ 2,094,248</u>	<u>\$ 800,713</u>	<u>\$ 16,086</u>	<u>\$ 2,878,875</u>	<u>\$ 46</u>

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. The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred. The net other postemployment benefit obligation for the governmental activities is generally liquidated by the fund where the accrued liability occurred.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Individual issues of debt payable outstanding at June 30, 2012, are as follows:

Governmental Activities

Certificates of Participation

2009 Certificates of Participation issued December 16, 2009 in the amount of \$1,071,300 and payable in annual installments of \$115,800 to \$155,800, with an interest rate of 5.15% and maturity on February 1, 2017. The certificates were used to refund 1993 Certificates of Participation that financed capital projects.

\$ 714,500

Total Certificates of Participation

714,500

Loans:

Westamerica Bank loan issued November 1, 2000 in the amount of \$1,600,000 and payable in annual installments of \$5,615 to \$13,232, with an interest rate of 5.76% and maturity on November 1, 2015. The loan was used to finance the acquisition of the County Behavioral Health building.

493,692

GMAC loan issued July 11, 1978 in the amount of \$125,000 and payable in annual installments of \$1,097 to \$5,398, with an interest rate of 5.00% and maturity on July 11, 2018. The loan was used for emergency drought relief for CSA #2 Stonyford.

36,065

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.

148,824

Total Loans

678,581

Pension Obligation Bonds

Pension Obligation Bonds issued May 7, 2012 in the amount of \$2,830,800 and payable in semi-annual installments of \$208,100 to \$259,800, with an interest rate of 3.75% and maturity on June 30, 2018. These bonds were used to refund the Safety Side Fund obligation of the County to CalPERS and pay costs of issuance.

2,830,800

Total Pension Obligation Bonds

2,830,800

Total Governmental Activities

\$ 4,223,881

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Following is a schedule of debt payment requirements of governmental activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities, capital leases which are reported in Note 8, landfill postclosure costs which are reported in Note 9 and net OPEB obligation which is reported in Note 13.

Governmental Activities

<u>Certificates of Participation</u>			
<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 130,500	\$ 36,797	\$ 167,297
2014	138,500	30,076	168,576
2015	141,100	22,943	164,043
2016	148,600	15,677	164,277
2017	<u>155,800</u>	<u>8,024</u>	<u>163,824</u>
Total	<u>\$ 714,500</u>	<u>\$ 113,517</u>	<u>\$ 828,017</u>
<u>Loans Payable</u>			
<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 145,888	\$ 26,725	\$ 172,613
2014	153,127	19,486	172,613
2015	162,852	9,761	172,613
2016	78,692	855	79,547
2017	12,464	607	13,071
2018-2022	33,974	119	34,093
2023-2027	28,620	-	28,620
2028-2032	28,620	-	28,620
2033-2037	28,620	-	28,620
2038-2042	<u>5,724</u>	<u>-</u>	<u>5,724</u>
Total	<u>\$ 678,581</u>	<u>\$ 57,553</u>	<u>\$ 736,134</u>
<u>Pension Obligation Bonds</u>			
<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 416,200	\$ 117,882	\$ 534,082
2014	447,700	86,351	534,051
2015	464,700	69,401	534,101
2016	482,200	51,812	534,012
2017	500,500	33,559	534,059
2018	<u>519,500</u>	<u>14,610</u>	<u>534,110</u>
Total	<u>\$ 2,830,800</u>	<u>\$ 373,615</u>	<u>\$ 3,204,415</u>

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 8: LEASES

Operating Leases

Rental expenses incurred under operating leases are not considered material.

Capital Leases

The County has entered into certain capital lease agreements under which the related structures and improvements will become the property of the County when all terms of the lease agreements are met.

	<u>Stated Interest Rate</u>	<u>Present Value of Remaining Payments at June 30, 2012</u>
Governmental activities	5.25%	\$ 644,786
Total		<u>\$ 644,786</u>

Structures and improvements and related accumulated depreciation under capital lease are as follows:

	<u>Governmental Activities</u>
Structures and improvements	\$ 2,116,927
Less: accumulated depreciation	(705,640)
Net Value	<u>\$ 1,411,287</u>

As of June 30, 2012, capital lease annual amortization is as follows:

<u>Year Ended June 30</u>	<u>Governmental Activities</u>
2013	\$ 141,243
2014	141,243
2015	141,243
2016	141,243
2017	141,243
2018	<u>35,416</u>
Total Requirements	741,631
Less Interest	(96,845)
Present Value of Remaining Payments	<u>\$ 644,786</u>

NOTE 9: 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 assets date.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 9: CLOSURE/POSTCLOSURE (CONTINUED)

The total liability of \$2,871,792 is reported as closure/postclosure liability in the Solid Waste enterprise fund at June 30, 2012. 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 52.3 percent of total estimated site capacity and is \$380,364. The corrective action liability for Evans Road is \$1,259,500 and for Stonyford is \$564,840. The remainder of the total liability is for postclosure. Evans Road postclosure costs are estimated at \$30,785, based on usage of 100 percent and Stonyford postclosure costs are estimated at \$636,303, based on usage of approximately 52.3 percent. The estimated remaining life of the landfill is 15 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 2012. Actual costs may be higher due to inflation, change 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, 2012, net assets of \$320,119 was held for funding purposes for Stonyford Landfill and \$24,104 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 assets of \$2,393,810. The County expects that future inflation costs will be paid from interest earnings on annual contributions to the closure reserve. However, if interest earning 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.

NOTE 10: NET ASSETS

The government-wide and proprietary fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted and unrestricted.

- Invested in capital assets, net of related debt – 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 assets – Consists of net assets 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 assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Net Asset 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 assets are available, it is considered that restricted resources are used first, followed by the unrestricted resources.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 10: NET ASSETS (CONTINUED)

Net Assets Restricted by Enabling Legislation

The government-wide Statement of Net Assets reports \$26,654,199 of restricted net assets, of which \$1,095,436 is restricted by enabling legislation.

NOTE 11: 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, 2012, fund balance for governmental funds are made up of the following:

- Nonspendable fund balance - includes amounts that are (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, for example: inventories and prepaid amounts.
- Restricted fund balance - includes amounts that can be spent for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- Committed fund balance - includes amounts that can only be used for the specific purposes determined by 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.
- Assigned fund balance - comprises amounts intended to be used by the County for specific purposes that are neither restricted nor committed. The Board of Supervisors has by resolution authorized the Auditor-Controller to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment.
- Unassigned fund balance - is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, that fund would report a negative unassigned fund balance.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 11: FUND BALANCES (CONTINUED)

The fund balances for all major and nonmajor governmental funds as of June 30, 2012, were distributed as follows:

	General Fund	Public Works	Health and Human Services	Road District	CSA #2 Stonyford	Other Govern- mental Funds	Total
Nonspendable:							
Imprest Cash	\$ 12,240	\$ 40	\$ 400	\$ -	\$ -	\$ 260	\$ 12,940
Inventory	-	151,566	-	-	-	-	151,566
Prepaid costs	31,903	-	-	-	-	-	31,903
Loans receivable	28,739	-	-	-	-	-	28,739
Advances to other funds	5,000	-	-	-	-	-	5,000
Subtotal	<u>77,882</u>	<u>151,606</u>	<u>400</u>	<u>-</u>	<u>-</u>	<u>260</u>	<u>230,148</u>
Restricted for:							
General government	39,713	-	-	-	-	3,477,898	3,517,611
Public protection	1,703,332	-	-	-	-	3,076,390	4,779,722
Public ways and facilities	-	547,089	-	4,954,647	-	468,620	5,970,356
Health and sanitation	-	-	-	-	-	5,725,276	5,725,276
Public assistance	19,186	-	-	-	-	1,721,626	1,740,812
Education	-	-	-	-	-	421,646	421,646
Recreation and culture	-	-	-	-	-	4,655	4,655
Subtotal	<u>1,762,231</u>	<u>547,089</u>	<u>-</u>	<u>4,954,647</u>	<u>-</u>	<u>14,896,111</u>	<u>22,160,078</u>
Committed to:							
Public protection	-	-	-	-	-	17,804	17,804
Public ways and facilities	-	3,650,036	-	113,372	-	22,181	3,785,589
Health and sanitation	-	-	-	-	-	194,239	194,239
Subtotal	<u>-</u>	<u>3,650,036</u>	<u>-</u>	<u>113,372</u>	<u>-</u>	<u>234,224</u>	<u>3,997,632</u>
Assigned to:							
General government	4,191,190	-	-	-	-	-	4,191,190
Public protection	628,050	-	-	-	-	-	628,050
Public ways and facilities	196,524	-	-	-	-	-	196,524
Health and sanitation	333,244	-	-	-	-	-	333,244
Public assistance	270,108	-	-	-	-	-	270,108
Education	46,458	-	-	-	-	-	46,458
Subtotal	<u>5,665,574</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,665,574</u>
Unassigned	<u>-</u>	<u>-</u>	<u>(38,094)</u>	<u>-</u>	<u>(312,200)</u>	<u>(349,277)</u>	<u>(699,571)</u>
Total	<u>\$7,505,687</u>	<u>\$ 4,348,731</u>	<u>(\$ 37,694)</u>	<u>\$5,068,019</u>	<u>(\$312,200)</u>	<u>\$14,781,318</u>	<u>\$31,353,861</u>

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 11: 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 net assets 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 12: EMPLOYEE'S RETIREMENT PLAN

A. Plan Description

The County contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by statute. Copies of PERS' annual financial report may be obtained from their executive office – 400 Q Street, Lincoln Plaza East, Sacramento, CA 95811.

B. Funding Policy

Miscellaneous plan members are required to contribute 8 percent of their annual covered salary. Safety plan members are required to contribute 9 percent of their annual covered salary. The County is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the PERS Board of Administration. The required employer contribution rate for fiscal year 2011/2012 was 19.182 percent for miscellaneous employees and 38.317 percent for safety employees. The contribution requirements of the plan are established by State statute and the employer contribution rate is established and may be amended by PERS. The County is required to contribute the remaining amounts necessary to fund the benefits of its members using the actuarial basis adopted by the PERS Board of Administrators.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 12: EMPLOYEE'S RETIREMENT PLAN (CONTINUED)

C. Annual Pension Cost

For fiscal year 2011/2012, the County's annual pension cost of \$2,342,523 for the miscellaneous plan and \$1,320,620 for the safety plan for PERS was equal to the County's actual contributions. The required contributions for fiscal year 2011/2012 were determined as part of the June 30, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected annual salary increases of 3.55 percent to 14.45 percent, depending on age, service, and type of employment, (c) 3.00 percent inflation, (d) 3.25 percent payroll growth and (e) individual salary growth based on a merit scale with assumed annual inflation of 3.00 percent and annual production growth of 0.25 percent.

The actuarial value of PERS assets was determined using techniques that smooth the effect of short term volatility in the market value of investments over a fifteen year period (smoothed market value). Initial unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. All changes in liability due to plan amendments, changes in actuarial assumptions, or changes in actuarial methodology are amortized separately over a 20 year period. All gains or losses are tracked and amortized over a rolling 30 year period with the exception of gains and losses in fiscal years 2008-2009, 2009-2010 and 2010-2011 in which each year's gains or losses will be isolated and amortized over fixed and declining 30 year periods (as opposed to the current rolling 30 year amortization). If the plan's accrued liability exceeds the actuarial value of plan assets, the annual contribution with respect to the total unfunded liability may not be less than the amount produced by a 30 year amortization of the unfunded liability. The table below presents three year trend information.

Miscellaneous

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2010	\$ 1,513,308	100%	-
June 30, 2011	2,171,880	100%	-
June 30, 2012	2,342,523	100%	-

Safety

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2010	\$ 1,108,711	100%	-
June 30, 2011	1,170,069	100%	-
June 30, 2012	1,320,620	100%	-

On May 7, 2012, the County issued \$2,830,800 of Pension Obligation Bonds. The bonds were used to refund the safety employee side fund obligation of \$2,779,877 on May 7, 2012. As of June 30, 2012 the net pension asset was \$2,779,897.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 12: EMPLOYEE'S RETIREMENT PLAN (CONTINUED)

D. Funded Status and Funding Progress

As of June 30, 2011, the most recent actuarial valuation date, the miscellaneous plan was 76.4 percent funded. The actuarial accrued liability for benefits was \$98,661,317, and the actuarial value of assets was \$75,414,816, resulting in an unfunded actuarial accrued liability (UAAL) of \$23,246,501. The covered payroll (annual payroll of active employees covered by the plan) was \$13,222,311, and the ratio of the UAAL to the covered payroll was 175.8 percent.

The safety plan had less than 100 active members in at least one valuation since June 30, 2003, therefore it is required to participate in a risk pool and does not present individual plan funded status.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTE 13: 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 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 provides a monthly retiree healthcare stipend equal to the greater of the PEMHCA minimum or \$252 (this amount has been in effect since 1995).

B. Funding Policy

The contribution requirements of the Plan participants and the County are established by and may be amended by the County.

The County contributed \$516,075 during fiscal year 2012 on a pay-as-you-go basis for current benefit payments. Retired plan members and their beneficiaries pay the annual premium cost not paid by the County.

The County has established a separate account to pre-fund its GASB 45 obligations. As of June 30, 2012, this account had \$1,756,564 in assets. This account is not an irrevocable trust and, as such, is not considered an asset under GASB 45. It is the Board of Supervisors intent to move the account's assets into an irrevocable trust as soon as practical. For financial statement presentation purposes, this account is reflected in the General fund with an equal offset to assigned fund balance.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

C. Annual OPEB Cost and Net OPEB Obligation

The County's annual OPEB cost is calculated based on the annual required contribution (ARC) of the employer. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the resulting net OPEB obligation.

Annual required contribution	\$ 1,069,000
Interest on prior year net OPEB obligation	59,000
Adjustment to ARC	(107,000)
Annual OPEB Cost	1,021,000
Contributions Made:	
Pay as you go contribution	(516,075)
Increase in net OPEB obligation	504,925
Net OPEB Obligation - Beginning of Year	1,400,182
Net OPEB Obligation - End of Year	<u>\$ 1,905,107</u>

The County's annual OPEB cost, the actual contributions, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior two years are as follows:

Fiscal Year Ended	Annual OPEB Cost	Actual Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2010	\$ 952,000	\$ 476,712	50.07%	\$ 927,288
June 30, 2011	971,000	498,106	51.30%	1,400,182
June 30, 2012	1,021,000	516,075	50.5%	1,905,107

The quantifications of costs set forth above should not be interpreted in any way as vesting such benefits; rather the disclosures are made solely to comply with the County's reporting obligations under GASB 45 as the County understands these obligations.

The table below shows how the total net OPEB obligation as of June 30, 2012, is distributed. Although Colusa County Transit Agency is independent of the County, their employees are County employees and thereby eligible for postemployment health benefits.

	Net OPEB Obligation
Governmental Activities	\$ 1,839,230
Business-Type Activities	5,620
Colusa County Transit Agency	60,257
Total	<u>\$ 1,905,107</u>

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

D. Funded Status and Funding Progress

As of June 30, 2012, the most recent actuarial valuation date, the plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$11,103,000 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$11,103,000. The covered payroll (annual payroll of employees covered by the plan) was \$15,493,000, and the ratio of the UAAL to the covered payroll was 71.7 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of expected benefit payments and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the County are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

E. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

For the June 30, 2012 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.25% investment rate of return (net of administrative expenses) and a 3% general inflation assumption. The initial UAAL was amortized as a level percentage of projected payroll over a fixed 30-year period (28 years remaining as of the June 30, 2012 actuarial valuation), plan and assumption changes over a fixed 15-year period, and gains and losses over an open 15-year period. The equivalent single amortization period as of June 30, 2012, was 24.6 years.

NOTE 14: 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 (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 CSAC-Excess Insurance Authority for excess liability claims for the next \$29,900,000. The County is also insured with CSAC-Excess Insurance Authority for excess property claims for \$300,000,000. There is a \$1,000 deductible for property damage. The County is insured for Worker's Compensation with CSAC-Excess Insurance Authority up to statutory limits. Additionally, the County has a \$10,000,000 Faithful Performance Blanket bond and Crime Bond with a \$5,000 deductible.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 14: RISK MANAGEMENT (CONTINUED)

Actual claims unpaid as of June 30, 2012, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2012 was as follows:

Liability	<u>\$ 1,001,422</u>
Total	<u>\$ 1,001,422</u>

All funds of the County participate in the program and make payments to the Risk Management Fund based on estimates of the amounts needed to pay prior and current year claims. At June 30, 2012, the Risk Management Fund fund equity was \$905,037. The claims liability of \$1,001,422 reported in the fund at June 30, 2012, is based on the requirements of Governmental Accounting Standards Board 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 fiscal years 2010, 2011 and 2012 were as follows:

	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at End of Fiscal Year</u>
2010	\$ 769,668	\$ 1,149,527	\$ 1,000,322	\$ 918,873
2011	918,873	762,015	807,734	873,154
2012	873,154	1,296,927	1,168,659	1,001,422

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.

NOTE 15: OTHER INFORMATION

A. Commitments and Contingencies

The County has signed agreements to construct various capital improvements subsequent to June 30, 2012. The balance owed on the commitments at June 30, 2012, was approximately \$649,828.

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.

The County had the following encumbrances at June 30, 2012, General fund \$10,000.

COUNTY OF COLUSA
Notes to Basic Financial Statements
For the Year Ended June 30, 2012

NOTE 15: OTHER INFORMATION (CONTINUED)

B. Subsequent Events

Management has evaluated events subsequent to June 30, 2012 through March 26, 2013, the date on which the financial statements were available for issuance. Management has determined no subsequent events requiring disclosure have occurred.

C. Joint Agencies

The CSAC Excess Insurance Authority is a joint powers authority organized for the purpose of developing and funding excess insurance programs for member counties. The Authority operates public entity risk pools for workers' compensation, comprehensive liability, property and medical malpractice, and the pool purchases excess insurance and services for members. The Authority is under the control and direction of a board of directors consisting of representatives of the fifty member counties and seven members elected by the public entity membership. There is no significant financial interest or ongoing financial responsibility on the part of the County with this Authority.

Complete audited financial statements for CSAC Excess Insurance Authority can be obtained from the Authority's office at 75 Iron Point Circle, Suite 200, Folsom, California 95630.

The Trindel Insurance Fund 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. Its purpose 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.

Complete audited financial statements for Trindel Insurance Fund can be obtained from their office at P.O. Box 2069, Weaverville, CA 96093.

**Required Supplementary Information
(Unaudited)**

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COUNTY OF COLUSA
Required Supplementary Information
For the Year Ended June 30, 2012

1. SCHEDULE OF FUNDING PROGRESS - PENSION

The Schedule of Funding Progress - Pension presents a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the pension plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

Miscellaneous Plan:

The table below shows a three-year analysis of the most recent actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Miscellaneous Plan.

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratios		Annual Covered Payroll	UAAL as a % of Payroll
				Actuarial Value	Market Value		
June 30, 2009	\$ 85,988,342	\$ 67,510,340	\$ 18,478,002	78.5%	57.3%	\$ 12,670,394	145.8%
June 30, 2010	91,051,354	71,210,659	19,840,695	78.2%	61.4%	13,341,782	148.7%
June 30, 2011	98,661,317	75,414,816	23,246,501	76.4%	68.2%	13,222,311	175.8%

2. SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The Schedule of Funding Progress - Other Postemployment Benefits provides a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities an important indicator to determine the financial health of the OPEB plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

The table below shows a two year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Other Postemployment Benefit Plan. As additional years are available, a three year trend analysis will be presented.

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
June 30, 2009	-	\$ 9,315,000	\$ 9,315,000	-	\$ 15,203,000	61.3%
June 30, 2011	-	11,103,000	11,103,000	-	15,493,000	71.7%

COUNTY OF COLUSA
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 16,188,235	\$ 16,188,235	\$ 16,381,880	\$ 193,645
License and permits	476,242	523,522	624,670	101,148
Fines and forfeitures	1,149,250	1,169,537	1,184,942	15,405
Use of money and property	190,942	190,942	265,110	74,168
Intergovernmental revenues	3,376,685	3,609,759	4,517,308	907,549
Charges for services	1,458,591	1,528,534	1,435,168	(93,366)
Other revenues	193,335	216,037	976,520	760,483
Total Revenues	23,033,280	23,426,566	25,385,598	1,959,032
EXPENDITURES				
Current:				
General government	3,793,309	5,883,902	3,675,220	2,208,682
Public protection	15,798,757	16,129,892	18,128,541	(1,998,649)
Public assistance	175,677	193,549	183,797	9,752
Education	1,071,692	1,109,954	1,097,359	12,595
Recreation and culture	41,705	42,940	41,831	1,109
Contingencies	2,506,120	-	-	-
Debt service:				
Principal	82,380	82,380	82,032	348
Interest and other charges	20,532	21,402	20,879	523
Issuance costs	-	-	80,987	(80,987)
Capital outlay	148,270	641,114	499,706	141,408
Total Expenditures	23,638,442	24,105,133	23,810,352	294,781
Excess of Revenues Over (Under) Expenditures	(605,162)	(678,567)	1,575,246	2,253,813
OTHER FINANCING SOURCES (USES)				
Transfers in	1,444,803	1,487,350	1,291,101	(196,249)
Transfers out	(3,028,104)	(3,131,295)	(2,606,694)	524,601
Issuance of debt	-	-	2,830,800	2,830,800
Total Other Financing Sources (Uses)	(1,583,301)	(1,643,945)	1,515,207	3,159,152
Net Change in Fund Balances	(2,188,463)	(2,322,512)	3,090,453	5,412,965
Fund Balances - Beginning	4,415,234	4,415,234	4,415,234	-
Fund Balances - Ending	\$ 2,226,771	\$ 2,092,722	\$ 7,505,687	\$ 5,412,965

COUNTY OF COLUSA
Required Supplementary Information
Budgetary Comparison Schedule
Public Works - Major Special Revenue Fund
For the Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 2,000	\$ 2,000	\$ 15,768	\$ 13,768
License and permits	19,000	31,425	31,080	(345)
Use of money and property	35,000	140,194	237,484	97,290
Intergovernmental revenues	2,527,747	2,511,948	3,397,206	885,258
Charges for services	37,000	65,384	65,484	100
Other revenues	2,700	144,571	147,699	3,128
Total Revenues	2,623,447	2,895,522	3,894,721	999,199
EXPENDITURES				
Current:				
Public ways and facilities	4,744,460	4,874,092	3,713,797	1,160,295
Debt service:				
Principal	45,332	45,332	45,141	191
Interest and other charges	11,298	11,298	11,489	(191)
Capital outlay	229,300	371,743	1,470,485	(1,098,742)
Total Expenditures	5,030,390	5,302,465	5,240,912	61,553
Excess of Revenues Over (Under) Expenditures	(2,406,943)	(2,406,943)	(1,346,191)	1,060,752
OTHER FINANCING SOURCES (USES)				
Transfers in	1,529,746	1,529,746	1,529,746	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	1,529,746	1,529,746	1,529,746	-
Net Change in Fund Balances	(877,197)	(877,197)	183,555	1,060,752
Fund Balances - Beginning	4,206,382	4,206,382	4,206,382	-
Change in inventory on purchases method	(41,206)	(41,206)	(41,206)	-
Fund Balances - Ending	\$ 3,287,979	\$ 3,287,979	\$ 4,348,731	\$ 1,060,752

COUNTY OF COLUSA
Required Supplementary Information
Budgetary Comparison Schedule
Health and Human Services - Major Special Revenue Fund
For the Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Licenses and permits	\$ 146,001	\$ 146,001	\$ 147,362	\$ 1,361
Use of money and property	-	-	(560)	(560)
Intergovernmental revenues	554,752	571,528	445,140	(126,388)
Charges for services	87,223	87,223	84,318	(2,905)
Other revenues	34,109	34,109	88,555	54,446
	-	-	-	-
Total Revenues	822,085	838,861	764,815	(74,046)
EXPENDITURES				
Current:				
Public assistance	6,703,546	6,697,226	5,793,063	904,163
Capital outlay	89,315	120,591	71,528	49,063
	-	-	-	-
Total Expenditures	6,792,861	6,817,817	5,864,591	953,226
Excess of Revenues Over (Under) Expenditures	(5,970,776)	(5,978,956)	(5,099,776)	879,180
OTHER FINANCING SOURCES (USES)				
Transfers in	5,978,956	5,978,956	5,196,668	(782,288)
Transfers out	-	-	(19,875)	(19,875)
	-	-	-	-
Total Other Financing Sources (Uses)	5,978,956	5,978,956	5,176,793	(802,163)
Net Change in Fund Balances	8,180	-	77,017	77,017
Fund Balances - Beginning	(114,711)	(114,711)	(114,711)	-
Fund Balances - Ending	\$ (106,531)	\$ (114,711)	\$ (37,694)	\$ 77,017

COUNTY OF COLUSA
Required Supplementary Information
Budgetary Comparison Schedule
Road District - Major Special Revenue Fund
For the Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 837,985	\$ 837,985	\$ 1,028,595	\$ 190,610
Use of money and property	30,000	30,000	243,230	213,230
Intergovernmental revenues	7,500	7,500	7,727	227
Total Revenues	875,485	875,485	1,279,552	404,067
EXPENDITURES				
Current:				
Public ways and facilities	800,000	800,000	-	800,000
Total Expenditures	800,000	800,000	-	800,000
Excess of Revenues Over (Under) Expenditures	75,485	75,485	1,279,552	1,204,067
OTHER FINANCING SOURCES (USES)				
Transfers in	56,977	56,977	56,977	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	56,977	56,977	56,977	-
Net Change in Fund Balances	132,462	132,462	1,336,529	1,204,067
Fund Balances - Beginning	3,731,490	3,731,490	3,731,490	-
Fund Balances - Ending	\$ 3,863,952	\$ 3,863,952	\$ 5,068,019	\$ 1,204,067

COUNTY OF COLUSA
Required Supplementary Information
Budgetary Comparison Schedule
CSA #2 Stonyford - Major Special Revenue Fund
For the Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 2,200	\$ 2,200	\$ 1,735	\$ (465)
Use of money and property	(2,000)	(2,000)	(16,514)	(14,514)
Charges for services	33,000	33,000	35,302	2,302
Other revenues	12,600	12,600	9,509	(3,091)
Total Revenues	<u>45,800</u>	<u>45,800</u>	<u>30,032</u>	<u>(15,768)</u>
EXPENDITURES				
Current:				
Public protection	52,804	52,804	60,219	(7,415)
Debt service:				
Principal	11,005	10,867	11,026	(159)
Interest and other charges	2,066	2,204	2,045	159
Total Expenditures	<u>65,875</u>	<u>65,875</u>	<u>73,290</u>	<u>(7,415)</u>
Excess of Revenues Over (Under) Expenditures	<u>(20,075)</u>	<u>(20,075)</u>	<u>(43,258)</u>	<u>(23,183)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(20,075)</u>	<u>(20,075)</u>	<u>(43,258)</u>	<u>(23,183)</u>
Fund Balances - Beginning	<u>(268,942)</u>	<u>(268,942)</u>	<u>(268,942)</u>	<u>-</u>
Fund Balances - Ending	<u><u>\$ (289,017)</u></u>	<u><u>\$ (289,017)</u></u>	<u><u>\$ (312,200)</u></u>	<u><u>\$ (23,183)</u></u>

COUNTY OF COLUSA
Required Supplementary Information
Notes to Budgetary Comparison Schedules
For the Year Ended June 30, 2012

1. 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 prepares a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance 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 the Chairman and Vice Chairman of the Board of Supervisors and the Auditor-Controller. 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) The Board conducts a public hearing on the recommended budget to obtain comments from interested persons.
- (3) Prior to July 1, the budget is adopted through Board order.
- (4) From the effective date of the 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.

2. BUDGETARY EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the fiscal year ended June 30, 2012, the County incurred expenditures in excess of appropriations as follows:

	<u>Appropriations</u>	<u>Expenditures</u>	Excess of Expenditures Over <u>Appropriations</u>
CSA #2 Stonyford	\$ 65,875	\$ 73,290	\$ 7,415

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Combining Nonmajor Fund Statements

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Nonmajor Governmental Funds

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COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012

	Special Revenue Funds	Capital Projects Funds	Totals
ASSETS			
Cash and investments	\$ 10,048,017	\$ 1,422,670	\$ 11,470,687
Accounts receivable	24,318	-	24,318
Due from other governments	1,340,948	-	1,340,948
Interest receivable	102,565	12,666	115,231
Taxes receivable	133,760	-	133,760
Prepaid costs	63,725	-	63,725
Due from other funds	942,638	-	942,638
Restricted cash and investments	47,960	-	47,960
Loans receivable	1,663,442	-	1,663,442
Total Assets	<u><u>\$ 14,367,373</u></u>	<u><u>\$ 1,435,336</u></u>	<u><u>\$ 15,802,709</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 332,379	\$ -	\$ 332,379
Interest payable	1,011	-	1,011
Deposits payable	10,815	-	10,815
Due to other funds	570,689	-	570,689
Deferred revenue	106,497	-	106,497
Total Liabilities	<u>1,021,391</u>	<u>-</u>	<u>1,021,391</u>
Fund Balances:			
Nonspendable	260	-	260
Restricted	13,460,775	1,435,336	14,896,111
Committed	234,224	-	234,224
Unassigned	(349,277)	-	(349,277)
Total Fund Balances	<u>13,345,982</u>	<u>1,435,336</u>	<u>14,781,318</u>
Total Liabilities and Fund Balances	<u><u>\$ 14,367,373</u></u>	<u><u>\$ 1,435,336</u></u>	<u><u>\$ 15,802,709</u></u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012

	Special Revenue Funds	Capital Projects Funds	Totals
REVENUES			
Taxes	\$ 183,215	\$ -	\$ 183,215
Licenses and permits	350,360	-	350,360
Fines and forfeitures	481,956	287,277	769,233
Use of money and property	909,707	76,275	985,982
Intergovernmental revenues	16,989,373	-	16,989,373
Charges for services	173,831	-	173,831
Other revenues	222,104	306,530	528,634
Total Revenues	19,310,546	670,082	19,980,628
EXPENDITURES			
Current:			
General government	649,519	165,290	814,809
Public protection	1,306,772	-	1,306,772
Public ways and facilities	1,588,619	-	1,588,619
Health and sanitation	1,530,490	-	1,530,490
Public assistance	7,217,342	-	7,217,342
Debt service:			
Principal	-	226,159	226,159
Interest and other charges	-	80,371	80,371
Capital outlay	98,022	-	98,022
Total Expenditures	12,390,764	471,820	12,862,584
Excess of Revenues Over (Under) Expenditures	6,919,782	198,262	7,118,044
OTHER FINANCING SOURCES (USES)			
Transfers in	4,811,687	-	4,811,687
Transfers out	(10,259,610)	-	(10,259,610)
Total Other Financing Sources (Uses)	(5,447,923)	-	(5,447,923)
Net Change in Fund Balances	1,471,859	198,262	1,670,121
Fund Balances - Beginning	10,133,409	1,237,074	11,370,483
Prior period adjustment	1,740,714	-	1,740,714
Fund Balances - Beginning, Restated	11,874,123	1,237,074	13,111,197
Fund Balances - Ending	\$ 13,345,982	\$ 1,435,336	\$ 14,781,318

Nonmajor Governmental Funds

- **Special Revenue Funds**

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COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Behavioral Health	ABCD	Bridges	Child Support	Air and Water Pollution Control
ASSETS					
Cash and investments	\$ 50,675	\$ -	\$ 6,345	\$ 231,475	\$ 194,648
Accounts receivable	100	571	-	-	7,279
Due from other governments	34,652	-	152,896	-	-
Interest receivable	-	-	2,709	2,311	1,822
Taxes receivable	-	-	-	-	-
Prepaid costs	252	63,207	-	266	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	47,960	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ 85,679	\$ 111,738	\$ 161,950	\$ 234,052	\$ 203,749
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 81,377	\$ -	\$ -	\$ 2,606	\$ 464
Interest payable	759	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	140,651	-	-	-
Deferred revenue	3,349	-	1,469	-	-
Total Liabilities	85,485	140,651	1,469	2,606	464
Fund Balances:					
Nonspendable	260	-	-	-	-
Restricted	-	-	138,300	231,446	203,285
Committed	-	-	22,181	-	-
Unassigned	(66)	(28,913)	-	-	-
Total Fund Balances	194	(28,913)	160,481	231,446	203,285
Total Liabilities and Fund Balances	\$ 85,679	\$ 111,738	\$ 161,950	\$ 234,052	\$ 203,749

Fish and Game	Special Airport	Parks and Recreation	Migrant Farm Housing	Migrant Housing Emergency Services	Forest Reserve - Title III	Stonyford Maintenance	MFH Soccer Field
\$ 10,956	\$ 63,681	\$ 4,613	\$ 10,934	\$ 29,143	\$ 89,589	\$ 14,897	\$ 1,594
-	-	-	226	-	-	-	-
-	-	-	59,008	-	-	-	-
125	-	42	206	266	818	133	15
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 11,081</u>	<u>\$ 63,681</u>	<u>\$ 4,655</u>	<u>\$ 70,374</u>	<u>\$ 29,409</u>	<u>\$ 90,407</u>	<u>\$ 15,030</u>	<u>\$ 1,609</u>
\$ 323	\$ 36,734	\$ -	\$ 15,358	\$ -	\$ -	\$ -	\$ -
-	236	-	-	-	-	-	-
-	-	-	10,815	-	-	-	-
-	-	-	26,484	-	-	-	-
-	-	-	-	-	-	-	-
<u>323</u>	<u>36,970</u>	<u>-</u>	<u>52,657</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
10,758	26,711	4,655	17,717	29,409	90,407	-	1,609
-	-	-	-	-	-	15,030	-
-	-	-	-	-	-	-	-
<u>10,758</u>	<u>26,711</u>	<u>4,655</u>	<u>17,717</u>	<u>29,409</u>	<u>90,407</u>	<u>15,030</u>	<u>1,609</u>
<u>\$ 11,081</u>	<u>\$ 63,681</u>	<u>\$ 4,655</u>	<u>\$ 70,374</u>	<u>\$ 29,409</u>	<u>\$ 90,407</u>	<u>\$ 15,030</u>	<u>\$ 1,609</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Welfare to Work	Welfare Collections	Welfare Administration - Cash	Welfare Administration	Welfare Assistance
ASSETS					
Cash and investments	\$ 3	\$ 50,093	\$ -	\$ -	\$ -
Accounts receivable	-	34	-	-	-
Due from other governments	-	-	82,753	-	12,852
Interest receivable	-	-	-	-	-
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 3</u>	<u>\$ 50,127</u>	<u>\$ 82,753</u>	<u>\$ -</u>	<u>\$ 12,852</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	88,089	212,495	6,196
Deferred revenue	-	-	82,753	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>170,842</u>	<u>212,495</u>	<u>6,196</u>
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	3	50,127	-	-	6,656
Committed	-	-	-	-	-
Unassigned	-	-	(88,089)	(212,495)	-
Total Fund Balances	<u>3</u>	<u>50,127</u>	<u>(88,089)</u>	<u>(212,495)</u>	<u>6,656</u>
Total Liabilities and Fund Balances	<u>\$ 3</u>	<u>\$ 50,127</u>	<u>\$ 82,753</u>	<u>\$ -</u>	<u>\$ 12,852</u>

CalWORKS Incentives	Tobacco Settlement	Off Highway Vehicle License Fee	Counseling Center	Economic Development Grant	Civil Fee Capital Projects	CDBG General Admin	Maxwell CDBG
\$ 6,794	\$ 189,204	\$ 332,067	\$ 154,453	\$ 229,291	\$ 28,197	\$ 119,729	\$ -
-	3,305	-	-	-	-	-	-
-	-	28,636	-	-	-	-	-
-	1,730	3,033	1,554	2,511	251	1,044	5
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	28,408
<u>\$ 6,794</u>	<u>\$ 194,239</u>	<u>\$ 363,736</u>	<u>\$ 156,007</u>	<u>\$ 231,802</u>	<u>\$ 28,448</u>	<u>\$ 120,773</u>	<u>\$ 28,413</u>
\$ -	\$ -	\$ -	\$ -	\$ 3,375	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	5
-	-	-	-	-	-	-	-
-	-	-	-	3,375	-	-	5
-	-	-	-	-	-	-	-
6,794	-	363,736	156,007	228,427	28,448	120,773	28,408
-	194,239	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>6,794</u>	<u>194,239</u>	<u>363,736</u>	<u>156,007</u>	<u>228,427</u>	<u>28,448</u>	<u>120,773</u>	<u>28,408</u>
<u>\$ 6,794</u>	<u>\$ 194,239</u>	<u>\$ 363,736</u>	<u>\$ 156,007</u>	<u>\$ 231,802</u>	<u>\$ 28,448</u>	<u>\$ 120,773</u>	<u>\$ 28,413</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Maxwell PUD 08 STBG 5163	Lurline Rehab CDBG	94 Rehab Block Grant	96 Rehab Block Grant	97 Rehab Block Grant
ASSETS					
Cash and investments	\$ 75,694	\$ -	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Interest receivable	-	4	117	56	-
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	-	122,191	247,802	70,112	114,931
Total Assets	<u>\$ 75,694</u>	<u>\$ 122,195</u>	<u>\$ 247,919</u>	<u>\$ 70,168</u>	<u>\$ 114,931</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 77,634	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	4	117	56	-
Deferred revenue	-	-	-	-	-
Total Liabilities	<u>77,634</u>	<u>4</u>	<u>117</u>	<u>56</u>	<u>-</u>
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	-	122,191	247,802	70,112	114,931
Committed	-	-	-	-	-
Unassigned	(1,940)	-	-	-	-
Total Fund Balances	<u>(1,940)</u>	<u>122,191</u>	<u>247,802</u>	<u>70,112</u>	<u>114,931</u>
Total Liabilities and Fund Balances	<u>\$ 75,694</u>	<u>\$ 122,195</u>	<u>\$ 247,919</u>	<u>\$ 70,168</u>	<u>\$ 114,931</u>

Transitional Housing EHAP-CD	Transitional Housing CDBG	HOME Loan Program	Business Loan	10-HOME- 6992	SB 163 Wraparound	Assessor's Tax Admin AB 818	Consumer Protection Council
\$ -	\$ -	\$ 25,130	\$ 47,377	\$ -	\$ 164,190	\$ 19,592	\$ 211,878
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	291	858	-	2,354	179	1,934
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	83,853	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,274</u>	<u>\$ 48,235</u>	<u>\$ -</u>	<u>\$ 166,544</u>	<u>\$ 19,771</u>	<u>\$ 213,812</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 41,414	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	41,414	-	-
-	-	-	-	-	-	-	-
-	-	109,274	48,235	-	125,130	19,771	213,812
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	109,274	48,235	-	125,130	19,771	213,812
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,274</u>	<u>\$ 48,235</u>	<u>\$ -</u>	<u>\$ 166,544</u>	<u>\$ 19,771</u>	<u>\$ 213,812</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Inmate Welfare	Booking Fees	Live Scan Fingerprinting	Substance Abuse/Crime Prevention	Sheriff K9 Donations
ASSETS					
Cash and investments	\$ 108,651	\$ 170,498	\$ 96,840	\$ -	\$ 4,547
Accounts receivable	716	1,779	-	-	-
Due from other governments	-	-	-	-	-
Interest receivable	1,008	1,554	864	-	42
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ 110,375	\$ 173,831	\$ 97,704	\$ -	\$ 4,589
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 4,348	\$ -	\$ 357	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total Liabilities	4,348	-	357	-	-
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	106,027	173,831	97,347	-	4,589
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	106,027	173,831	97,347	-	4,589
Total Liabilities and Fund Balances	\$ 110,375	\$ 173,831	\$ 97,704	\$ -	\$ 4,589

Local Enforcement Agency	Sheriff	JAG Offender Treatment Program	Child Support Enforcement	Vital Records Improvement Project	CUPA	CDC Pher	Hospital Preparedness Program
\$ -	\$ 2,749	\$ -	\$ -	\$ 2,813	\$ -	\$ 4,275	\$ 5,650
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
149	25	-	-	24	638	40	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 149</u>	<u>\$ 2,774</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,837</u>	<u>\$ 638</u>	<u>\$ 4,315</u>	<u>\$ 5,650</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	10
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	10
-	-	-	-	-	-	-	-
149	-	-	-	2,837	638	4,315	5,640
-	2,774	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>149</u>	<u>2,774</u>	<u>-</u>	<u>-</u>	<u>2,837</u>	<u>638</u>	<u>4,315</u>	<u>5,640</u>
<u>\$ 149</u>	<u>\$ 2,774</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,837</u>	<u>\$ 638</u>	<u>\$ 4,315</u>	<u>\$ 5,650</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Hospital Preparedness Program H1N1	Bioterrorism Grant	Health Department	Medical Assistance Administration	EMS
ASSETS					
Cash and investments	\$ -	\$ 157,287	\$ 20,773	\$ 260,751	\$ 230,734
Accounts receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Interest receivable	-	1,566	195	-	2,292
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 158,853</u>	<u>\$ 20,968</u>	<u>\$ 260,751</u>	<u>\$ 233,026</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 19,878
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,878</u>
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	-	158,853	20,968	260,751	213,148
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>158,853</u>	<u>20,968</u>	<u>260,751</u>	<u>213,148</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 158,853</u>	<u>\$ 20,968</u>	<u>\$ 260,751</u>	<u>\$ 233,026</u>

AB 75 Tobacco Education	Animal Control	Almond Paradise Lighting	Thompson Street Lighting	Cross Creek/ Whisper Creek Lighting	Walnut Ranch #1 Lighting	Walnut Ranch #2 & #3 Lighting	CSA #1 Century Ranch
\$ 135,014	\$ 15,928	\$ 3,472	\$ 747	\$ 19,085	\$ 29,221	\$ 3,494	\$ -
-	139	-	-	-	-	-	6,401
-	-	-	-	-	-	-	-
1,272	-	34	7	177	267	34	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 136,286</u>	<u>\$ 16,067</u>	<u>\$ 3,506</u>	<u>\$ 754</u>	<u>\$ 19,262</u>	<u>\$ 29,488</u>	<u>\$ 3,528</u>	<u>\$ 6,401</u>
\$ -	\$ -	\$ 244	\$ 32	\$ 12	\$ 232	\$ 221	\$ 1,825
-	-	-	-	-	-	-	4
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	15,323
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>244</u>	<u>32</u>	<u>12</u>	<u>232</u>	<u>221</u>	<u>17,152</u>
-	-	-	-	-	-	-	-
136,286	16,067	3,262	722	19,250	29,256	3,307	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(10,751)
<u>136,286</u>	<u>16,067</u>	<u>3,262</u>	<u>722</u>	<u>19,250</u>	<u>29,256</u>	<u>3,307</u>	<u>(10,751)</u>
<u>\$ 136,286</u>	<u>\$ 16,067</u>	<u>\$ 3,506</u>	<u>\$ 754</u>	<u>\$ 19,262</u>	<u>\$ 29,488</u>	<u>\$ 3,528</u>	<u>\$ 6,401</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	CSA #2 Reserve Stonyford	Realignment - Social Services	Realignment - Health	Realignment - Mental Health	D.A. Forfeiture
ASSETS					
Cash and investments	\$ 7,337	\$ 255,824	\$ 575,968	\$ 5,118	\$ 18,936
Accounts receivable	-	-	-	-	-
Due from other governments	-	3,057	65,450	-	-
Interest receivable	-	12,597	5,091	3,016	173
Taxes receivable	-	98,912	34,848	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	942,638	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ 7,337	\$ 1,313,028	\$ 681,357	\$ 8,134	\$ 19,109
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	7,337	1,313,028	681,357	8,134	19,109
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	7,337	1,313,028	681,357	8,134	19,109
Total Liabilities and Fund Balances	\$ 7,337	\$ 1,313,028	\$ 681,357	\$ 8,134	\$ 19,109

S.O. Forfeiture	County Library Special Projects	Literacy Grant	Library - Guy Morse	County Libraries	Development Fees	Drug Enforcement Asset Forfeiture	Affordable Housing In-Lieu
\$ 1,374	\$ 22,826	\$ 3,674	\$ 140,307	\$ 31,073	\$ 980,432	\$ 28,522	\$ 13,508
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
13	293	76	1,340	314	8,894	260	123
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 1,387</u>	<u>\$ 23,119</u>	<u>\$ 3,750</u>	<u>\$ 141,647</u>	<u>\$ 31,387</u>	<u>\$ 989,326</u>	<u>\$ 28,782</u>	<u>\$ 13,631</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,387	23,119	3,750	141,647	31,387	989,326	28,782	13,631
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,387</u>	<u>23,119</u>	<u>3,750</u>	<u>141,647</u>	<u>31,387</u>	<u>989,326</u>	<u>28,782</u>	<u>13,631</u>
<u>\$ 1,387</u>	<u>\$ 23,119</u>	<u>\$ 3,750</u>	<u>\$ 141,647</u>	<u>\$ 31,387</u>	<u>\$ 989,326</u>	<u>\$ 28,782</u>	<u>\$ 13,631</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Tristar Brick Grant	S/T Traffic Fee - Roads	Mental Health Services Fund	Mental Health Services Prudent Reserve	Mental Health Services Workforce Education & Training
ASSETS					
Cash and investments	\$ -	\$ 105,150	\$ 798,908	\$ 340,923	\$ 215,860
Accounts receivable	-	-	-	-	200
Due from other governments	-	-	497,160	-	-
Interest receivable	-	960	8,759	2,210	1,996
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	996,145	-	-	-	-
Total Assets	<u>\$ 996,145</u>	<u>\$ 106,110</u>	<u>\$ 1,304,827</u>	<u>\$ 343,133</u>	<u>\$ 218,056</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 10,387	\$ -	\$ 2,975
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>10,387</u>	<u>-</u>	<u>2,975</u>
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	996,145	106,110	1,294,440	343,133	215,081
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>996,145</u>	<u>106,110</u>	<u>1,294,440</u>	<u>343,133</u>	<u>215,081</u>
Total Liabilities and Fund Balances	<u>\$ 996,145</u>	<u>\$ 106,110</u>	<u>\$ 1,304,827</u>	<u>\$ 343,133</u>	<u>\$ 218,056</u>

Mental Health Services Prevention & Early Intervention	Mental Health Services Innovation	Mental Health Services Capital and IT	Mental Health Services Capital Facilities	Carl Moyer Grant	Vehicle Fees AB923	United States & California Flag Fund	Department of Public Works Projects Fund
\$ 357,986	\$ 341,214	\$ 142,982	\$ 315,153	\$ 95,083	\$ 147,536	\$ 2	\$ 3,518
-	-	-	-	-	3,568	-	-
50,520	28,800	-	-	-	-	-	-
3,381	3,984	1,668	2,975	2,079	1,298	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 411,887</u>	<u>\$ 373,998</u>	<u>\$ 144,650</u>	<u>\$ 318,128</u>	<u>\$ 97,162</u>	<u>\$ 152,402</u>	<u>\$ 2</u>	<u>\$ 3,518</u>
\$ 1,400	\$ 7,780	\$ 418	\$ 4,345	\$ 17,342	\$ -	\$ -	\$ -
-	-	-	-	-	-	2	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,400</u>	<u>7,780</u>	<u>418</u>	<u>4,345</u>	<u>17,342</u>	<u>-</u>	<u>2</u>	<u>-</u>
-	-	-	-	-	-	-	-
410,487	366,218	144,232	313,783	79,820	152,402	-	3,518
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>410,487</u>	<u>366,218</u>	<u>144,232</u>	<u>313,783</u>	<u>79,820</u>	<u>152,402</u>	<u>-</u>	<u>3,518</u>
<u>\$ 411,887</u>	<u>\$ 373,998</u>	<u>\$ 144,650</u>	<u>\$ 318,128</u>	<u>\$ 97,162</u>	<u>\$ 152,402</u>	<u>\$ 2</u>	<u>\$ 3,518</u>

COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Indian Gaming	Supplemental Law Enforcement Services Fund	DNA Identification Prop 69	Community Correction Performance Incentive	CLRF11
ASSETS					
Cash and investments	\$ 370,494	\$ 124,991	\$ 219,427	\$ -	\$ 749,120
Accounts receivable	-	-	-	-	-
Due from other governments	-	1,553	-	25,000	298,611
Interest receivable	2,258	140	1,947	-	2,164
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 372,752</u>	<u>\$ 126,684</u>	<u>\$ 221,374</u>	<u>\$ 25,000</u>	<u>\$ 1,049,895</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 192	\$ 1,106	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	24,967	56,302
Deferred revenue	-	-	-	-	18,926
Total Liabilities	<u>192</u>	<u>1,106</u>	<u>-</u>	<u>24,967</u>	<u>75,228</u>
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	372,560	125,578	221,374	33	981,690
Committed	-	-	-	-	-
Unassigned	-	-	-	-	(7,023)
Total Fund Balances	<u>372,560</u>	<u>125,578</u>	<u>221,374</u>	<u>33</u>	<u>974,667</u>
Total Liabilities and Fund Balances	<u>\$ 372,752</u>	<u>\$ 126,684</u>	<u>\$ 221,374</u>	<u>\$ 25,000</u>	<u>\$ 1,049,895</u>

Totals
\$ 10,048,017
24,318
1,340,948
102,565
133,760
63,725
942,638
47,960
1,663,442
<u>\$ 14,367,373</u>

\$ 332,379
1,011
10,815
570,689
106,497
<u>1,021,391</u>

260
13,460,775
234,224
(349,277)
<u>13,345,982</u>
<u>\$ 14,367,373</u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Behavioral Health	ABCD	Bridges	Child Support	Air and Water Pollution Control
REVENUES					
Taxes	\$ -	\$ -	\$ 163,867	\$ -	\$ -
Licenses and permits	-	-	-	-	309,786
Fines and forfeitures	-	-	-	-	15,118
Use of money and property	5,293	(889)	16,999	13,110	11,690
Intergovernmental revenues	2,955,886	-	294,701	654,488	46,168
Charges for services	7,273	-	-	-	35,254
Other revenues	43,787	4,538	-	1,917	631
Total Revenues	3,012,239	3,649	475,567	669,515	418,647
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	624,590	-
Public ways and facilities	-	-	573,132	-	-
Health and sanitation	-	-	-	-	400,871
Public assistance	3,904,647	2,333,401	-	-	-
Capital outlay	2,441	-	-	-	16,090
Total Expenditures	3,907,088	2,333,401	573,132	624,590	416,961
Excess of Revenues Over (Under) Expenditures	(894,849)	(2,329,752)	(97,565)	44,925	1,686
OTHER FINANCING SOURCES (USES)					
Transfers in	904,896	2,768,972	11,123	186,521	-
Transfers out	(12,263)	(469,308)	-	-	-
Total Other Financing Sources (Uses)	892,633	2,299,664	11,123	186,521	-
Net Change in Fund Balances	(2,216)	(30,088)	(86,442)	231,446	1,686
Fund Balances - Beginning	2,410	1,175	246,923	-	201,599
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	2,410	1,175	246,923	-	201,599
Fund Balances - Ending	\$ 194	\$ (28,913)	\$ 160,481	\$ 231,446	\$ 203,285

Fish and Game	Special Airport	Parks and Recreation	Migrant Farm Housing	Migrant Housing Emergency Services	Forest Reserve - Title III	Stonyford Maintenance	MFH Soccer Field
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
7,674	-	-	-	-	-	-	-
868	1,793	(295)	175,348	1,712	6,347	3,750	94
-	408,787	-	533,558	-	-	-	-
-	-	-	-	-	-	-	-
253	1,470	-	23,984	-	-	-	-
8,795	412,050	(295)	732,890	1,712	6,347	3,750	94
-	-	-	-	-	-	-	-
12,371	-	-	-	-	22,528	-	-
-	443,836	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	691,279	-	-	-	-
-	-	-	-	-	-	-	-
12,371	443,836	-	691,279	-	22,528	-	-
(3,576)	(31,786)	(295)	41,611	1,712	(16,181)	3,750	94
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(3,576)	(31,786)	(295)	41,611	1,712	(16,181)	3,750	94
14,334	58,497	4,950	(23,894)	27,697	106,588	11,280	1,515
-	-	-	-	-	-	-	-
14,334	58,497	4,950	(23,894)	27,697	106,588	11,280	1,515
\$ 10,758	\$ 26,711	\$ 4,655	\$ 17,717	\$ 29,409	\$ 90,407	\$ 15,030	\$ 1,609

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Welfare to Work	Welfare Collections	Welfare Administration - Cash	Welfare Administration	Welfare Assistance
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	-	227	(1,386)	(1,185)	1,177
Intergovernmental revenues	-	-	259,914	1,971,371	1,360,119
Charges for services	-	-	-	-	-
Other revenues	-	19,098	-	-	-
Total Revenues	<u>-</u>	<u>19,325</u>	<u>258,528</u>	<u>1,970,186</u>	<u>1,361,296</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	8,595	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	<u>8,595</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>(8,595)</u>	<u>19,325</u>	<u>258,528</u>	<u>1,970,186</u>	<u>1,361,296</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	8,595	-	-	-	-
Transfers out	-	(2,992)	(183,431)	(2,023,466)	(1,483,066)
Total Other Financing Sources (Uses)	<u>8,595</u>	<u>(2,992)</u>	<u>(183,431)</u>	<u>(2,023,466)</u>	<u>(1,483,066)</u>
Net Change in Fund Balances	<u>-</u>	<u>16,333</u>	<u>75,097</u>	<u>(53,280)</u>	<u>(121,770)</u>
Fund Balances - Beginning	3	33,794	(163,186)	(159,215)	128,426
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	<u>3</u>	<u>33,794</u>	<u>(163,186)</u>	<u>(159,215)</u>	<u>128,426</u>
Fund Balances - Ending	<u>\$ 3</u>	<u>\$ 50,127</u>	<u>\$ (88,089)</u>	<u>\$ (212,495)</u>	<u>\$ 6,656</u>

CalWORKS Incentives	Tobacco Settlement	Off Highway Vehicle License Fee	Counseling Center	Economic Development Grant	Civil Fee Capital Projects	CDBG General Admin	Maxwell CDBG
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
53	14,447	18,431	9,741	23,999	1,421	6,147	3,053
30,172	-	47,247	-	-	-	-	-
-	-	-	-	-	8,229	-	-
-	-	-	-	-	-	-	-
30,225	14,447	65,678	9,741	23,999	9,650	6,147	3,053
-	68,413	3,189	-	250,000	-	356	-
-	-	-	-	-	4,297	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	35,000
-	-	-	-	-	-	-	-
-	68,413	3,189	-	250,000	4,297	356	35,000
30,225	(53,966)	62,489	9,741	(226,001)	5,353	5,791	(31,947)
-	-	-	10,071	21,409	-	16,643	-
(30,172)	-	-	(20,068)	(16,643)	-	-	(104,496)
(30,172)	-	-	(9,997)	4,766	-	16,643	(104,496)
53	(53,966)	62,489	(256)	(221,235)	5,353	22,434	(136,443)
6,741	248,205	301,247	156,263	449,662	23,095	98,339	100,779
-	-	-	-	-	-	-	64,072
6,741	248,205	301,247	156,263	449,662	23,095	98,339	164,851
\$ 6,794	\$ 194,239	\$ 363,736	\$ 156,007	\$ 228,427	\$ 28,448	\$ 120,773	\$ 28,408

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Maxwell PUD 08 STBG 5163	Lurline Rehab CDBG	94 Rehab Block Grant	96 Rehab Block Grant	97 Rehab Block Grant
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	8,361	1,853	4,793	1,603	1,835
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	8,361	1,853	4,793	1,603	1,835
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	159,303	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	35,371	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	159,303	35,371	-	-	-
Excess of Revenues Over (Under) Expenditures	(150,942)	(33,518)	4,793	1,603	1,835
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(283)	(13,680)	(6,742)	(3)
Total Other Financing Sources (Uses)	-	(283)	(13,680)	(6,742)	(3)
Net Change in Fund Balances	(150,942)	(33,801)	(8,887)	(5,139)	1,832
Fund Balances - Beginning	149,002	256	76	39	-
Prior period adjustment	-	155,736	256,613	75,212	113,099
Fund Balances - Beginning, Restated	149,002	155,992	256,689	75,251	113,099
Fund Balances - Ending	\$ (1,940)	\$ 122,191	\$ 247,802	\$ 70,112	\$ 114,931

Transitional Housing EHAP-CD	Transitional Housing CDBG	HOME Loan Program	Business Loan	10-HOME- 6992	SB 163 Wraparound	Assessor's Tax Admin AB 818	Consumer Protection Council
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
49	20	4,120	1,253	-	12,652	1,244	12,443
75,174	17,202	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
75,223	17,222	4,120	1,253	-	12,652	1,244	12,443
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
66,785	39,543	-	-	-	-	-	-
-	-	-	-	-	-	-	-
66,785	39,543	72,400	56,813	6,900	88,322	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
66,785	39,543	-	-	-	-	-	-
-	-	-	-	-	-	-	-
66,785	39,543	72,400	56,813	6,900	88,322	-	-
8,438	(22,321)	(68,280)	(55,560)	(6,900)	(75,670)	1,244	12,443
-	-	-	103,795	6,900	204,071	-	-
(32,380)	(10,142)	(6,900)	-	-	(183,887)	(1,981)	-
(32,380)	(10,142)	(6,900)	103,795	6,900	20,184	(1,981)	-
(23,942)	(32,463)	(75,180)	48,235	-	(55,486)	(737)	12,443
23,942	32,463	30,449	-	-	180,616	20,508	201,369
-	-	154,005	-	-	-	-	-
23,942	32,463	184,454	-	-	180,616	20,508	201,369
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,274</u>	<u>\$ 48,235</u>	<u>\$ -</u>	<u>\$ 125,130</u>	<u>\$ 19,771</u>	<u>\$ 213,812</u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Inmate Welfare	Booking Fees	Live Scan Fingerprinting	Substance Abuse/Crime Prevention	Sheriff K9 Donations
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	6,225	9,736	5,051	-	268
Intergovernmental revenues	-	-	-	-	-
Charges for services	42,507	7,336	22,850	-	-
Other revenues	39,087	-	-	343	-
Total Revenues	87,819	17,072	27,901	343	268
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	83,217	-	4,853	3,534	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	83,217	-	4,853	3,534	-
Excess of Revenues Over (Under) Expenditures	4,602	17,072	23,048	(3,191)	268
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	3,191	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	3,191	-
Net Change in Fund Balances	4,602	17,072	23,048	-	268
Fund Balances - Beginning	101,425	156,759	74,299	-	4,321
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	101,425	156,759	74,299	-	4,321
Fund Balances - Ending	\$ 106,027	\$ 173,831	\$ 97,347	\$ -	\$ 4,589

Local Enforcement Agency	Sheriff	JAG Offender Treatment Program	Child Support Enforcement	Vital Records Improvement Project	CUPA	CDC Pher	Hospital Preparedness Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
284	162	(5)	1,701	110	973	(2,183)	(474)
16,274	-	-	-	-	70,000	57,459	97,371
-	-	-	-	1,277	-	-	-
-	-	-	-	-	-	-	-
16,558	162	(5)	1,701	1,387	70,973	55,276	96,897
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
16,558	162	(5)	1,701	1,387	70,973	55,276	96,897
-	-	89	-	-	-	-	-
(16,514)	-	-	(186,521)	-	(70,846)	-	(85,934)
(16,514)	-	89	(186,521)	-	(70,846)	-	(85,934)
44	162	84	(184,820)	1,387	127	55,276	10,963
105	2,612	(84)	184,820	1,450	511	(50,961)	(5,323)
-	-	-	-	-	-	-	-
105	2,612	(84)	184,820	1,450	511	(50,961)	(5,323)
\$ 149	\$ 2,774	\$ -	\$ -	\$ 2,837	\$ 638	\$ 4,315	\$ 5,640

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Hospital Preparedness Program H1N1	Bioterrorism Grant	Health Department	Medical Assistance Administration	EMS
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	4,859	-	235,332
Use of money and property	(860)	10,707	1,171	2,767	9,565
Intergovernmental revenues	-	170,240	1,633	932,971	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	456
Total Revenues	<u>(860)</u>	<u>180,947</u>	<u>7,663</u>	<u>935,738</u>	<u>245,353</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	102,721
Capital outlay	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>102,721</u>
Excess of Revenues Over (Under) Expenditures	<u>(860)</u>	<u>180,947</u>	<u>7,663</u>	<u>935,738</u>	<u>142,632</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	19,435	-	440	-	-
Transfers out	-	(188,755)	(5,079)	(1,013,066)	(38,792)
Total Other Financing Sources (Uses)	<u>19,435</u>	<u>(188,755)</u>	<u>(4,639)</u>	<u>(1,013,066)</u>	<u>(38,792)</u>
Net Change in Fund Balances	<u>18,575</u>	<u>(7,808)</u>	<u>3,024</u>	<u>(77,328)</u>	<u>103,840</u>
Fund Balances - Beginning	<u>(18,575)</u>	<u>166,661</u>	<u>17,944</u>	<u>338,079</u>	<u>109,308</u>
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	<u>(18,575)</u>	<u>166,661</u>	<u>17,944</u>	<u>338,079</u>	<u>109,308</u>
Fund Balances - Ending	<u>\$ -</u>	<u>\$ 158,853</u>	<u>\$ 20,968</u>	<u>\$ 260,751</u>	<u>\$ 213,148</u>

AB 75 Tobacco Education	Animal Control	Almond Paradise Lighting	Thompson Street Lighting	Cross Creek/ Whisper Creek Lighting	Walnut Ranch #1 Lighting	Walnut Ranch #2 & #3 Lighting	CSA #1 Century Ranch
\$ -	\$ -	\$ 3,083	\$ 630	\$ -	\$ 4,924	\$ 3,762	\$ 6,949
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
4,887	737	238	40	1,193	1,632	166	2,317
150,000	-	-	-	-	47	-	-
-	-	-	-	-	-	-	49,105
-	4,260	81	57	8	81	81	4,671
154,887	4,997	3,402	727	1,201	6,684	4,009	63,042
-	-	-	-	1,562	-	-	100,471
-	-	3,252	641	-	3,368	3,232	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	3,252	641	1,562	3,368	3,232	100,471
154,887	4,997	150	86	(361)	3,316	777	(37,429)
-	-	-	-	-	-	-	-
(77,097)	-	-	-	-	-	-	-
(77,097)	-	-	-	-	-	-	-
77,790	4,997	150	86	(361)	3,316	777	(37,429)
58,496	11,070	3,112	636	19,611	25,940	2,530	26,678
-	-	-	-	-	-	-	-
58,496	11,070	3,112	636	19,611	25,940	2,530	26,678
<u>\$ 136,286</u>	<u>\$ 16,067</u>	<u>\$ 3,262</u>	<u>\$ 722</u>	<u>\$ 19,250</u>	<u>\$ 29,256</u>	<u>\$ 3,307</u>	<u>\$ (10,751)</u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	CSA #2 Reserve Stonyford	Realignment - Social Services	Realignment - Health	Realignment - Mental Health	D.A. Forfeiture
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	57	49,192	41,685	10,550	544
Intergovernmental revenues	-	1,281,081	698,781	33,398	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	14,574
Total Revenues	<u>57</u>	<u>1,330,273</u>	<u>740,466</u>	<u>43,948</u>	<u>15,118</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>57</u>	<u>1,330,273</u>	<u>740,466</u>	<u>43,948</u>	<u>15,118</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	127,943	237,754	12,174	-
Transfers out	-	(805,323)	(1,045,813)	(274,166)	(1,367)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(677,380)</u>	<u>(808,059)</u>	<u>(261,992)</u>	<u>(1,367)</u>
Net Change in Fund Balances	<u>57</u>	<u>652,893</u>	<u>(67,593)</u>	<u>(218,044)</u>	<u>13,751</u>
Fund Balances - Beginning	7,280	660,135	748,950	226,178	5,358
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	<u>7,280</u>	<u>660,135</u>	<u>748,950</u>	<u>226,178</u>	<u>5,358</u>
Fund Balances - Ending	<u>\$ 7,337</u>	<u>\$ 1,313,028</u>	<u>\$ 681,357</u>	<u>\$ 8,134</u>	<u>\$ 19,109</u>

S.O. Forfeiture	County Library Special Projects	Literacy Grant	Library - Guy Morse	County Libraries	Development Fees	Drug Enforcement Asset Forfeiture	Affordable Housing In-Lieu
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
81	2,428	480	8,799	1,846	58,029	1,061	792
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,517	2,100	-	4,285	39,530	14,210	-
81	4,945	2,580	8,799	6,131	97,559	15,271	792
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
81	4,945	2,580	8,799	6,131	97,559	15,271	792
-	-	-	-	-	-	-	-
-	(22,843)	(6,196)	(10,303)	(3,759)	(46,282)	-	-
-	(22,843)	(6,196)	(10,303)	(3,759)	(46,282)	-	-
81	(17,898)	(3,616)	(1,504)	2,372	51,277	15,271	792
1,306	41,017	7,366	143,151	29,015	938,049	13,511	12,839
-	-	-	-	-	-	-	-
1,306	41,017	7,366	143,151	29,015	938,049	13,511	12,839
<u>\$ 1,387</u>	<u>\$ 23,119</u>	<u>\$ 3,750</u>	<u>\$ 141,647</u>	<u>\$ 31,387</u>	<u>\$ 989,326</u>	<u>\$ 28,782</u>	<u>\$ 13,631</u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Tristar Brick Grant	S/T Traffic Fee - Roads	Mental Health Services Fund	Mental Health Services Prudent Reserve	Mental Health Services Workforce Education & Training
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	74,169	6,177	67,696	14,035	15,033
Intergovernmental revenues	-	-	1,242,900	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	85	-	-
Total Revenues	74,169	6,177	1,310,681	14,035	15,033
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	921,123	-	41,668
Public assistance	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	921,123	-	41,668
Excess of Revenues Over (Under) Expenditures	74,169	6,177	389,558	14,035	(26,635)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	100,000	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	100,000	-
Net Change in Fund Balances	74,169	6,177	389,558	114,035	(26,635)
Fund Balances - Beginning	(1)	99,933	904,882	229,098	241,716
Prior period adjustment	921,977	-	-	-	-
Fund Balances - Beginning, Restated	921,976	99,933	904,882	229,098	241,716
Fund Balances - Ending	\$ 996,145	\$ 106,110	\$ 1,294,440	\$ 343,133	\$ 215,081

Mental Health Services Prevention & Early Intervention	Mental Health Services Innovation	Mental Health Services Capital and IT	Mental Health Services Capital Facilities	Carl Moyer Grant	Vehicle Fees AB923	United States & California Flag Fund	Department of Public Works Projects Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	40,574	-	-
-	-	-	-	-	-	-	-
21,479	24,657	14,467	19,856	12,120	9,142	46	27
129,400	72,000	-	-	292,987	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
150,879	96,657	14,467	19,856	305,107	49,716	46	27
-	-	-	-	-	-	1,093	-
-	-	-	-	-	-	-	-
-	-	-	-	412,348	-	-	-
61,258	689	88,391	16,490	-	-	-	-
-	-	-	-	-	-	-	-
-	7,780	21,461	12,595	-	-	-	-
61,258	8,469	109,852	29,085	412,348	-	1,093	-
89,621	88,188	(95,385)	(9,229)	(107,241)	49,716	(1,047)	27
-	-	-	-	51,695	-	-	-
-	(100,000)	-	-	-	(51,695)	-	-
-	(100,000)	-	-	51,695	(51,695)	-	-
89,621	(11,812)	(95,385)	(9,229)	(55,546)	(1,979)	(1,047)	27
320,866	378,030	239,617	323,012	135,366	154,381	1,047	3,491
-	-	-	-	-	-	-	-
320,866	378,030	239,617	323,012	135,366	154,381	1,047	3,491
\$ 410,487	\$ 366,218	\$ 144,232	\$ 313,783	\$ 79,820	\$ 152,402	\$ -	\$ 3,518

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Indian Gaming	Supplemental Law Enforcement Services Fund	DNA Identification Prop 69	Community Correction Performance Incentive	CLRF11
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	218,973	-	-
Use of money and property	21,674	5,730	3,526	33	5,717
Intergovernmental revenues	247,853	123,550	-	100,000	2,616,641
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	<u>269,527</u>	<u>129,280</u>	<u>222,499</u>	<u>100,033</u>	<u>2,622,358</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	308,112	113,002	-	62,345	57,430
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Capital outlay	-	-	-	37,655	-
Total Expenditures	<u>308,112</u>	<u>113,002</u>	<u>-</u>	<u>100,000</u>	<u>57,430</u>
Excess of Revenues Over (Under) Expenditures	<u>(38,585)</u>	<u>16,278</u>	<u>222,499</u>	<u>33</u>	<u>2,564,928</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	15,970
Transfers out	-	-	(1,125)	-	(1,606,231)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(1,125)</u>	<u>-</u>	<u>(1,590,261)</u>
Net Change in Fund Balances	<u>(38,585)</u>	<u>16,278</u>	<u>221,374</u>	<u>33</u>	<u>974,667</u>
Fund Balances - Beginning	411,145	109,300	-	-	-
Prior period adjustment	-	-	-	-	-
Fund Balances - Beginning, Restated	<u>411,145</u>	<u>109,300</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 372,560</u>	<u>\$ 125,578</u>	<u>\$ 221,374</u>	<u>\$ 33</u>	<u>\$ 974,667</u>

Totals

\$ 183,215
350,360
481,956
909,707
16,989,373
173,831
222,104

19,310,546

649,519
1,306,772
1,588,619
1,530,490
7,217,342
98,022

12,390,764

6,919,782

4,811,687
(10,259,610)

(5,447,923)

1,471,859

10,133,409

1,740,714

11,874,123

\$13,345,982

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Nonmajor Governmental Funds

- **Capital Projects Funds**

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COUNTY OF COLUSA
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2012

	<u>Building Fund</u>	<u>Courthouse Construction</u>	<u>Criminal Justice Construction</u>	<u>Totals</u>
ASSETS				
Cash and investments	\$ 175,557	\$ 1,118,049	\$ 129,064	\$ 1,422,670
Interest receivable	1,754	10,107	805	12,666
Total Assets	<u><u>\$ 177,311</u></u>	<u><u>\$ 1,128,156</u></u>	<u><u>\$ 129,869</u></u>	<u><u>\$ 1,435,336</u></u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted	177,311	1,128,156	129,869	1,435,336
Total Fund Balances	<u>177,311</u>	<u>1,128,156</u>	<u>129,869</u>	<u>1,435,336</u>
Total Liabilities and Fund Balances	<u><u>\$ 177,311</u></u>	<u><u>\$ 1,128,156</u></u>	<u><u>\$ 129,869</u></u>	<u><u>\$ 1,435,336</u></u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2012

	Building Fund	Courthouse Construction	Criminal Justice Construction	Totals
REVENUES				
Fines and forfeitures	\$ -	\$ 59,937	\$ 227,340	\$ 287,277
Use of money and property	9,050	62,947	4,278	76,275
Other revenues	306,530	-	-	306,530
Total Revenues	315,580	122,884	231,618	670,082
EXPENDITURES				
Current:				
General government	-	-	165,290	165,290
Debt service:				
Principal	226,159	-	-	226,159
Interest and other charges	80,371	-	-	80,371
Total Expenditures	306,530	-	165,290	471,820
Excess of Revenues Over (Under) Expenditures	9,050	122,884	66,328	198,262
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	9,050	122,884	66,328	198,262
Fund Balances - Beginning	168,261	1,005,272	63,541	1,237,074
Fund Balances - Ending	<u>\$ 177,311</u>	<u>\$ 1,128,156</u>	<u>\$ 129,869</u>	<u>\$ 1,435,336</u>

Internal Service Funds

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COUNTY OF COLUSA
Combining Statement of Net Assets
Internal Service Funds
June 30, 2012

	<u>Central Services</u>	<u>Insurance</u>	<u>Totals</u>
ASSETS			
Current Assets:			
Cash and investments	\$ 8,000	\$ -	\$ 8,000
Prepaid costs	-	1,906,459	1,906,459
Advances to employees	660	-	660
Inventory	4,673	-	4,673
Total Current Assets	13,333	1,906,459	1,919,792
Noncurrent Assets:			
Capital assets:			
Depreciable, net	10,799	-	10,799
Total Noncurrent Assets	10,799	-	10,799
Total Assets	24,132	1,906,459	1,930,591
LIABILITIES			
Current Liabilities:			
Accounts payable	35,688	-	35,688
Interest payable	430	-	430
Due to other funds	57,390	-	57,390
Claims payable	-	1,001,422	1,001,422
Total Current Liabilities	93,508	1,001,422	1,094,930
Noncurrent Liabilities:			
Net OPEB obligation	9,689	-	9,689
Total Noncurrent Liabilities	9,689	-	9,689
Total Liabilities	103,197	1,001,422	1,104,619
NET ASSETS			
Invested in capital assets	10,799	-	10,799
Unrestricted	(89,864)	905,037	815,173
Total Net Assets	<u>\$ (79,065)</u>	<u>\$ 905,037</u>	<u>\$ 825,972</u>

COUNTY OF COLUSA
Combining Statement of Revenues, Expenses, and
Changes in Net Assets
Internal Service Funds
For the Year Ended June 30, 2012

	<u>Central Services</u>	<u>Insurance</u>	<u>Totals</u>
OPERATING REVENUES			
Charges for services	\$ 114,643	\$ 1,246,820	\$ 1,361,463
Total Operating Revenues	<u>114,643</u>	<u>1,246,820</u>	<u>1,361,463</u>
OPERATING EXPENSES			
Salaries and benefits	109,549	-	109,549
Services and Supplies	-	236,917	236,917
Claims expense	-	1,168,659	1,168,659
Depreciation	719	-	719
Total Operating Expenses	<u>110,268</u>	<u>1,405,576</u>	<u>1,515,844</u>
Operating Income (Loss)	<u>4,375</u>	<u>(158,756)</u>	<u>(154,381)</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest income	<u>(3,968)</u>	<u>8,907</u>	<u>4,939</u>
Total Non-Operating Revenues (Expenses)	<u>(3,968)</u>	<u>8,907</u>	<u>4,939</u>
Change in Net Assets	407	(149,849)	(149,442)
Total Net Assets - Beginning	<u>(79,472)</u>	<u>1,054,886</u>	<u>975,414</u>
Total Net Assets - Ending	<u><u>\$ (79,065)</u></u>	<u><u>\$ 905,037</u></u>	<u><u>\$ 825,972</u></u>

COUNTY OF COLUSA
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2012

	<u>Central Services</u>	<u>Insurance</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 114,785	\$ 1,246,820	\$ 1,361,605
Payments to suppliers	18,253	(1,255,727)	(1,237,474)
Payments to employees	(114,804)	-	(114,804)
Net Cash Provided (Used) by Operating Activities	<u>18,234</u>	<u>(8,907)</u>	<u>9,327</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Interfund loans repaid	(14,187)	-	(14,187)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(14,187)</u>	<u>-</u>	<u>(14,187)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends	(4,047)	8,907	4,860
Net Cash Provided (Used) by Investing Activities	<u>(4,047)</u>	<u>8,907</u>	<u>4,860</u>
Net Increase (Decrease) in Cash and Cash Equivalents	-	-	-
Balances - Beginning of the Year	<u>8,000</u>	<u>-</u>	<u>8,000</u>
Balances - End of the Year	<u><u>\$ 8,000</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 8,000</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ 4,375	\$ (158,756)	\$ (154,381)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	719	-	719
Decrease (increase) in:			
Accounts receivable	142	-	142
Prepaid costs	-	21,581	21,581
Advances to employees	(660)	-	(660)
Inventory	68	-	68
Increase (decrease) in:			
Accounts payable	18,185	-	18,185
Claims payable	-	128,268	128,268
Compensated absences	(6,144)	-	(6,144)
Net OPEB obligation	1,549	-	1,549
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 18,234</u></u>	<u><u>\$ (8,907)</u></u>	<u><u>\$ 9,327</u></u>

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Fiduciary Funds

- **Trust and Agency Funds**

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COUNTY OF COLUSA
Combining Statement of Fiduciary Net Assets
Investment Trust Funds
June 30, 2012

	<u>School Districts</u>	<u>Special Districts Governed by Local Boards</u>	<u>Courts</u>	<u>Total Investment Trust Funds</u>
ASSETS				
Cash and investments	\$ 22,857,255	\$ 9,584,629	\$ (290,475)	\$ 32,151,409
Total Assets	<u>\$ 22,857,255</u>	<u>\$ 9,584,629</u>	<u>\$ (290,475)</u>	<u>\$ 32,151,409</u>
NET ASSETS				
Net assets held in trust for investment pool participants	<u>\$ 22,857,255</u>	<u>\$ 9,584,629</u>	<u>\$ (290,475)</u>	<u>\$ 32,151,409</u>

COUNTY OF COLUSA
Combining Statement of Changes in Fiduciary Net Assets
Investment Trust Funds
For the Year Ended June 30, 2012

	School Districts	Special Districts Governed by Local Boards	Courts	Total Investment Trust Funds
ADDITIONS				
Contributions to investment pool	\$ 68,414,120	\$ 22,173,179	\$ 1,980,289	\$ 92,567,588
Total Additions	<u>68,414,120</u>	<u>22,173,179</u>	<u>1,980,289</u>	<u>92,567,588</u>
DEDUCTIONS				
Distributions from investment pool	59,362,625	22,632,942	2,001,623	83,997,190
Total Deductions	<u>59,362,625</u>	<u>22,632,942</u>	<u>2,001,623</u>	<u>83,997,190</u>
Change in Net Assets	9,051,495	(459,763)	(21,334)	8,570,398
Net Assets - Beginning	<u>13,805,760</u>	<u>10,044,392</u>	<u>(269,141)</u>	<u>23,581,011</u>
Net Assets - Ending	<u><u>\$ 22,857,255</u></u>	<u><u>\$ 9,584,629</u></u>	<u><u>\$ (290,475)</u></u>	<u><u>\$ 32,151,409</u></u>

COUNTY OF COLUSA
Combining Statement of Assets and Liabilities
Agency Funds
June 30, 2012

	Accrued County Trust Funds	Total Agency Funds
ASSETS		
Cash and investments	\$ 1,856,583	\$ 1,856,583
Taxes receivable	<u>1,315,187</u>	<u>1,315,187</u>
Total Assets	<u><u>\$ 3,171,770</u></u>	<u><u>\$ 3,171,770</u></u>
LIABILITIES		
Due to other agencies	\$ 28,737	\$ 28,737
Agency obligations	<u>3,143,033</u>	<u>3,143,033</u>
Total Liabilities	<u><u>\$ 3,171,770</u></u>	<u><u>\$ 3,171,770</u></u>

COUNTY OF COLUSA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2012

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2012</u>
ACCRUED COUNTY TRUST FUNDS				
ASSETS				
Cash and investments	\$ 776,095	\$ 105,651,078	\$ 104,570,590	\$ 1,856,583
Taxes receivable	<u>1,837,200</u>	<u>26,319,857</u>	<u>26,841,870</u>	<u>1,315,187</u>
Total Assets	<u><u>\$ 2,613,295</u></u>	<u><u>\$ 131,970,935</u></u>	<u><u>\$ 131,412,460</u></u>	<u><u>\$ 3,171,770</u></u>
LIABILITIES				
Due to other funds	\$ 28,737	\$ -	\$ -	\$ 28,737
Agency obligations	<u>2,584,558</u>	<u>131,970,935</u>	<u>131,412,460</u>	<u>3,143,033</u>
Total Liabilities	<u><u>\$ 2,613,295</u></u>	<u><u>\$ 131,970,935</u></u>	<u><u>\$ 131,412,460</u></u>	<u><u>\$ 3,171,770</u></u>