

**COUNTY OF COLUSA,
CALIFORNIA**



**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
JUNE 30, 2009**

COUNTY OF COLUSA, CALIFORNIA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2009

TABLE OF CONTENTS

Page

INTRODUCTORY SECTION

County Officials	i
------------------------	---

FINANCIAL SECTION

Independent Auditor's Report	1
------------------------------------	---

Management's Discussion and Analysis - (Required Supplementary Information - Unaudited)	2-23
---	------

Basic Financial Statements:

Government-Wide Financial Statements:

Statement of Net Assets	24
Statement of Activities	25

Fund Financial Statements:

Governmental Funds:

Balance Sheet	26
Reconciliation of the Governmental Fund Balances to the Government-Wide Statement of Net Assets - Governmental Activities	27
Statement of Revenues, Expenditures, and Changes in Fund Balances	28
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities - Governmental Activities	29

Proprietary Funds:

Statement of Net Assets	30
Statement of Revenues, Expenses, and Changes in Net Assets	31
Statement of Cash Flows	32

Fiduciary Funds:

Statement of Fiduciary Net Assets	33
Statement of Changes in Fiduciary Net Assets	34

Notes to Basic Financial Statements:

1 Financial Reporting Entity and Summary of Significant Accounting Policies	35-42
2 Stewardship, Compliance, and Accountability	42-44
3 Detailed Notes	44-51
4 Employees' Retirement Plan	52-53
5 Post Employment Benefits Other Than Pensions	53-54
6 Risk Management	55
7 Other Information	55

Required Supplementary Information (Unaudited)

Schedule of Funding Progress	56
Budgetary Comparison Schedule - Budgetary Basis - General Fund	57
Budgetary Comparison Schedule - Budgetary Basis - Public Works - Major Special Revenue Fund	58
Budgetary Comparison Schedule - Budgetary Basis - Behavioral Health - Major Special Revenue Fund	59
Budgetary Comparison Schedule - Budgetary Basis - Health and Human Services - Major Special Revenue Fund	60
Notes to Required Supplementary Information	61

**COUNTY OF COLUSA, CALIFORNIA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS

	Page
Combining Nonmajor Fund Statements:	
Nonmajor Governmental Funds:	
Combining Balance Sheet	62
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	63
Special Revenue Funds:	
Combining Balance Sheet	64-70
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	71-77
Capital Projects Funds:	
Combining Balance Sheet	78
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	79
Internal Service Funds:	
Combining Statement of Net Assets	80
Combining Statement of Revenues, Expenses, and Changes in Net Assets	81
Combining Statement of Cash Flows	82
Fiduciary Funds:	
Trust Funds:	
Combining Statement of Fiduciary Net Assets - Investment Trust Funds	83
Combining Statement of Changes in Fiduciary Net Assets - Investment Trust Funds	84
Agency Funds:	
Combining Statement of Assets and Liabilities - Agency Funds	85
Combining Statement of Changes in Assets and Liabilities - Agency Funds	86

INTRODUCTORY SECTION

-
- **County Elected and Appointed Officials**

COUNTY OF COLUSA, CALIFORNIA
COUNTY OFFICIALS
FOR THE YEAR ENDED JUNE 30, 2009

Elected

District One	Kim Dolbow-Vann
District Two	Thomas A. Indrieri
District Three	Mark D. Marshall
District Four	Gary J. Evans
District Five	Denise J. Carter
Assessor/Recorder	Wayne C. Zoller
Auditor/Controller	Peggy Scroggins
Clerk/Recorder	Kathleen Moran
District Attorney	John Poyner
Sheriff/Coroner	Scott Marshall
Treasurer/Tax Collector	Daniel Charter

Appointed

Agricultural Commissioner	Harry Krug
Chief Probation Officer	Steven Bordin
Child Support Services	Mary Anderson
County Counsel	Henry E. Rodegerdts
County Librarian	Wendy Penrose Burke
Behavioral Health Director	Curtis R. Boewer
Cooperative Extension Director	Mike Murray
Health and Human Services Director	Beth M. Robey
Personnel Director	Brian Ring
Planning and Building Director	Stephen Hackney
Planning Commissioner	Gail Beduhn
Planning Commissioner	James Charter
Planning Commissioner	Marion Mathis
Planning Commissioner	Charles Reische
Planning Commissioner	Steve Vanderpan
Public Works Director	Loren Clifton
Transit Manager	Barbara Salazar

FINANCIAL SECTION

-
- Independent Auditor's Report
 - Basic Financial Statements
 - Required Supplementary Information
 - Combining Nonmajor Fund Statements

INDEPENDENT AUDITOR'S REPORT

To The Board of Supervisors
and the 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, 2009, 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.

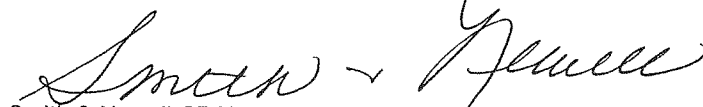
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2009, and the respective changes in financial position, and cash flows, where applicable, 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 19, 2010, 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 the 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.

The Schedule of Funding Progress and the Budgetary Comparison Schedules as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The County's management did not prepare the Management's Discussion and Analysis that is supplementary information required by Governmental Accounting Standards Board Statement No. 34. In accordance with accounting principles generally accepted in the United States, the omission has no impact on the basic financial statements described in the table of contents, but may impact the user's understanding of those financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section and the combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken 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 express no opinion on it.



Smith & Newell CPA's
Yuba City, California
March 19, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)

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, 2009. 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 2008-09 fiscal year by \$56,198,081 (*net assets*). Of this amount, \$838,591 (*unrestricted net assets*) may be used to meet ongoing obligations to citizens and creditors, \$14,157,490 is restricted for specific purposes (*restricted net assets*), and \$41,202,000 is invested in capital assets, net of related debt.
- The County's total net assets increased by \$3,681,870. The governmental activities net assets at the close of the 2008-09 fiscal year were \$58,185,690 and the business-type activities net assets were \$(1,987,609).
- The County's governmental funds reported combined fund balances of \$17,543,180, an increase of \$92,959 in comparison with the prior year. Approximately 87% of the combined fund balances, \$15,195,452, is available to meet the County's current and future needs (*unreserved / undesignated fund balance*).
- The County's unreserved and undesignated fund balance for the General Fund was \$1,725,581, or approximately 7% of total General Fund expenditures for the year.
- The County's investment in capital assets increased by \$702,579, net of depreciation.
- The County's total long-term debt decreased by \$11,032 in comparison with the prior year. However, effective for the 2008-09 fiscal year Colusa County is required to disclose our OPEB (Other Post Employment Benefits) obligation. Consequently, included in the total long-term debt for the first time in 2008-09 was the Net OPEB Obligation of \$437,333. The County's OPEB obligation is based on the flat \$252 monthly health insurance premium payment made on behalf of eligible retirees.

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 Lighting District, Thompson Street Lighting District, Cross Creek/Whisper Creek Lighting District, Walnut Ranch #1 Lighting District, Walnut Ranch #2 & #3 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.

The government-wide financial statements can be found on pages 24 - 25 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.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 – special revenue 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 26 – 29 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. 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 fund is singled out in the proprietary fund financial statements. Individual fund data for the nonmajor internal service fund is provided in the form of *combining statements* elsewhere in this report.

The proprietary funds financial statements can be found on pages 30 – 32 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the County. 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 33 - 34 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 35 - 55 of this report.

Required supplementary information is presented concerning the County General Fund, Public Works, Behavioral Health, and Health and Human Services budgetary schedules. The County adopts an annual appropriated budget for these funds, as well as all other governmental and proprietary funds. Budgetary comparison schedules have been provided 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 56 - 61 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 41 - 65 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may over time serve as a useful indicator of the County's financial position. On June 30, 2009, the County's assets exceeded its liabilities by \$56,198,081, a 7% increase over the prior year.

County of Colusa's Net Assets June 30, 2009 and 2008

	Governmental Activities		Business-Type Activities		Total		Variance
	2009	2008	2009	2008	2009	2008	
Assets:							
Current and Other Assets	22,351,246	20,762,367	115,534	(258,179)	22,466,780	20,504,188	9.57%
Capital Assets	44,268,978	43,555,370	157,637	168,666	44,426,615	43,724,036	1.61%
Total Assets	66,620,224	64,317,737	273,171	(89,513)	66,893,395	64,228,224	4.15%
Liabilities:							
Current and Other Liabilities	2,492,217	3,537,126	177,492	138,250	2,669,709	3,675,376	-27.36%
Long-Term Liabilities	5,942,317	5,948,604	2,083,288	2,088,033	8,025,605	8,036,637	-0.14%
Total Liabilities	8,434,534	9,485,730	2,260,780	2,226,283	10,695,314	11,712,013	-8.68%
Net Assets:							
Invested in Capital Assets, net of debt	41,044,363	39,928,648	157,637	168,666	41,202,000	40,097,314	2.76%
Restricted	13,896,576	12,655,843	260,914	239,675	14,157,490	12,895,518	9.79%
Unrestricted	3,244,751	2,247,516	(2,406,160)	(2,724,137)	838,591	(476,621)	275.95%
Total Net Assets	58,185,690	54,832,007	(1,987,609)	(2,315,796)	56,198,081	52,516,211	7.01%

Analysis of Net Assets

The largest portion of the County's net assets \$41,202,000 or 73% 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.

Restricted net assets of \$14,157,490 or 25% represents resources that are subject to external restrictions on how they may be used. The remaining \$838,591, or 2%, unrestricted net assets, may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the 2008-09 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.

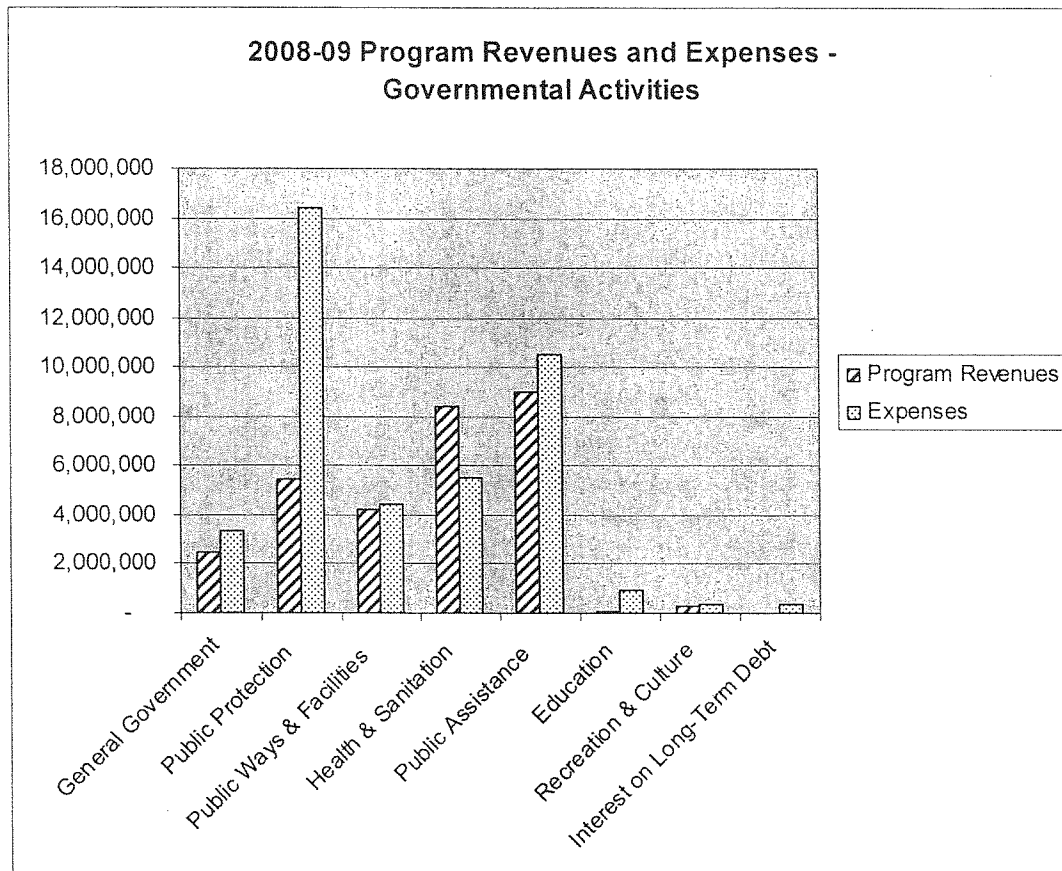
As listed in the Financial Statements, the County's net assets increased by \$3,681,870 during the June 30, 2009, fiscal year.

County of Colusa's Change in Net Assets June 30, 2009 and 2008

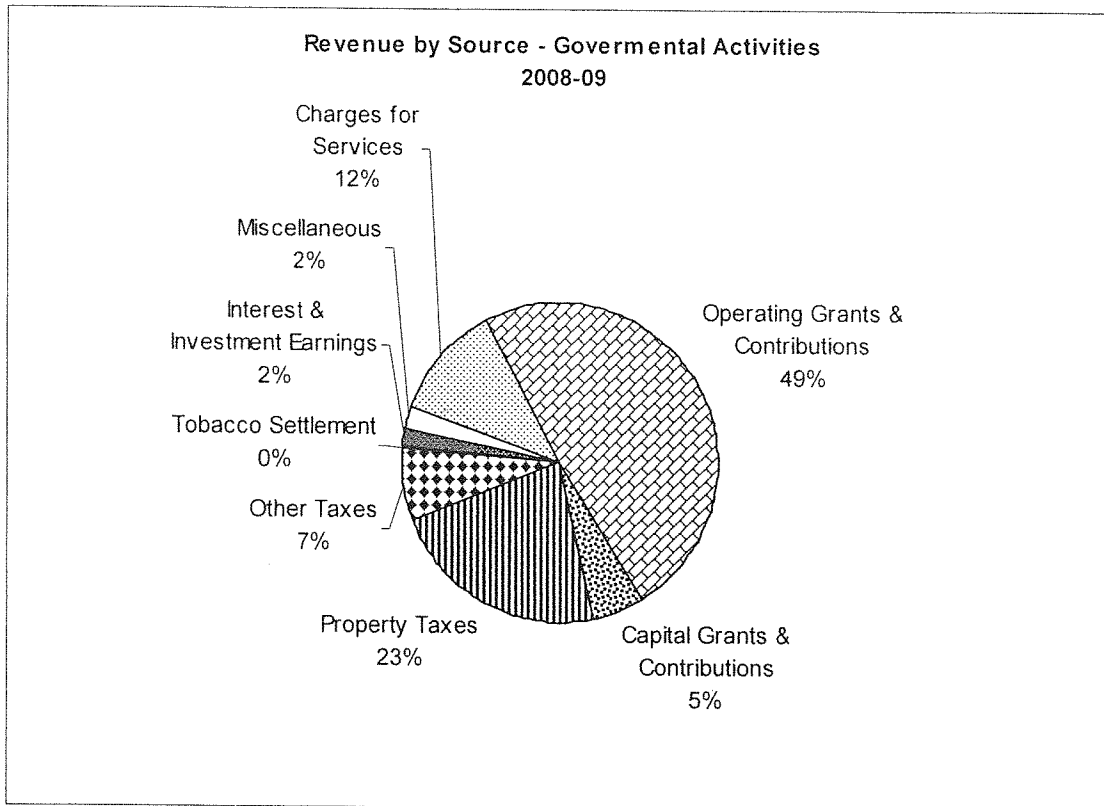
	Governmental Activities		Business-Type Activities		Total		Variance
	2009	2008	2009	2008	2009	2008	
Revenues:							
Program Revenues:							
Charges for Services	5,273,812	5,639,485	1,613,425	1,210,496	6,887,237	6,849,981	0.54%
Operating Grants & Contributions	22,152,123	20,444,233	10,000	16,893	22,162,123	20,461,126	8.31%
Capital Grants & Contributions	2,447,912	9,661,013	-	-	2,447,912	9,661,013	-74.66%
General Revenues:							
Property Taxes	10,222,818	10,156,752	-	-	10,222,818	10,156,752	0.65%
Other Taxes	3,196,767	2,256,560	37,452	35,810	3,234,219	2,292,370	41.09%
Tobacco Settlement	150,000	121,152	-	-	150,000	121,152	23.81%
Interest & Investment Earnings	788,203	1,157,645	33,274	19,270	821,477	1,176,915	-30.20%
Miscellaneous	997,043	1,593,402	375,322	496,798	1,372,365	2,090,200	-34.34%
Total Revenues	45,228,678	51,030,242	2,069,473	1,779,267	47,298,151	52,809,509	-10.44%
Expenses:							
General Government	3,362,819	4,191,865	-	-	3,362,819	4,191,865	-19.78%
Public Protection	16,381,557	15,248,026	-	-	16,381,557	15,248,026	7.43%
Public Ways & Facilities	4,432,837	6,018,699	-	-	4,432,837	6,018,699	-26.35%
Health & Sanitation	5,497,527	7,479,008	-	-	5,497,527	7,479,008	-26.49%
Public Assistance	10,544,562	8,449,802	-	-	10,544,562	8,449,802	24.79%
Education	940,950	896,344	-	-	940,950	896,344	4.98%
Recreation & Culture	360,793	249,319	-	-	360,793	249,319	44.71%
Interest on Long-Term Debt	353,950	446,574	-	-	353,950	446,574	-20.74%
Solid Waste	-	-	1,279,196	1,162,753	1,279,196	1,162,753	10.01%
Airport	-	-	462,090	507,635	462,090	507,635	-8.97%
Total Expenses	41,874,995	42,979,637	1,741,286	1,670,388	43,616,281	44,650,025	-2.32%
Change in Net Assets before Transfers	3,353,683	8,050,605	328,187	108,879	3,681,870	8,159,484	-54.88%
Transfers	-	25,000	-	(25,000)	-	-	-
Change in Net Assets	3,353,683	8,075,605	328,187	83,879	3,681,870	8,159,484	-54.88%
Prior Period Adjustment	-	-	-	514,014	-	514,014	-100.00%
Net Assets - Beg. - July 1, 2008	54,832,007	46,756,402	(2,315,796)	(2,913,689)	52,516,211	43,842,713	19.78%
Net Assets - End. - June 30, 2009	58,185,690	54,832,007	(1,987,609)	(2,315,796)	56,198,081	52,516,211	7.01%

Governmental activities. Governmental activities increased the County's net assets by \$3,353,683, accounting for 91% of the total growth. Total governmental revenues consist of general revenues and program revenues. General revenues totaled \$15,354,831; program revenues totaled \$29,873,847.

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



Revenues among Governmental activities totaled \$45,228,678 for the year ended 2008-09. The chart below presents the percentage of total revenues by source for Governmental activities:



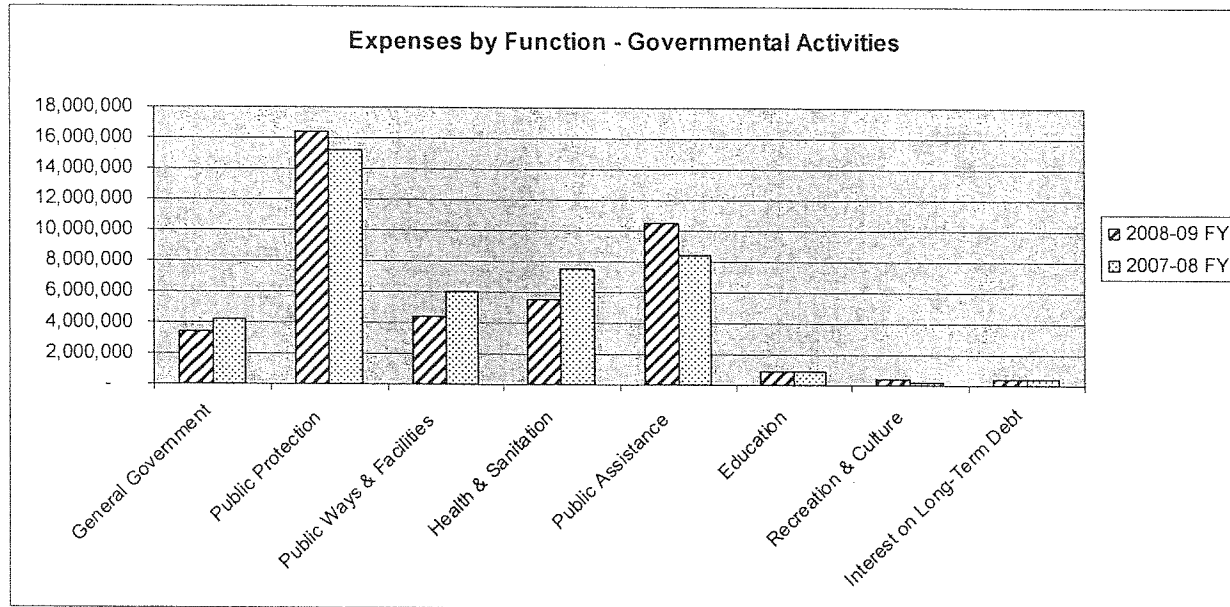
Key elements of the increase/decrease in *revenues* in the Governmental activities:

- Charges for Services decreased \$365,673, or 6.48%. There were decreases in Service revenues across the Board. The most significant reductions appear to be due to the slowing economy and reduced construction, such as Plan Check Fees, Road and Streets Service, and Recorder's Fees, etc.
- Operating Grants and Contributions increased \$1,707,890, or 8.35%. Of this increase 91%, or \$1,554,955, can be attributed to Health and Sanitation Programs.
- Capital Grants and Contributions decreased \$7,213,101, or 74.66%. Numerous State and Federal grants were eliminated, reduced, or delayed. Aid for Construction of Bridges, Aid for Construction of Airports, State Transportation Improvement Program monies, Economic Development Grants, and Groundwater Grant to name a few.
- Property Tax revenues increased \$66,066, or 0.65%. Overall Property Taxes were relatively flat. However, Supplemental Secured taxes decreased approximately 50%, which is an indication of the decreasing property market and reduced home sales.
- Other Tax revenue category increased \$940,207, or 41.67%. There are essentially two reasons for this large increase. The major increase is due to the sales tax associated with the construction of the PG&E power plant in the Maxwell area. Although sales tax nearly doubled in 2008-09, these excess revenues are one-time funds; it is recommended the County remain fiscally conservative and not use these increased revenues for on-going expenses. Once the power plant is completed, it is likely that the sales tax will drop back down to the County average level. Property tax in-lieu of vehicle license fees also increased during 2008-09.
- Tobacco Settlement increased \$28,848, or 23.81%.
- Interest and Investment Earnings decreased \$369,442, or 31.91%. Investments and interest rates declined sharply in 2008-09 due to the economic financial crisis associated with mortgage credit and the declining stock market. In addition, the State of California was not paying obligations on a timely basis which further decreased the County's earning potential.

- Miscellaneous Revenue decreased \$596,359, or 37.43%. Miscellaneous revenue can be volatile; however, one significant revenue received in 2007-08 was the \$500,000 Community Benefit Package. It was a one-time contribution associated with the power plant, designated for the County's General Plan update.

Expenses among Governmental activities for the year ended 2008-09 totaled \$41,874,995 in comparison to the year ended 2007-08 which totaled \$42,979,637; an overall decrease in expenses of 2.6%.

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



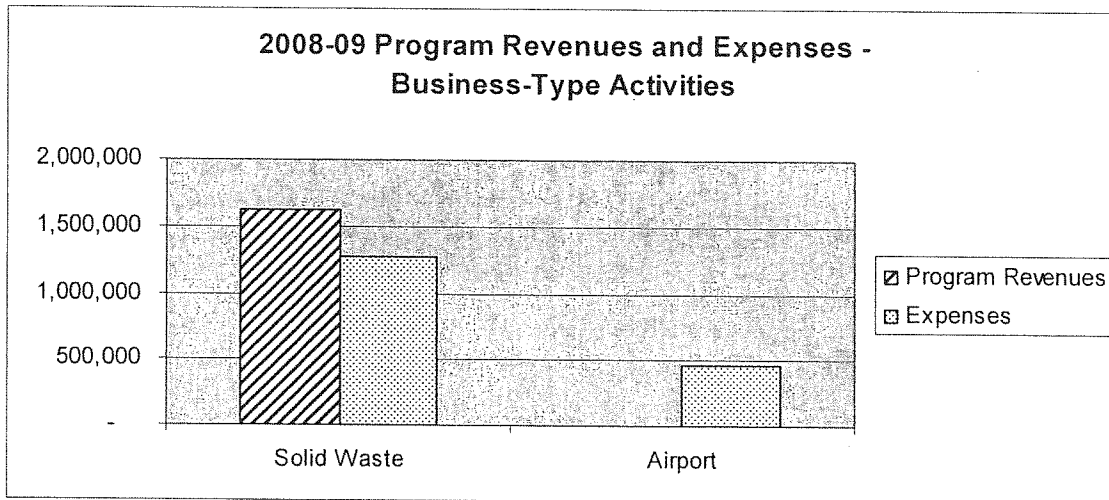
Key elements of the increase/decrease in *expenses* in the Governmental activities:

- The General Government category decreased by \$829,046, or 19.78%. Some of the reduction is due to the reimbursement of increased overhead costs for services provided by the County Counsel, Personnel, and Maintenance Department two years ago.
- The Public Protection category increased by \$1,133,531, or 7.43%. The District Attorney's Office had a 52% increase due to a number of items, but one of the larger items was a \$216,000 payment for tenant space improvements in the new rental facility. Salaries and Benefits for the Sheriff, Sheriff Bailiff, and Sheriff Indian Gaming increased nearly \$750,000, amounting to over a 24% increase. Homeland Security Enforcement increased nearly \$125,000, or 135%, due to homeland security grants.
- The Public Ways and Facilities category decreased by \$1,585,862, or 26.35%. In 2008-09 Professional Services in Public Works decreased substantially, over \$5.1M, or 85%. In addition, Bridges decreased approximately 51%.
- The Health and Sanitation category decreased by \$1,981,481, or 26.49%. The operating budgets for nearly all of the Health and Behavioral Health Departments decreased in 2008-09 due to State reductions and late claim reimbursements.
- The Public Assistance category increased by \$2,094,760, or 24.79%.
- The Education category increased by \$44,606, or 4.98%, due to the increase in Extra Help within the County Library.
- The Recreation and Cultural Services category increased by \$111,474, or 44.71%, due to number of projects funds by State Park Bonds.

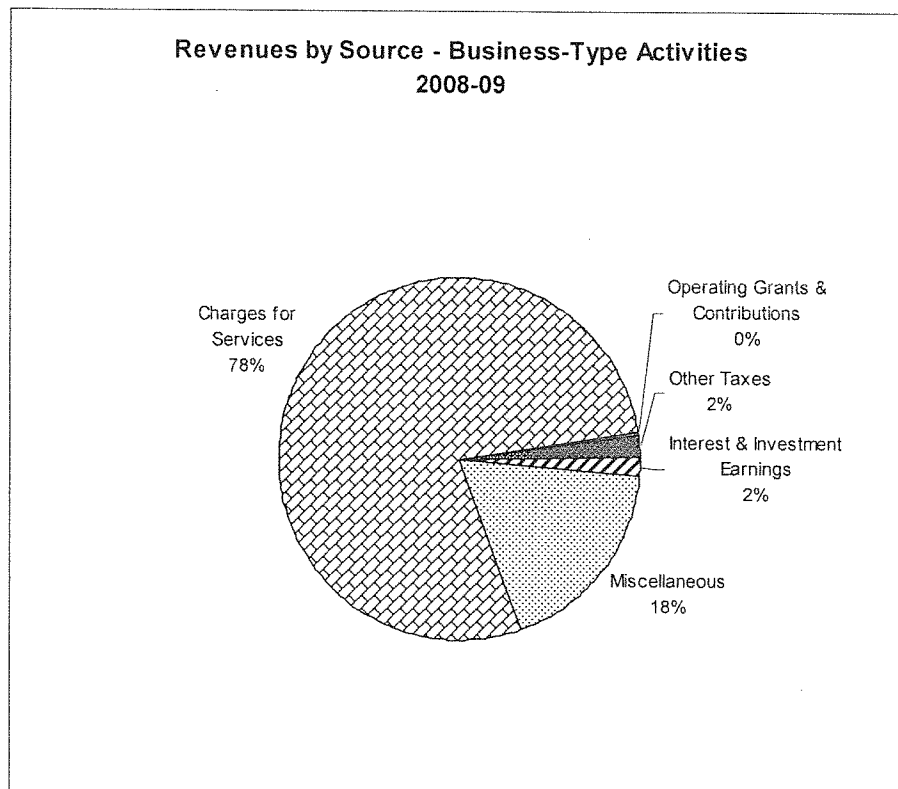
- The Interest on Long-Term Debt category decreased by \$92,624, or 20.74%.

Business-type activities. Business-type activities increased the County's net assets by \$328,187, accounting for 9% of the total growth in the County's net assets. Total business-type activities revenues consist of general revenues and program revenues. General revenues totaled \$446,048; program revenues totaled \$1,623,425.

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 \$2,069,473 for the year ended 2008-09. The chart below presents the percentage of total revenues by source for Business-type activities:

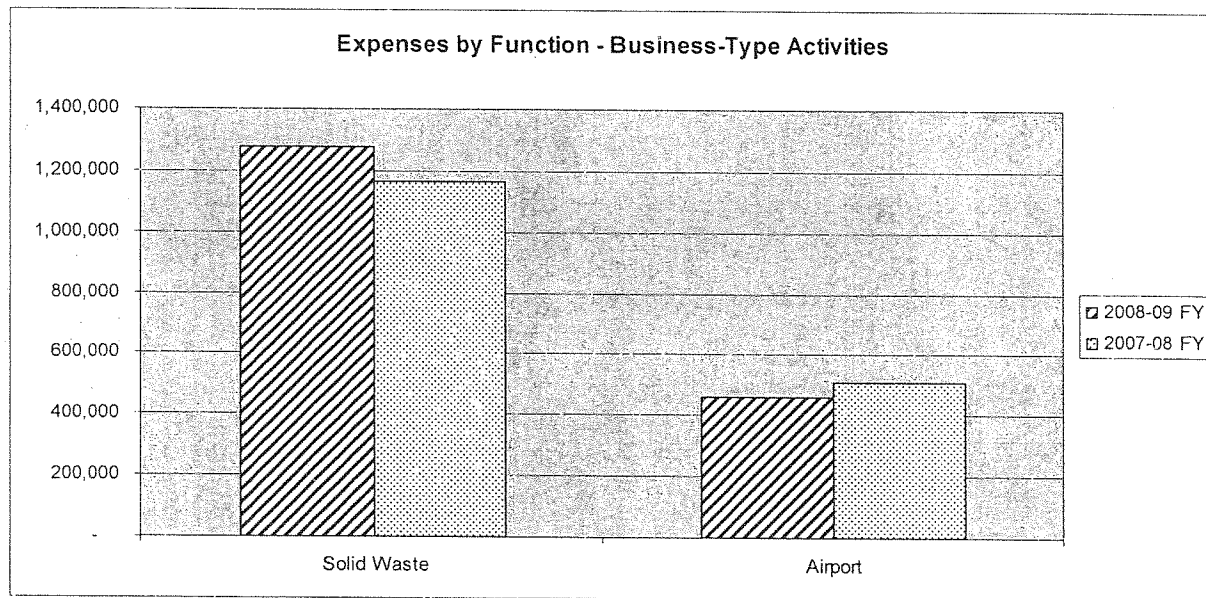


Key elements of the increase/decrease in *revenues* in the Business-type activities:

- Charges for Services increased \$402,929, or 33.29%. As previously mentioned, the fees at the Maxwell Transfer Station have been increased in order to reduce the negative balance in the Solid Waste Enterprise Fund.
- Operating Grants and Contributions decreased \$6,893, or 40.80%. The Solid Waste Enterprise did not receive the State Planning - OWP Grant in 2008-09.
- Other Tax revenue category increased \$1,642, or 4.59%, due to the increase in Aviation Tax for the Airport Enterprise.
- Interest and Investment Earnings increased \$14,004, or 72.67%.
- Miscellaneous Revenue decreased \$121,476, or 24.45%, and is due entirely to the reduction in the Sale of Gas and Oil.

Expenses among Business-type activities for the year ended 2008-09 totaled \$1,741,286 in comparison to the year ended 2007-08 which totaled \$1,670,388.

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 \$116,443, or 10.01%, which is attributable to a combination of increased Professional Services and a reduction of Reimbursed Projects in 2008-09.
- The Airport category decreased by \$45,545, or 8.97%. This reduction is primarily due to a reduction in the Cost of Gas and Oil.

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 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, unreserved 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, 2009 and 2008

	<u>2009</u>	<u>2008</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance - Beginning	17,425,984	13,770,247	3,655,737	26.55%
Revenues	43,337,497	51,271,168	(7,933,671)	-15.47%
Expenditures	(48,244,538)	(52,535,389)	4,290,851	-8.17%
Other Financing Sources (Uses)	5,000,000	4,945,000	55,000	1.11%
Change in Inventory	24,237	(25,042)	49,279	-196.79%
Fund Balance - Ending	<u>17,543,180</u>	<u>17,425,984</u>	<u>117,196</u>	<u>0.67%</u>

	<u>2009</u>		<u>2008</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>
<i>Fund Balance Detail:</i>						
Reserved	420,981	2.40%	396,744	2.28%	24,237	6.11%
Unreserved						
General Fund - Designated	1,921,023	10.95%	2,288,703	13.13%	(367,680)	-16.06%
General Fund - Undesignated	1,725,581	9.84%	2,481,438	14.24%	(755,857)	-30.46%
Special Revenue Funds - Designated	5,724	0.03%	5,724	0.03%	-	0.00%
Special Revenue Funds - Undesignated	12,300,926	70.12%	11,158,411	64.04%	1,142,515	10.24%
Capital Projects Funds - Undesignated	1,168,945	6.66%	1,094,964	6.28%	73,981	6.76%
Total Fund Balance	<u>17,543,180</u>	<u>100.00%</u>	<u>17,425,984</u>	<u>100.00%</u>	<u>117,196</u>	<u>0.67%</u>

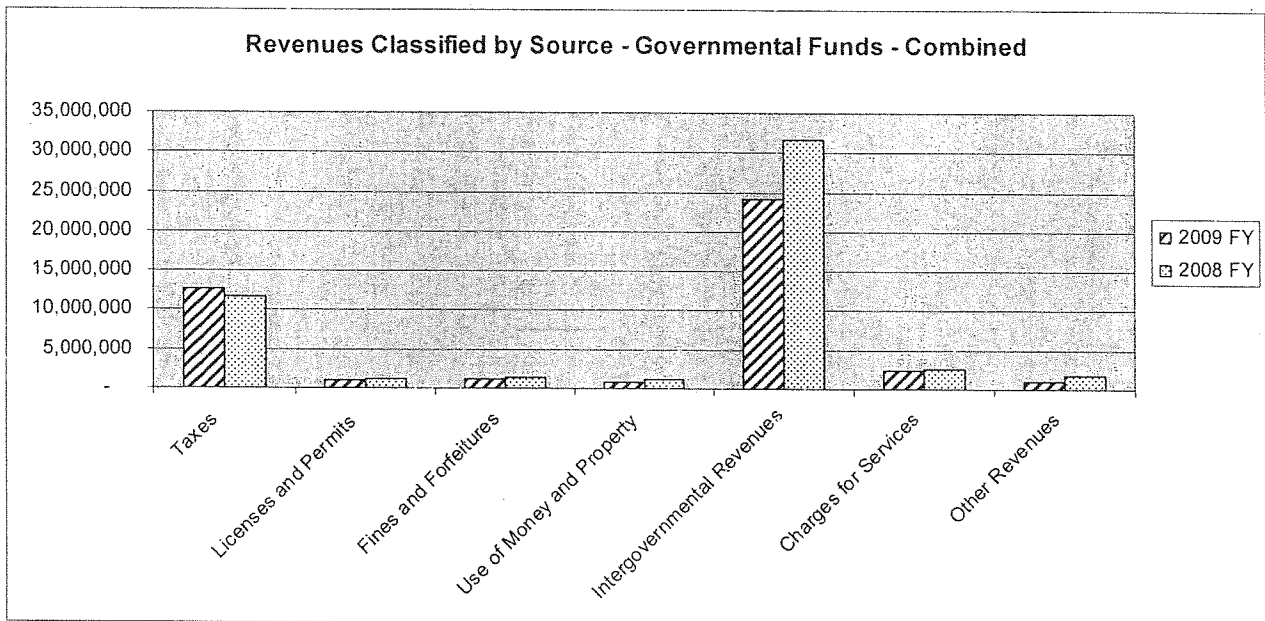
At June 30, 2009, the County's governmental funds reported combined fund balances of \$17,543,180, an increase of \$117,196, or 0.67%, in comparison with the prior year. Approximately 98% of this total amount, or \$17,122,199, constitutes *unreserved fund balance of the General, Special Revenue, and Capital Projects funds*. \$15,195,452 constitutes *unreserved/undesignated fund balance*, which is available to meet the County's current and future needs. The *designated fund balance* totals \$1,926,747 and indicates tentative plans for financial resource utilization in a future period. The remainder of the fund balance, \$420,981, is *reserved* to indicate that it is *not* available for new spending because it has been committed to fund inventory.

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, 2009 and 2008

Revenue by Source	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Taxes	12,665,931	29.23%	11,632,009	22.69%	1,033,922	8.89%
Licenses and Permits	1,048,270	2.42%	1,108,842	2.16%	(60,572)	-5.46%
Fines and Forfeitures	1,146,421	2.65%	1,363,600	2.66%	(217,179)	-15.93%
Use of Money and Property	790,453	1.82%	1,163,506	2.27%	(373,053)	-32.06%
Intergovernmental Revenues	24,189,977	55.82%	31,585,354	61.60%	(7,395,377)	-23.41%
Charges for Services	2,450,654	5.65%	2,643,607	5.16%	(192,953)	-7.30%
Other Revenues	1,045,791	2.41%	1,774,250	3.46%	(728,459)	-41.06%
Total Revenue	43,337,497	100.00%	51,271,168	100.00%	(7,933,671)	-15.47%

The following graph shows an illustrative picture of where the County governmental funds come from.

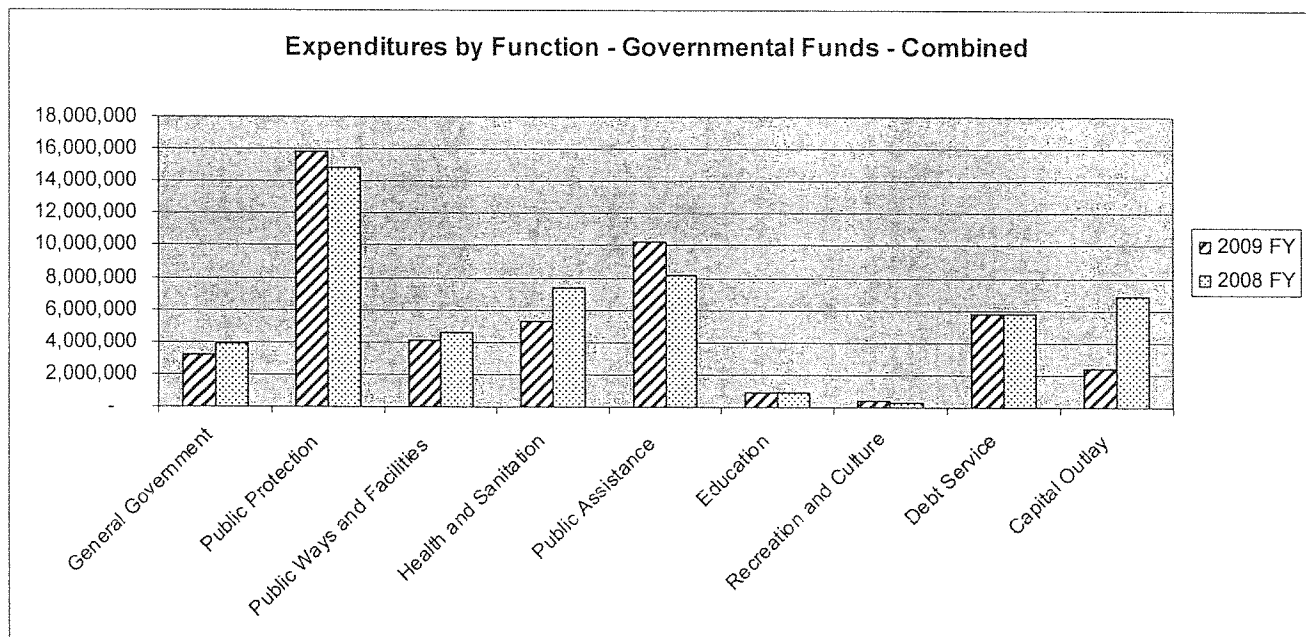


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the governmental funds.

**County of Colusa's Expenditures Classified By Function
Governmental Funds - Combined
June 30, 2009 and 2008**

	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Expenditures by Function						
General Government	3,224,689	6.68%	3,898,330	7.42%	(673,641)	-17.28%
Public Protection	15,839,455	32.82%	14,790,321	28.15%	1,049,134	7.09%
Public Ways and Facilities	4,124,351	8.55%	4,619,363	8.79%	(495,012)	-10.72%
Health and Sanitation	5,319,260	11.03%	7,338,085	13.97%	(2,018,825)	-27.51%
Public Assistance	10,275,444	21.30%	8,172,513	15.56%	2,102,931	25.73%
Education	915,611	1.90%	875,201	1.67%	40,410	4.62%
Recreation and Culture	360,793	0.75%	249,319	0.47%	111,474	44.71%
Debt Service	5,760,577	11.94%	5,771,071	10.99%	(10,494)	-0.18%
Capital Outlay	2,424,358	5.03%	6,821,186	12.98%	(4,396,828)	-64.46%
Total Expenditures	48,244,538	100.00%	52,535,389	100.00%	(4,290,851)	-8.17%

The following graph shows an illustrative picture of how County governmental funds were spent.



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, 2009 and 2008**

	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Proceeds from Debt	5,000,000	100.00%	4,920,000	99.49%	80,000	1.63%
Transfers In	15,417,749	308.35%	18,198,570	368.02%	(2,780,821)	-15.28%
Transfers Out	(15,417,749)	-308.35%	(18,173,570)	-367.51%	2,755,821	-15.16%
Total Other Financing Sources (Uses)	5,000,000	100.00%	4,945,000	100.00%	55,000	1.11%

The General Fund. The General Fund is the primary operating fund of the County. At June 30, 2009, the total fund balance was \$3,646,604, a decrease of \$1,123,537 from the prior fiscal year. Of the unreserved portion of the fund balance, \$1,921,023 was designated for specific purposes and the remaining balance of \$1,725,581 was undesignated.

As a measure of the General Fund's liquidity, it may be useful to compare unreserved, undesignated fund balance and total fund balance to total General Fund expenditures. The unreserved, undesignated fund balance represents 6.9% of total General Fund expenditures, while total fund balance represents 14.5% of the total General Fund expenditures.

The County's management also designates unreserved fund balance to a particular function, project or activity. Fund balance may also be designated for purposes beyond the current year. However, designated fund balance is available for appropriation at any time. Of the \$3,646,604 General Fund unreserved fund balance all is available for appropriations.

**County of Colusa's Net Change in Fund Balance
General Fund
June 30, 2009 and 2008**

	<u>2009</u>	<u>2008</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance - Beginning	4,770,141	4,418,691	351,450	7.95%
Revenues	19,554,546	24,077,203	(4,522,657)	-18.78%
Expenditures	(25,090,249)	(34,308,175)	9,217,926	-26.87%
Other Financing Sources (Uses)	4,412,166	10,582,422	(6,170,256)	-58.31%
Fund Balance - Ending	<u>3,646,604</u>	<u>4,770,141</u>	<u>(1,123,537)</u>	<u>-23.55%</u>

	<u>2009</u>		<u>2008</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:						
Reserved	-	0.00%	-	0.00%	-	0.00%
Unreserved						
Designated	1,921,023	52.68%	2,288,703	47.98%	(367,680)	-16.06%
Undesignated	1,725,581	47.32%	2,481,438	52.02%	(755,857)	-30.46%
Total Fund Balance	<u>3,646,604</u>	<u>100.00%</u>	<u>4,770,141</u>	<u>100.00%</u>	<u>(1,123,537)</u>	<u>-23.55%</u>

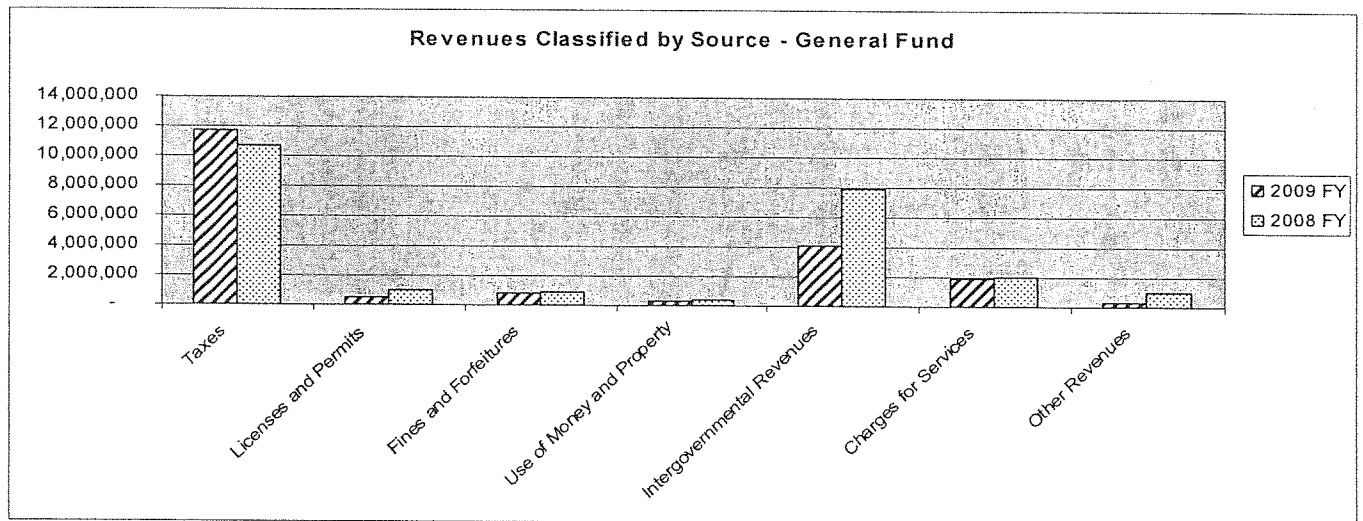
IMPORTANT NOTE - On July 1, 2008, all Behavioral Health, Health and Human Services, and Air Pollution Control Departments were removed from the General Fund and transferred into new special revenues funds established specifically for these purposes. Consequently, the General Fund increases and decreases in revenues and expenses are misleading. For instance all Revenues Classified by Source have decreased substantially, except Taxes. In the Expenditure by Function table Health and Sanitation has decreased in the General Fund by 98%, while Public Assistance has decreased by 96%. The General Fund Revenue and Expenditure table and charts are provided for informational purposes only, and are not meant to be an analytical tool. No further information will be provided to explain the General Fund variances between the 2007-08 and 2008-09 fiscal years.

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, 2009 and 2008

	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Revenue by Source						
Taxes	11,693,232	59.80%	10,685,235	44.38%	1,007,997	9.43%
Licenses and Permits	489,680	2.50%	1,029,221	4.27%	(539,541)	-52.42%
Fines and Forfeitures	758,655	3.88%	925,402	3.84%	(166,747)	-18.02%
Use of Money and Property	318,884	1.63%	436,773	1.81%	(117,889)	-26.99%
Intergovernmental Revenues	4,121,776	21.08%	7,932,367	32.95%	(3,810,591)	-48.04%
Charges for Services	1,853,156	9.48%	2,032,873	8.44%	(179,717)	-8.84%
Other Revenues	319,163	1.63%	1,035,332	4.30%	(716,169)	-69.17%
Total Revenue	19,554,546	100.00%	24,077,203	99.99%	(4,522,657)	-18.78%

The following graph shows an illustrative picture of where the County General funds come from.

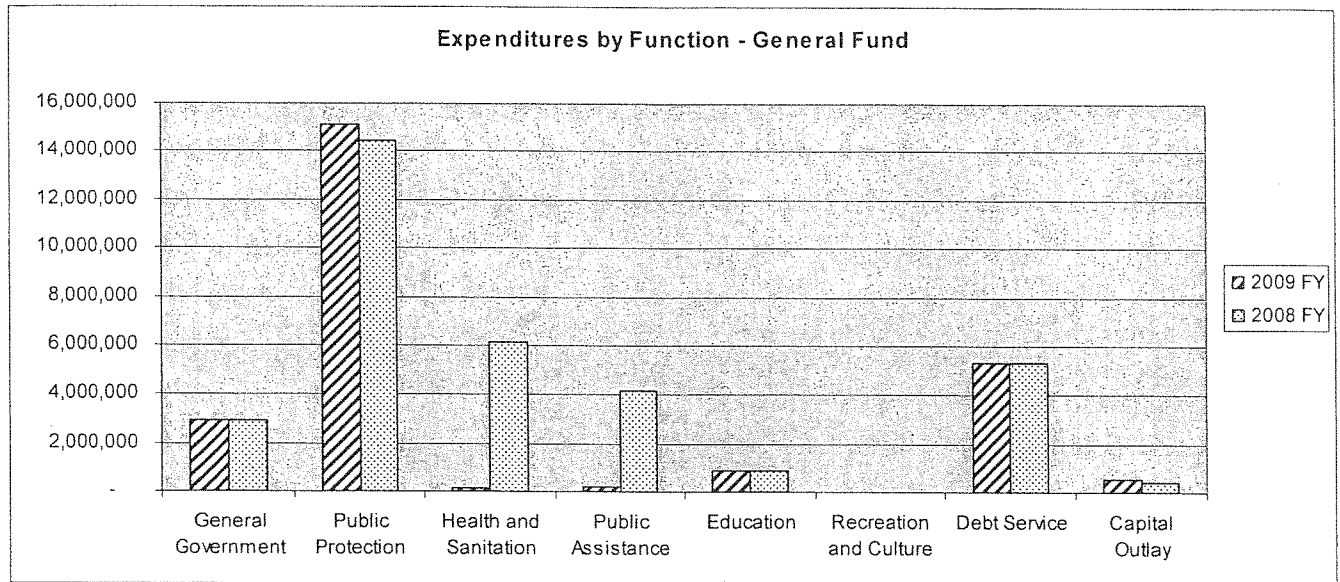


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the General Fund.

County of Colusa's Expenditures Classified By Function
General Fund
June 30, 2009 and 2008

	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Expenditures by Function						
General Government	2,905,563	11.58%	2,944,569	8.58%	(39,006)	-1.32%
Public Protection	15,127,028	60.29%	14,455,685	42.12%	671,343	4.64%
Health and Sanitation	139,111	0.55%	6,157,576	17.95%	(6,018,465)	-97.74%
Public Assistance	174,117	0.69%	4,180,489	12.19%	(4,006,372)	-95.84%
Education	907,266	3.62%	867,093	2.53%	40,173	4.63%
Recreation and Culture	13,929	0.06%	12,508	0.04%	1,421	11.36%
Debt Service	5,277,353	21.03%	5,278,411	15.39%	(1,058)	-0.02%
Capital Outlay	545,882	2.18%	411,844	1.20%	134,038	32.55%
Total Expenditures	25,090,249	100.00%	34,308,175	100.00%	(9,217,926)	-26.87%

The following graph shows an illustrative picture of how County General funds were spent.



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, 2009 and 2008

	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Proceeds from Debt	5,000,000	113.32%	4,920,000	46.49%	80,000	1.63%
Transfers In	2,406,684	54.55%	8,369,653	79.09%	(5,962,969)	-71.25%
Transfers Out	(2,994,518)	-67.87%	(2,707,231)	-25.58%	(287,287)	10.61%
Total Other Financing Sources (Uses)	4,412,166	100.00%	10,582,422	100.00%	(6,170,256)	-58.31%

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 \$765,681, or 29%.

The Behavioral Health Fund is used to account for the majority of the Behavioral Health programs, including Mental Health and Substance Abuse. The net decrease in the fund balance is \$536,906

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, Children's Services, Welfare, Senior Nutrition Program, and DHHS Administration. The net decrease in fund balance is \$44,432.

The net fund balances for the remaining other governmental funds, which are non-major governmental funds, increased \$1,032,153 to a total of \$11,041,068, a 10% increase.

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, 2009 and 2008**

	<u>2009</u>	<u>2008</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Total Net Assets - Beginning	(2,315,796)	(2,913,689)	597,893	-20.52%
Operating Revenues	1,613,275	1,210,346	402,929	33.29%
Operating Expenses	(1,741,286)	(1,670,388)	(70,898)	4.24%
Non-Operating Revenues (Expenses)	456,198	568,921	(112,723)	-19.81%
Transfers In (Out)	-	(25,000)	25,000	-100.00%
Prior Period Adjustments	-	514,014	(514,014)	-100.00%
Total Net Assets - Ending	<u>(1,987,609)</u>	<u>(2,315,796)</u>	<u>328,187</u>	<u>-14.17%</u>

	<u>2009</u>		<u>2008</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	157,637	-7.93%	168,666	-7.28%	(11,029)	-6.54%
Restricted for Closure Maintenance	260,914	-13.13%	239,675	-10.35%	21,239	8.86%
Unrestricted	(2,406,160)	121.06%	(2,724,137)	117.63%	317,977	-11.67%
Total Net Assets	<u>(1,987,609)</u>	<u>100.00%</u>	<u>(2,315,796)</u>	<u>100.00%</u>	<u>328,187</u>	<u>-14.17%</u>

Unrestricted net assets (deficits) of the Solid Waste Enterprise amounted to (\$2,064,816); while the unrestricted net assets of the Airport Enterprise amounted to \$77,207 for the fiscal year ending June 30, 2009.

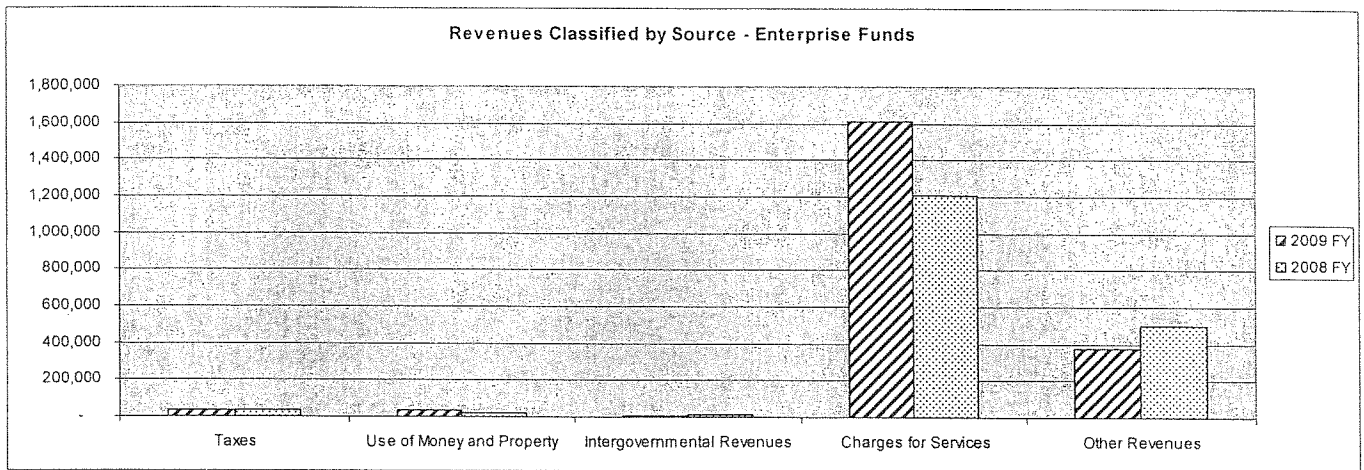
Though net assets remain in a deficit, the enterprise funds did have a positive change in net assets in the amount of \$328,187. Operating revenues increased by 33.29%, while operating expenses increased by 4.24%. As mentioned earlier, through cost containment and revenue increases it is expected that 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, 2009 and 2008**

	<u>2009</u>		<u>2008</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	37,602	1.82%	35,960	2.02%	1,642	4.57%
Use of Money and Property	33,274	1.61%	19,270	1.08%	14,004	72.67%
Intergovernmental Revenues	10,000	0.48%	16,893	0.95%	(6,893)	-40.80%
Charges for Services	1,613,275	77.95%	1,210,346	68.03%	402,929	33.29%
Other Revenues	375,322	18.14%	496,798	27.92%	(121,476)	-24.45%
Total Revenue	<u>2,069,473</u>	<u>100.00%</u>	<u>1,779,267</u>	<u>100.00%</u>	<u>290,206</u>	<u>16.31%</u>

The following graph shows an illustrative picture of where the enterprise funds come from.

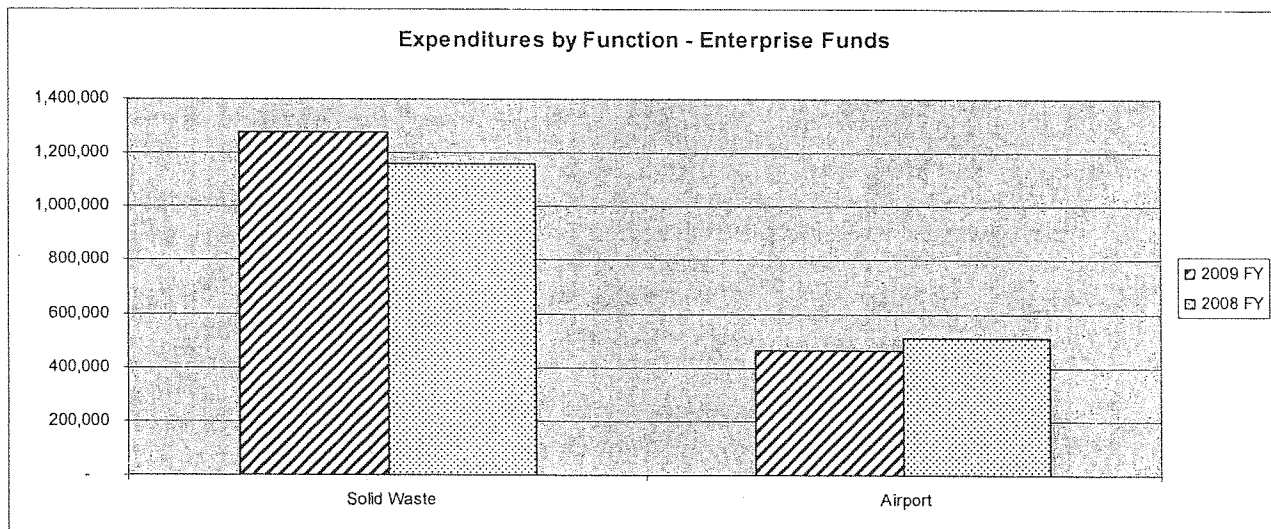


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the enterprise funds.

**County of Colusa's Expenditures Classified by Function
Enterprise Funds
June 30, 2009 and 2008**

	<u>2009</u>		<u>2008</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Expenditures Classified by Function						
Solid Waste	1,279,196	73.46%	1,162,753	69.61%	116,443	10.01%
Airport	462,090	26.54%	507,635	30.39%	(45,545)	-8.97%
Total Expenditures	1,741,286	100.00%	1,670,388	100.00%	70,898	4.24%

The following graph shows an illustrative picture of how enterprise funds were spent.



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 Central Services purchasing department.

**County of Colusa's Net Change in Fund Net Assets
Internal Service Funds
June 30, 2009 and 2008**

	<u>2009</u>	<u>2008</u>	<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>	<u>Variance</u>
Total Net Assets - Beginning	(85,379)	(114,543)	29,164	-25.46%
Operating Revenues	113,475	132,065	(18,590)	-14.08%
Operating Expenses	(107,196)	(97,040)	(10,156)	10.47%
Non-Operating Revenues (Expenses)	(2,250)	(5,861)	3,611	-61.61%
Total Net Assets - Ending	<u>(81,350)</u>	<u>(85,379)</u>	<u>4,029</u>	<u>-4.72%</u>

	<u>2009</u>		<u>2008</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	12,956	-15.93%	13,711	-16.06%	(755)	-5.51%
Unrestricted						
Undesignated	(94,306)	115.93%	(99,090)	116.06%	4,784	-4.83%
Total Net Assets	<u>(81,350)</u>	<u>100.00%</u>	<u>(85,379)</u>	<u>100.00%</u>	<u>4,029</u>	<u>-4.72%</u>

Unrestricted net assets of the internal service funds at June 30, 2009, were (\$94,306), as compared to (\$99,090) at June 30, 2008; a positive increase to the unrestricted net assets of \$4,784. The negative balance in the unrestricted net assets is partly due to a time lag between the original outlay of funds for another department's expense and the reimbursement received by that department. It is also partly due to the purchase of fixed assets where the expense has not been distributed to other departments in the County.

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 the Contingency Reserve is not recommended.

Differences between the original budget and the final amended budget for the General Fund resulted in a \$131,766 increase in appropriations. The components of this increase are briefly summarized as follows: \$73,721 increase to general government; \$25,778 increase to public protection; \$204 decrease to public assistance; \$81,379 increase to education; \$4,235 decrease in debt service; \$137,902 increase in capital outlay, and \$182,575 decrease in contingencies.

At fiscal year end, actual revenues were higher than the final budget by \$1,090,211, or 5.9%, and actual expenditures were under the final budget by \$1,168,143, or 4.45%. The net activity, including transfers, decreased the General Fund's fund balance by only \$1,123,537, as opposed to the original budget that would have decreased the fund balance by \$3,766,353, or the final budget that would have decreased the fund balance by \$3,266,366.

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, Behavioral Health Fund, Health & Human Services Fund
for Fiscal Year Ended June 30, 2009

	Original Budget	Final Budget	Actual Amounts	Net Change Between Original & Final Budget		Net Change Between Final Budget & Actual	
				Amount	Variance	Amount	Variance
<u>General Fund:</u>							
Total Revenues	18,057,769	18,464,335	19,554,546	406,566	2.25%	1,090,211	5.90%
Total Expenditures	(26,126,626)	(26,258,392)	(25,090,249)	(131,766)	0.50%	1,168,143	-4.45%
Other Financing Sources (Uses)	4,302,504	4,527,691	4,412,166	225,187	5.23%	(115,525)	-2.55%
Net Change in Fund Balance	(3,766,353)	(3,266,366)	(1,123,537)	499,987	-13.28%	2,142,829	-65.60%
<u>Public Works Fund:</u>							
Total Revenues	1,999,104	3,322,417	3,527,297	1,323,313	66.20%	204,880	6.17%
Total Expenditures	(5,689,228)	(7,585,346)	(4,762,833)	(1,896,118)	33.33%	2,822,513	-37.21%
Other Financing Sources (Uses)	1,691,402	2,000,968	2,001,217	309,566	18.30%	249	0.01%
Net Change in Fund Balance	(1,998,722)	(2,261,961)	765,681	(263,239)	13.17%	3,027,642	-133.85%
<u>Behavioral Health Fund:</u>							
Total Revenues	3,470,532	3,470,532	2,513,619	-	0.00%	(956,913)	-27.57%
Total Expenditures	(4,239,112)	(4,239,112)	(3,518,390)	-	0.00%	720,722	-17.00%
Other Financing Sources (Uses)	768,580	768,580	467,865	-	0.00%	(300,715)	-39.13%
Net Change in Fund Balance	-	-	(536,906)	-	0.00%	(536,906)	
<u>Health & Human Services Fund:</u>							
Total Revenues	990,846	983,846	863,954	(7,000)	-0.71%	(119,892)	-12.19%
Total Expenditures	(7,192,736)	(7,252,736)	(6,355,954)	(60,000)	0.83%	896,782	-12.36%
Other Financing Sources (Uses)	6,201,890	6,268,890	5,447,568	67,000	1.08%	(821,322)	-13.10%
Net Change in Fund Balance	-	-	(44,432)	-	0.00%	(44,432)	

Additional information on the General Fund and other major funds budget can be found on pages 57 - 60.

CAPITAL ASSETS

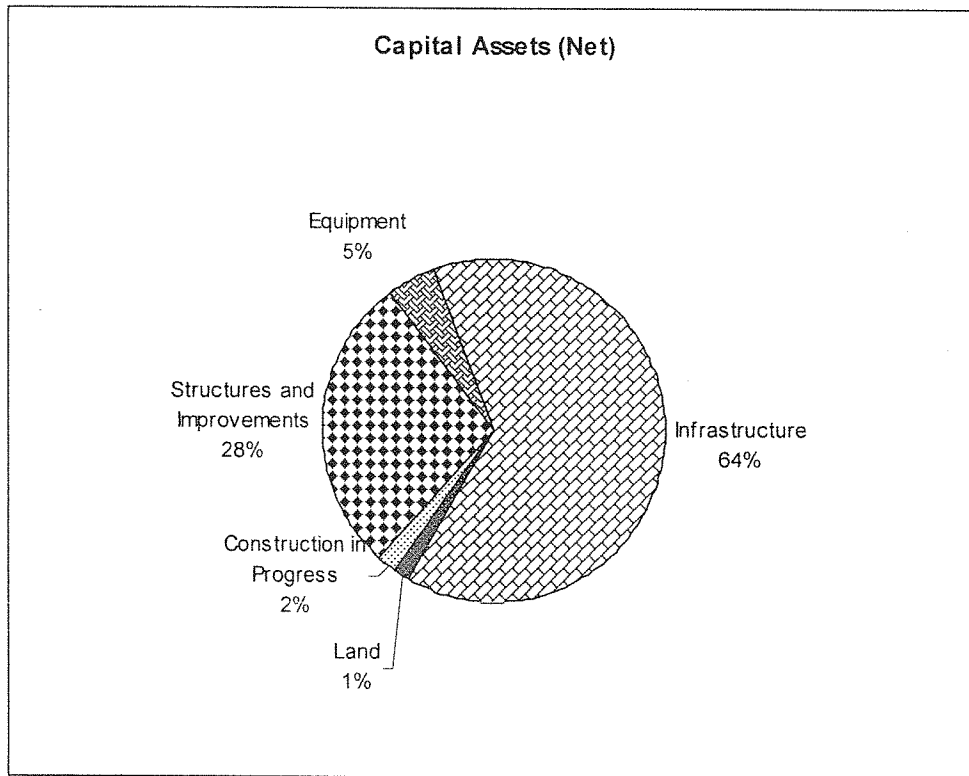
The County's investment in capital assets for its governmental and business-type activities as of June 30, 2009, amounted to \$44,426,615 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, structures and improvements, equipment, and infrastructure (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
	2009	2008	2009	2008	2009	2008	
Land	608,717	588,515	-	-	608,717	588,515	34.3%
Construction in Progress	886,663	6,690,269	-	-	886,663	6,690,269	-86.75%
Structures and Improvements	12,362,045	12,873,869	150,640	160,502	12,512,685	13,034,371	-4.00%
Equipment	2,127,339	1,950,168	6,997	8,164	2,134,336	1,958,332	8.99%
Infrastructure	28,284,214	21,452,549	-	-	28,284,214	21,452,549	31.85%
Total Capital Assets (Net)	44,268,978	43,555,370	157,637	168,666	44,426,615	43,724,036	1.61%

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 3B on pages 47 - 48 of this report.

DEBT ADMINISTRATION

At June 30, 2009, the County had total long-term debt outstanding of \$8,025,605 as compared to \$8,036,637 in the prior year. During the year, retirement of debt amounted to \$2,332,648. Additions to compensated absences amounted to \$1,392,419; closure/post closure amounted to \$38,082, and first time addition for the OPEB obligation amounted to \$891,115.

Pursuant to employee negotiations, effective January 1, 2010, 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.)

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.

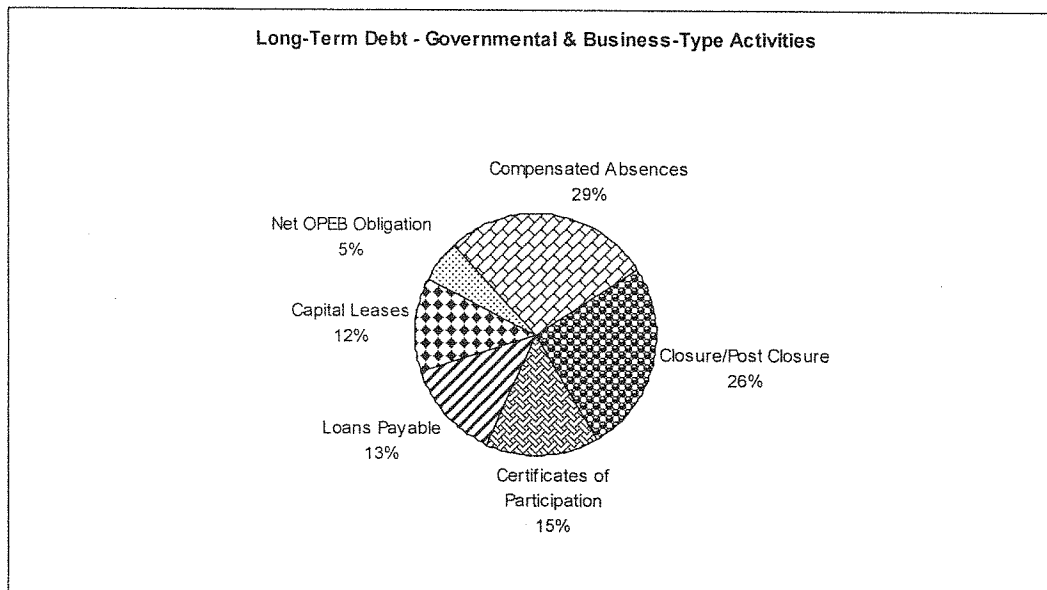
The 2008-09 Fiscal Year is the first year the County was required to calculate and disclose our OPEB Obligation (Other Post-Employee Benefits). The County is currently evaluating alternatives for an independent OPEB trustee. It is anticipated the selected trustee and firm will be in place by the end of the 2009-10 fiscal year, which should allow the County to record a higher earning rate and reduce the County's ultimate liability.

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
	2009	2008	2009	2008	2009	2008	
Certificates of Participation	1,210,000	1,305,000	-	-	1,210,000	1,305,000	-7.28%
Loans Payable	1,068,510	1,188,622	-	-	1,068,510	1,188,622	-10.11%
Capital Leases	997,230	1,188,744	-	-	997,230	1,188,744	-16.11%
Net OPEB Obligation	435,999	-	1,334	-	437,333	-	
Compensated Absences	2,230,578	2,266,238	7,211	6,685	2,237,789	2,272,923	-1.55%
Closure/Post Closure	-	-	2,074,743	2,081,348	2,074,743	2,081,348	-0.32%
Total Long-Term Debt	5,942,317	5,948,604	2,083,288	2,088,033	8,025,605	8,036,637	-0.14%

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 3D on pages 48 - 49 of this report.

Economic Factors and Next Year's Budget and Rates

The County developed the 2008-09 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 will be done for the 2009-10 annual budget.

County administration is watching the State legislature and officials closely. We expect the State's critical financial situation to impact local governments as they attempt to balance their budget. County officials are monitoring their budgets closely and departments have been told no new increases in their 2010-11 requested budgets.

The County anticipates the loss of Williamson Act monies (open space subvention). In prior years this revenue source has always provided \$850,000 to the General Fund, has no mandates attached, and will be a devastating loss to the County.

We are aware of other State programs that may be reduced or eliminated; however, the mandates still exist in many cases.

Once again there is talk at the State level about payment deferrals. Colusa County does not have a large cash flow. Every year the County qualifies for a TRAN (Tax Revenue Anticipation Note) which gets us through the dry months. When state monies are delayed we are forced to dip into our meager cash, or delay purchases or payments until sufficient funds are available.

Since Colusa County is not a high growth area, we have been somewhat protected from the high property tax reductions many counties are experiencing. 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 growth rate may stay flat, as opposed to large reductions other counties are facing. The new PG&E power plant and the current supplemental assessments may balance with the anticipated reductions.

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. Consequently, we are taking steps and considering these possibilities when adopting our County budget. As a County we must be determined in our commitment to continue to provide the services needed to 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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF NET ASSETS
JUNE 30, 2009

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash and investments	\$ 14,885,089	\$ 274,537	\$ 15,159,626
Cash with fiscal agent	347,221	14,121	361,342
Accounts receivable	4,116,730	141,828	4,258,558
Interest receivable	71,924	1,101	73,025
Taxes receivable	341,726	-	341,726
Receivable from external parties	28,737	-	28,737
Internal balances	316,822	(316,822)	-
Inventory	420,981	-	420,981
Loans receivable	1,720,197	-	1,720,197
Other assets	101,819	769	102,588
Capital assets:			
Non depreciable	1,495,380	-	1,495,380
Depreciable, net	42,773,598	157,637	42,931,235
Total capital assets	44,268,978	157,637	44,426,615
Total Assets	66,620,224	273,171	66,893,395
<u>LIABILITIES</u>			
Accounts payable	748,278	176,149	924,427
Interest payable	7,747	1,343	9,090
Deposits payable	11,395	-	11,395
Unearned revenue	1,724,797	-	1,724,797
Long-term liabilities:			
Due within one year	1,659,808	2,506	1,662,314
Due in more than one year	4,282,509	2,080,782	6,363,291
Total Liabilities	8,434,534	2,260,780	10,695,314
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	41,044,363	157,637	41,202,000
Restricted for:			
Capital projects	1,168,945	-	1,168,945
Grants, taxes, and fees	12,727,631	-	12,727,631
Closure maintenance	-	260,914	260,914
Unrestricted	3,244,751	(2,406,160)	838,591
Total Net Assets	\$ 58,185,690	\$ (1,987,609)	\$ 56,198,081

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009

FUNCTION/PROGRAMS	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions Capital Grants and Contributions
Governmental activities:			
General government	\$ 3,362,819	\$ 1,183,750	\$ 1,104,095 147,006
Public protection	16,381,557	2,698,214	2,743,573 37,153
Public ways and facilities	4,432,837	424,801	1,516,273 2,263,753
Health and sanitation	5,497,527	700,565	7,699,777 -
Public assistance	10,544,562	241,314	8,775,463 -
Education	940,950	24,700	48,378 -
Recreation and culture	360,793	468	264,564 -
Interest on long-term debt	353,950	-	- -
Total Governmental Activities	41,874,995	5,273,812	22,152,123 2,447,912
Business-type activities:			
Solid waste	1,279,196	1,613,425	10,000 -
Airport	462,090	-	- -
Total Business-Type Activities	1,741,286	1,613,425	10,000 -
Total	\$ 43,616,281	\$ 6,887,237	\$ 22,162,123 \$ 2,447,912
General revenues:			
Taxes:			
Property taxes			
Sales and use taxes			
Aviation taxes			
Tobacco settlement			
Interest and investment earnings			
Miscellaneous			
Total General Revenues			
Change in Net Assets			
Net Assets - Beginning			
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

Business-		
Governmental	Type	
Activities	Activities	Total
\$ (927,968)	\$ -	\$ (927,968)
(10,902,617)	-	(10,902,617)
(228,010)	-	(228,010)
2,902,815	-	2,902,815
(1,527,785)	-	(1,527,785)
(867,872)	-	(867,872)
(95,761)	-	(95,761)
(353,950)	-	(353,950)
(12,001,148)	-	(12,001,148)
-	344,229	344,229
-	(462,090)	(462,090)
-	(117,861)	(117,861)
(12,001,148)	(117,861)	(12,119,009)
10,222,818	-	10,222,818
3,196,767	-	3,196,767
-	37,452	37,452
150,000	-	150,000
788,203	33,274	821,477
997,043	375,322	1,372,365
15,354,831	446,048	15,800,879
3,353,683	328,187	3,681,870
54,832,007	(2,315,796)	52,516,211
\$ 58,185,690	\$ (1,987,609)	\$ 56,198,081

BASIC FINANCIAL STATEMENTS

Fund Financial Statements

COUNTY OF COLUSA, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2009

	General Fund	Public Works	Behavioral Health	Health and Human Services	Tristar Brick Grant
<u>ASSETS</u>					
Cash and investments	\$ 3,458,678	\$ 2,719,886	\$ 335	\$ 400	\$ -
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	559,696	461,473	176,968	81,937	-
Interest receivable	28,440	10,586	-	-	-
Taxes receivable	112,458	-	-	-	-
Due from other funds	28,739	-	-	-	-
Inventory	-	420,981	-	-	-
Loans receivable	-	-	-	-	686,331
Other assets	16,508	-	6,489	-	-
Total Assets	\$ 4,204,519	\$ 3,612,926	\$ 183,792	\$ 82,337	\$ 686,331
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ 316,125	\$ 171,483	\$ 59,937	\$ 43,855	\$ -
Interest payable	-	-	3,206	-	-
Deposits payable	50	-	-	-	-
Due to other funds	-	-	657,555	38,658	-
Deferred revenue	241,740	-	-	44,253	-
Unearned revenue	-	4,600	-	-	686,331
Total Liabilities	557,915	176,083	720,698	126,766	686,331
<u>FUND BALANCES</u>					
Reserved for:					
Inventory	-	420,981	-	-	-
Unreserved, reported in:					
General					
Designated	1,921,023	-	-	-	-
Undesignated	1,725,581	-	-	-	-
Special revenue funds					
Designated	-	-	-	-	-
Undesignated	-	3,015,862	(536,906)	(44,429)	-
Capital projects funds					
Undesignated	-	-	-	-	-
Total Fund Balances	3,646,604	3,436,843	(536,906)	(44,429)	-
Total Liabilities and Fund Balances	\$ 4,204,519	\$ 3,612,926	\$ 183,792	\$ 82,337	\$ 686,331

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

Other Governmental Funds	Total
\$ 8,702,790	\$ 14,882,089
339,745	339,745
842,762	2,122,836
32,898	71,924
150,301	262,759
2,344,351	2,373,090
-	420,981
1,033,866	1,720,197
78,822	101,819
<u>\$ 13,525,535</u>	<u>\$ 22,295,440</u>

\$ 43,537	\$ 634,937
4,297	7,503
11,345	11,395
1,243,949	1,940,162
147,473	433,466
<u>1,033,866</u>	<u>1,724,797</u>
<u>2,484,467</u>	<u>4,752,260</u>

-	420,981
-	1,921,023
-	1,725,581
5,724	5,724
9,866,399	12,300,926
<u>1,168,945</u>	<u>1,168,945</u>
<u>11,041,068</u>	<u>17,543,180</u>
<u>\$ 13,525,535</u>	<u>\$ 22,295,440</u>

COUNTY OF COLUSA, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCES
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS -
GOVERNMENTAL ACTIVITIES
JUNE 30, 2009

Total Fund Balance - Total Governmental Funds	\$ 17,543,180
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	44,256,022
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.	
Accounts receivable	1,993,894
Taxes receivable	78,967
Deferred revenue	433,466
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Accounts payable	(105,252)
Certificates of participation	(1,210,000)
Loans payable	(1,068,510)
Capital leases	(997,230)
Compensated absences	(2,224,165)
Net OPEB obligation	(433,332)
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 are included in governmental activities in the statement of net assets.	(81,350)
Net Assets of Governmental Activities	<u>\$ 58,185,690</u>

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	General Fund	Public Works	Behavioral Health	Health and Human Services	Tristar Brick Grant
<u>REVENUES</u>					
Taxes	\$ 11,693,232	\$ 22,916	\$ -	\$ -	\$ -
Licenses and permits	489,680	22,393	-	177,076	-
Fines and forfeitures	758,655	-	-	-	-
Use of money and property	318,884	67,940	(21,783)	(306)	-
Intergovernmental revenues	4,121,776	3,241,152	2,446,845	479,003	-
Charges for services	1,853,156	154,267	35,744	104,195	-
Other revenues	319,163	18,629	52,813	103,986	-
Total Revenues	19,554,546	3,527,297	2,513,619	863,954	-
<u>EXPENDITURES</u>					
Current:					
General government	2,905,563	-	-	-	-
Public protection	15,127,028	-	-	-	-
Public ways and facilities	-	2,791,219	-	-	-
Health and sanitation	139,111	-	3,518,390	-	-
Public assistance	174,117	-	-	6,322,880	-
Education	907,266	-	-	-	-
Recreation and culture	13,929	-	-	-	-
Debt service:					
Principal	5,092,713	116,920	-	-	-
Interest and other charges	184,640	22,780	-	-	-
Capital outlay	545,882	1,831,914	-	33,074	-
Total Expenditures	25,090,249	4,762,833	3,518,390	6,355,954	-
Excess of Revenues Over (Under) Expenditures	(5,535,703)	(1,235,536)	(1,004,771)	(5,492,000)	-
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	2,406,684	2,001,217	514,544	5,447,568	-
Transfers out	(2,994,518)	-	(46,679)	-	-
Issuance of debt	5,000,000	-	-	-	-
Total Other Financing Sources (Uses)	4,412,166	2,001,217	467,865	5,447,568	-
Net Change in Fund Balances	(1,123,537)	765,681	(536,906)	(44,432)	-
Fund Balances - Beginning	4,770,141	2,646,925	-	3	-
Change in inventory on purchase method	-	24,237	-	-	-
Fund Balances - Ending	\$ 3,646,604	\$ 3,436,843	\$ (536,906)	\$ (44,429)	\$ -

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

Other Governmental Funds	Total
\$ 949,783	\$ 12,665,931
359,121	1,048,270
387,766	1,146,421
425,718	790,453
13,901,201	24,189,977
303,292	2,450,654
551,200	1,045,791
<u>16,878,081</u>	<u>43,337,497</u>
319,126	3,224,689
712,427	15,839,455
1,333,132	4,124,351
1,661,759	5,319,260
3,778,447	10,275,444
8,345	915,611
346,864	360,793
196,994	5,406,627
146,530	353,950
13,488	2,424,358
<u>8,517,112</u>	<u>48,244,538</u>
<u>8,360,969</u>	<u>(4,907,041)</u>
5,047,736	15,417,749
(12,376,552)	(15,417,749)
-	5,000,000
<u>(7,328,816)</u>	<u>5,000,000</u>
1,032,153	92,959
10,008,915	17,425,984
-	24,237
<u>\$ 11,041,068</u>	<u>\$ 17,543,180</u>

COUNTY OF COLUSA, CALIFORNIA
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, 2009

Net Change in Fund Balances - Total Governmental Funds \$ 92,959

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	2,424,358
Depreciation expense	(1,891,452)
Various adjustments affecting capital assets (including sales and trade-ins)	181,457

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	5,406,627
Proceeds from issuance of debt	(5,000,000)

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	1,210,807
Change in taxes receivable	78,967
Change in deferred revenue	433,466

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 inventory	24,237
Change in accounts payable	783,627
Change in compensated absences	37,933
Change in net OPEB obligation	(433,332)

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 internal service funds is reported with governmental activities.

4,029

Change in Net Assets of Governmental Activities

\$ 3,353,683

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2009

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Airport	Totals	
ASSETS				
Current Assets:				
Cash and investments	\$ 263,459	\$ 11,078	\$ 274,537	\$ 3,000
Cash with fiscal agent	14,121	-	14,121	7,476
Accounts receivable	111,982	29,846	141,828	-
Interest receivable	885	216	1,101	-
Due from other funds	-	25,000	25,000	-
Other assets	-	769	769	-
Total Current Assets	390,447	66,909	457,356	10,476
Noncurrent Assets:				
Capital assets:				
Depreciable, net	146,470	11,167	157,637	12,956
Total Noncurrent Assets	146,470	11,167	157,637	12,956
Total Assets	536,917	78,076	614,993	23,432
LIABILITIES				
Current Liabilities:				
Accounts payable	175,280	869	176,149	8,089
Interest payable	1,343	-	1,343	244
Due to other funds	341,822	-	341,822	87,369
Compensated absences	2,506	-	2,506	5,190
Total Current Liabilities	520,951	869	521,820	100,892
Noncurrent Liabilities:				
Compensated absences	4,705	-	4,705	1,223
Closure/postclosure liability	2,074,743	-	2,074,743	-
Net OPEB obligation	1,334	-	1,334	2,667
Total Noncurrent Liabilities	2,080,782	-	2,080,782	3,890
Total Liabilities	2,601,733	869	2,602,602	104,782
NET ASSETS				
Invested in capital assets	146,470	11,167	157,637	12,956
Restricted for closure maintenance	260,914	-	260,914	-
Unrestricted	(2,472,200)	66,040	(2,406,160)	(94,306)
Total Net Assets	\$ (2,064,816)	\$ 77,207	\$ (1,987,609)	\$ (81,350)

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Airport	Totals	
<u>OPERATING REVENUES</u>				
Charges for services	\$ 1,613,275	\$ -	\$ 1,613,275	\$ 113,475
Total Operating Revenues	<u>1,613,275</u>	<u>-</u>	<u>1,613,275</u>	<u>113,475</u>
<u>OPERATING EXPENSES</u>				
Salaries and benefits	65,458	6,207	71,665	106,441
Services and supplies	1,206,029	452,563	1,658,592	-
Depreciation	7,709	3,320	11,029	755
Total Operating Expenses	<u>1,279,196</u>	<u>462,090</u>	<u>1,741,286</u>	<u>107,196</u>
Operating Income (Loss)	<u>334,079</u>	<u>(462,090)</u>	<u>(128,011)</u>	<u>6,279</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>				
Taxes	150	37,452	37,602	-
Intergovernmental revenue	10,000	-	10,000	-
Interest income	(6,881)	40,155	33,274	(2,250)
Other revenues	863	374,459	375,322	-
Total Non-Operating Revenues (Expenses)	<u>4,132</u>	<u>452,066</u>	<u>456,198</u>	<u>(2,250)</u>
Income (Loss) Before Transfers	<u>338,211</u>	<u>(10,024)</u>	<u>328,187</u>	<u>4,029</u>
Transfers in	15,010	-	15,010	-
Transfers out	<u>(15,010)</u>	<u>-</u>	<u>(15,010)</u>	<u>-</u>
Change in Net Assets	<u>338,211</u>	<u>(10,024)</u>	<u>328,187</u>	<u>4,029</u>
Total Net Assets - Beginning	<u>(2,403,027)</u>	<u>87,231</u>	<u>(2,315,796)</u>	<u>(85,379)</u>
Total Net Assets - Ending	<u>\$ (2,064,816)</u>	<u>\$ 77,207</u>	<u>\$ (1,987,609)</u>	<u>\$ (81,350)</u>

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Airport	Totals	
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>				
Receipts from customers	\$ 1,509,638	\$ -	\$ 1,509,638	\$ 113,740
Payments to suppliers	(1,170,386)	(452,846)	(1,623,232)	(24,790)
Payments to employees	(63,598)	(6,207)	(69,805)	(101,500)
Net Cash Provided (Used) by Operating Activities	275,654	(459,053)	(183,399)	(12,550)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>				
Taxes received	150	37,452	37,602	..
Intergovernmental revenue received	10,000	-	10,000	-
Other revenues received	863	375,032	375,895	-
Interfund loans made	-	(25,000)	(25,000)	-
Interfund loans repaid	(250,723)	-	(250,723)	16,637
Net Cash Provided (Used) by Noncapital Financing Activities	(239,710)	387,484	147,774	16,637
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Interest and dividends	(9,046)	40,391	31,345	(2,475)
Net Cash Provided (Used) by Investing Activities	(9,046)	40,391	31,345	(2,475)
Net Increase (Decrease) in Cash and Cash Equivalents	26,898	(31,178)	(4,280)	1,612
Balances - Beginning of the Year	250,682	42,256	292,938	8,864
Balances - End of the Year	\$ 277,580	\$ 11,078	\$ 288,658	\$ 10,476
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>				
Operating income (loss)	\$ 334,079	\$ (462,090)	\$ (128,011)	\$ 6,279
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	7,709	3,320	11,029	755
Decrease (increase) in:				
Accounts receivable	(103,637)	-	(103,637)	-
Prepaid expenses	-	(137)	(137)	265
Increase (decrease) in:				
Accounts payable	42,248	(146)	42,102	(24,790)
Compensated absences	526	-	526	2,274
Closure/postclosure costs	(6,605)	-	(6,605)	-
Net OPEB obligation	1,334	-	1,334	2,667
Net Cash Provided (Used) by Operating Activities	\$ 275,654	\$ (459,053)	\$ (183,399)	\$ (12,550)

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2009

	Investment Trust Funds	Agency Funds
<u>ASSETS</u>		
Cash and investments	\$ 24,854,788	\$ 129,558
Cash with fiscal agent	1,181	49,861
Taxes receivable	-	1,968,487
Total Assets	<u>24,855,969</u>	<u>2,147,906</u>
<u>LIABILITIES</u>		
Due to other funds	\$ -	\$ 28,737
Agency obligations	-	2,119,169
Total Liabilities	<u>-</u>	<u>2,147,906</u>
<u>NET ASSETS</u>		
Net assets held in trust for investment pool participants	<u>\$ 24,855,969</u>	<u>\$ -</u>

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

COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Investment Trust Funds</u>
<u>ADDITIONS</u>	
Contributions to investment pool	<u>\$ 91,657,910</u>
Total Additions	<u>91,657,910</u>
<u>DEDUCTIONS</u>	
Distributions from investment pool	<u>90,753,471</u>
Total Deductions	<u>90,753,471</u>
Change in Net Assets	904,439
Net Assets - Beginning	<u>23,951,530</u>
Net Assets - Ending	<u><u>\$ 24,855,969</u></u>

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

BASIC FINANCIAL STATEMENTS

Notes to Basic Financial Statements

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

The accounting methods and procedures adopted by the County conform to generally accepted accounting principles as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable under the criteria set by Governmental Accounting Standards Board (GASB) Statement No. 14.

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Board of Supervisors is financially accountable or other organizations whose component units nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

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 County's Board. 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 units' 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:

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 Stonyford
- CSA #2 Reserve Stonyford

Capital Projects Funds:

- CSA #2 Well Upgrade

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net assets and statement of activities display information on all of the non-fiduciary activities of the County, and its blended component units. 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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

B. Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

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 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 reported instead as general revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. 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 welfare, public assistance, education, and recreation services.
- The Public Works fund is a special revenue fund used to account for revenues and expenditures for streets and road maintenance and expansion.
- The Behavioral Health fund is a special revenue fund used to account for revenues and expenditures for behavioral health.
- The Health and Human Services fund is a special revenue fund used to account for revenues and expenditures related to health and human services.
- The Tristar Brick Grant Fund is a special revenue fund used to account for revenues and expenditures for the administration of the Tristar Brick Grant.

The County reports the following major proprietary funds:

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

The County reports the following additional fund types:

- Internal Service Funds account for the County's Central Services Program, which provides services to other departments on a cost reimbursement basis.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

- 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. These funds account for assets, primarily cash and investments in the County's investment pool, owned by legally separate entities such as school and community colleges, special districts governed by local boards, regional boards and authorities, and pass through funds for tax collections for cities. 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 Trust Funds.

Accrued Trust Funds - Accounts for property tax receipts awaiting apportionment to other local government agencies, 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.

C. Basis of Accounting and Measurement Focus

The government-wide, proprietary funds and fiduciary funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. However, because agency funds only report assets and liabilities, they do not have a measurement focus. 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. On an 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.

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. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. The County considers revenues reported in the governmental funds to be available if they are collected within thirty days after the end of the current 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. Governmental 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.

Property taxes, sales taxes, franchise taxes, grants, entitlements, special assessments and investment earnings associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period when they meet the measurable and available criteria. Fines, licenses and permits, and charges for services are considered to be measurable and available only when the County receives cash.

For its business-type activities and proprietary funds, the County has elected, under Governmental Accounting Standards Board (GASB) Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting", to apply all applicable pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The County has elected not to follow subsequent private sector guidance. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes accounting principles generally accepted in the United States of America (GAAP) for government units.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

C. Basis of Accounting and Measurement Focus (Continued)

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.

D. Cash and Cash Equivalents

For purposes of the accompanying statement of cash flows, the County considers all highly liquid investments (including cash with fiscal agent) with a maturity of three months or less when purchased to be cash equivalents. All cash and investments of the proprietary fund types, except cash with fiscal agent, are pooled with the County's pooled cash and investments.

E. Cash 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 State Government Code and the County's investment policy. State statutes authorize the County to invest its cash surplus in obligations of the U.S. Treasury, agencies and instrumentalities, corporate bonds, medium term notes, bankers' acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. 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.

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. 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, 2009, the County Treasurer has not entered into any legally binding guarantees to support the participant equity in the investment pool.

F. Receivables

In the government-wide and proprietary fund financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include taxes, grants, and interest. Business-type activities report user fees and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as taxes, grants, interest, and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

G. Interfund Transactions

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

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

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 treated as an adjustment to expenditures or expenses; that is, a corresponding increase in expenditures or expenses in the reimbursing fund and a corresponding decrease in expenditures or expenses in the reimbursed fund.

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

See Note 3 for details of interfund transactions, including receivables and payables at year end.

H. Inventory and Prepaid Costs

Inventories are stated at average cost for governmental funds 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. Reported inventories of governmental funds are equally offset by a fund balance reservation to indicate that portion of fund balance not available for future appropriation.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid costs.

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

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-Wide Financial Statements

Capital assets, which include property, plant, equipment, and infrastructure assets (roads, bridges, sidewalks, water, sewer, and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the County as all land regardless of cost, structures and improvements and equipment with a cost of \$5,000 or more and infrastructure with a cost of \$50,000 or more. Such assets are recorded at historical or estimated historical cost. Contributed capital assets are recorded at estimated fair market value at the date of donation.

In the government-wide financial statements, property, plant, equipment, and infrastructure are accounted for as exhaustible capital assets in the governmental or business-type activities column.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

J. Capital Assets (Continued)

Government-Wide Financial Statements (Continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. 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.

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide financial statements.

K. 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. In addition, loans receivable for which repayment is deferred or for which the balance may be forgiven if certain terms and conditions of the loans are met have also been offset by 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.

See Note 3 for details of unearned/deferred revenues at year end.

L. Long-Term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide financial statements. The long-term debt consists primarily of certificates of participation payable, loans payable, accrued compensated absences, capital leases payable, and closure/post closure liability.

Long-term debt for governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund financial statements as it is in the government-wide financial statements.

M. Compensated Absences

The County's policy regarding compensated absences is to permit employees to accumulate earned but unused vacation leave. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. The County includes its share of social security and medicare taxes payable on behalf of the employees in the accrual for compensated absences.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

N. Fund Balances/Net Assets

Equity is classified as net assets and displayed in three components:

- 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 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."

When both restricted and unrestricted net assets are available, unrestricted resources are depleted first before the restricted resources are used.

Fund Financial Statements

In the governmental fund financial statements reserves and designations segregate portions of fund balance. Reservations of fund balance are for amounts that are not available or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance are established by action of management and represent tentative plans that are subject to change.

At June 30, 2009, reservations of fund balance included:

Reserved for inventory - to reflect the portion of assets which do not represent available, spendable resources.

As of June 30, 2009, designations of fund balance were reported in the following governmental funds:

General Fund - to reflect management's intent to set aside certain amounts to fund the County's general reserve and to fund subsequent year expenditures not yet approved.

Special Revenue Funds - to reflect management's intent to set aside certain amounts to fund subsequent year expenditures not yet approved.

O. Property Tax

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

The County of Colusa assesses properties and bills for and collects property taxes as follows:

	<u>Secured</u>	<u>Unsecured</u>
Valuation/lien dates	January 1	January 1
Levy 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 term "unsecured" refers to taxes on personal property other than land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized in the fiscal year for which they are levied, provided they are due and collected within thirty days after fiscal year-end.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

O. Property Tax (Continued)

The County of Colusa apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan", as prescribed by Section 4717 of the California Revenue and Taxation code. Under the Teeter Plan, penalties and interest collected on delinquent secured taxes are required to be held in trust in the Tax Loss Recovery 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 \$255,000 at June 30, 2009. 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.

P. Grant Revenues

Certain grant revenues are recognized when specific related expenditures have been incurred. In other grant programs, monies are virtually unrestricted as to purpose of expenditure and are only revocable for failure to comply with prescribed compliance requirements. These revenues are recognized at the time of receipt, or earlier if susceptible to accrual criteria is met. Cash received prior to incurrence of the related expenditure is recorded as unearned revenue.

Q. Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

- Government Funds – By Character
 - Current (further classified by function)
 - Debt Service
 - Capital Outlay
- Proprietary Fund – By Operating and Nonoperating

R. 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.

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Balance/Net Assets

The following major governmental funds had deficit fund balances at June 30, 2009. These deficit balances are the result of timing differences in revenue accruals or are expected to be eliminated in future years through cost containment.

The Behavioral Health fund had a fund balance deficit of \$536,906.

The Health and Human Services fund had a fund balance deficit of \$44,429.

The following nonmajor governmental funds had deficit fund balances at June 30, 2009. These deficit balances are the result of timing differences in revenue accruals or are expected to be eliminated in future years through cost containment.

The ABCD fund had a fund balance deficit of \$38,083.

The Special Airport fund had a fund balance deficit of \$54,645.

The Migrant Farm Housing fund had a fund balance deficit of \$10,815.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

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

A. Deficit Fund Balance/Net Assets (Continued)

The Williams Farm Housing fund had a fund balance deficit of \$41,423.

The Welfare to Work fund had a fund balance deficit of \$8.

The Welfare Administration-Cash fund had a fund balance deficit of \$152,264.

The Welfare Administration fund had a fund balance deficit of \$56,712.

The Law Library fund had a fund balance deficit of \$26,691.

The Lurline Rehab CDBG fund had a fund balance deficit of \$1.

The Medical Assistance Administration fund had a fund balance deficit of \$9,932.

The Cross Creek/Whisper Creek Lighting fund had a fund balance deficit of \$222.

The CSA #2 fund had a fund balance deficit of \$215,953.

The following major Enterprise fund had deficit net assets at June 30, 2009. This deficit balance is expected to be eliminated in future years through debt retirement and increased revenues:

The Solid Waste fund had a net asset deficit of \$2,064,816.

The following internal service fund had a deficit net asset balance at June 30, 2009. This deficit balance is expected to be eliminated in future years through cost containment and increased revenues:

The Central Services fund had a net asset deficit of \$81,350.

B. Implementation of Governmental Accounting Standards Board Statements

GASB Statement No. 45

The County implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions. This statement addresses how state and local governments should account for and report their costs and obligations related to postemployment healthcare and other nonpension benefits. These benefits are collectively referred to as other postemployment benefits (OPEB).

The GASB allows governments to apply this statement prospectively, establish the OPEB liability at zero at the beginning of the initial year of implementation, and does not require governments to fund the OPEB plans. The statement supersedes or amends all previous authoritative guidance on accounting and financial reporting for an employer's OPEB expense and related information.

GASB Statement No. 49

The County implemented GASB Statement No. 49, Accounting and Financial Reporting for Pollution Remediation Obligations. This statement establishes accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The County has evaluated the requirements of GASB 49 and has determined that no liability exists at June 30, 2009, for pollution remediation obligations.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

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

B. Implementation of Governmental Accounting Standards Board Statements (Continued)

GASB Statement No. 52

GASB Statement No. 52, Land and Other Real Estate Held as Investments by Endowments is effective for the County for fiscal year June 30, 2009. This statement improves the quality of financial reporting by requiring endowments to report their land other real estate investments at fair value, creating consistency in reporting among similar entities that exist to invest resources for the purpose of generating income. The County has evaluated the requirements of GASB 52 and has determined that it does not hold any land or other real estate as investments by endowments at June 30, 2009.

NOTE 3: DETAILED NOTES

A. Cash and Investments

The County sponsors an investment pool that is managed by the County Treasurer for the purpose of increasing interest earnings through investment activities. The investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The County has established a treasury oversight committee to 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 oversight committee and 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 oversight committee and the investment pool participants each month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value. All cash and investments with the exception of deposits with fiscal agents and investments with fiscal agents are considered a 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 \$24,854,788 at June 30, 2009.

As of June 30, 2009, the County's cash and investments are reported in the financial statements as follows:

Primary government	\$ 15,520,968
Investment trust funds	24,855,969
Agency funds	<u>179,419</u>
Total Cash and Investments	<u>\$ 40,556,356</u>

As of June 30, 2009, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 437,092
Deposits in Treasurer's Pool (less outstanding warrants)	(605,591)
Total Cash in County Pool	(168,499)
Deposits with fiscal agents	<u>223,753</u>
Total Cash	<u>55,254</u>
Investments:	
In Treasurer's pool	<u>40,312,471</u>
Total Investments in County Pool	<u>40,312,471</u>
Investments with fiscal agents	<u>188,631</u>
Total Cash and Investments in County Pool	<u>40,143,972</u>
Total Cash and Investments	<u>\$ 40,556,356</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

A. Cash and Investments (Continued)

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 (\$605,591) and the bank balance was \$3,861,960. The difference between the bank balance and the carrying amount represents outstanding warrants and deposits in transit.

Custodial Credit Risk For Deposits - Custodial Credit Risk 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. Government Code requires that deposits in excess of the Federal Deposit Insurance Corporation coverage 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 does not have a formal investment policy that further limits its deposits.

Investments

As of June 30, 2009, the County had the following investments:

		Maturities				
	Interest Rates	0-1 year	1-5 years	Over 5 years	Fair Value	Weighted Average Maturity (Years)
Pooled Investments						
Government Agencies	5.25%	\$ -	\$ 9,825,800	\$ -	\$ 9,825,800	4.76
Local Agency Investment Fund (LAIF)	Variable	<u>30,486,671</u>	<u>-</u>	<u>-</u>	<u>30,486,671</u>	<u>-</u>
Total Pooled Investments		<u>30,486,671</u>	<u>9,825,800</u>	<u>-</u>	<u>40,312,471</u>	<u>1.16</u>
Investments Held by Fiscal Agents						
Government Securities	Variable	<u>188,631</u>	<u>-</u>	<u>-</u>	<u>188,631</u>	<u>-</u>
Total Investments Held By Fiscal Agents		<u>188,631</u>	<u>-</u>	<u>-</u>	<u>188,631</u>	<u>-</u>
Total Investments		<u>\$ 30,675,302</u>	<u>\$ 9,825,800</u>	<u>\$ -</u>	<u>\$ 40,501,102</u>	<u>1.15</u>

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 the market interest rate. Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by limiting the maturity of its investments to 5 years or less without Board of Supervisor's approval. Of the County's \$40,501,102 investment portfolio, over 76% of the investments have a maturity of one year or less. Of the remainder, none have a maturity of more than 5 years. The County's investment policy does not further limit investment maturities as a means of managing its exposure to fair value losses.

Credit Risk - Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law and County investment policy limit investments in commercial paper to the rating of A1 or better by Standards and Poor's or P1 or better by Moody's Investors Service; and corporate bonds to the rating of A or better by both Standards & Poor's and Moody's Investors Service. No limits are placed on U.S. government agency securities and U.S. Treasuries. The County's investment policy does not further limit its investment choices.

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>% of Portfolio</u>
Municipal Bond	A	24.26
First American Treasury	AAA	.47
LAIF	Unrated	75.27
Total		100%

Custodial Credit Risk - Custodial Credit Risk 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. To mitigate the custodial credit risk the County requires that all of its managed investments be held in the name of the County. The County's investment policy does not further limit the exposure to custodial credit risk.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

A. Cash and Investments (Continued)

Investments (Continued)

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 restricts the County's investments in commercial paper to 40 percent of its investment pool and to 10 percent per issuer, corporate bonds and medium term notes to 30 percent of its investment pool and to 10 percent per issuer, and banker's acceptances to 15 percent of its investment pool and to 10 percent per issuer. 100 percent of the County's investments at year-end are in U.S. Government Agencies and State of California Local Agency Investment Fund (LAIF). There is no limitation on amounts invested in these types of issues and deposits.

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 under the oversight of the Treasurer of the State of California. At June 30, 2009, the County's investment position in the State of California Local Agency Investment Fund (LAIF) was \$30,486,671, which approximates fair value and is the same as the value of the pool shares. The total amount invested by all public agencies in LAIF on that day was \$50,850,687,766. Of that amount, 85.29 percent is invested in non-derivative financial products and 14.71 percent in structured notes and asset-backed securities. The value of the pool shares in LAIF is determined on an amortized cost basis, which approximates fair value. The Local Investment Advisory Board, which consists of five members designated by the State statutes, has oversight responsibility for LAIF.

County Investment Pool Condensed Financial Information

A condensed statement of net assets and changes in net assets for the investment pool as of and for the year ended June 30, 2009 follows:

	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total Pool</u>
Statement of Net Assets			
Cash on hand	\$ 437,092	\$ -	\$ 437,092
Deposits (Less outstanding warrants)	(605,591)	-	(605,591)
Investments	<u>15,457,683</u>	<u>24,854,788</u>	<u>40,312,471</u>
Net Assets at June 30, 2009	<u>\$ 15,289,184</u>	<u>\$ 24,854,788</u>	<u>\$ 40,143,972</u>
Statement of Changes in Net Assets			
Net assets at July 1, 2008	\$ 14,877,488	\$ 23,950,352	\$ 38,827,840
Net changes in investments by pool participants	<u>411,696</u>	<u>904,436</u>	<u>1,316,132</u>
Net Assets at June 30, 2009	<u>\$ 15,289,184</u>	<u>\$ 24,854,788</u>	<u>\$ 40,143,972</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

B. Capital Assets

Capital assets activity for the year ended June 30, 2009, was as follows:

	Balance July 1, 2008	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2009
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 588,515	\$ -	\$ -	\$ 20,202	\$ 608,717
Construction in progress	6,690,269	1,277,588	-	(7,081,194)	886,663
Total Capital Assets, Not Being Depreciated:	7,278,784	1,277,588	-	(7,060,992)	1,495,380
Capital Assets, Being Depreciated:					
Structures and improvements	21,375,113	-	-	166,167	21,541,280
Equipment	7,561,465	673,362	(233,211)	5,046	8,006,662
Infrastructure	27,504,036	473,408	-	7,068,053	35,045,497
Total Capital Assets, Being Depreciated	56,440,614	1,146,770	(233,211)	7,239,266	64,593,439
Less Accumulated Depreciation For:					
Structures and improvements	(8,501,244)	(677,991)	-	-	(9,179,235)
Equipment	(5,611,297)	(503,665)	233,211	2,428	(5,879,323)
Infrastructure	(6,051,487)	(709,796)	-	-	(6,761,283)
Total Accumulated Depreciation	(20,164,028)	(1,891,452)	233,211	2,428	(21,819,841)
Total Capital Assets, Being Depreciated, Net	36,276,586	(744,682)	-	7,241,694	42,773,598
Governmental Activities Capital Assets, Net	\$ 43,555,370	\$ 532,906	\$ -	\$ 180,702	\$ 44,268,978
Business-Type Activities					
Capital Assets, Being Depreciated:					
Structures and improvements	\$ 295,857	-	-	-	\$ 295,857
Equipment	72,918	-	-	-	72,918
Total Capital Assets, Being Depreciated	368,775	-	-	-	368,775
Less accumulated depreciation for:					
Structures and improvements	(135,355)	(9,862)	-	-	(145,217)
Equipment	(64,754)	(1,167)	-	-	(65,921)
Total Accumulated Depreciation	(200,109)	(11,029)	-	-	(211,138)
Total Capital Assets, Being Depreciated, Net	168,666	(11,029)	-	-	157,637
Business-Type Activities Capital Assets, Net	\$ 168,666	(\$ 11,029)	\$ -	\$ -	\$ 157,637

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 165,787
Public protection	414,884
Health and welfare	118,774
Public assistance	243,905
Education	11,737
Public ways and facilities	935,610
Subtotal Governmental Funds	1,890,697
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	755
Total Depreciation Expense – Governmental Functions	\$ 1,891,452

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

Solid Waste	\$ 7,709
Airport	3,320
Total Depreciation Expense – Business-Type Functions	\$ 11,029

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

B. Capital Assets (Continued)

Construction in Progress

Construction in progress related primarily to work performed on bridge projects, road projects, and the Stonyford Well upgrade.

C. Unearned/Deferred Revenue

At June 30, 2009, the components of unearned revenue reported were as follows:

	<u>Deferred</u>	<u>Unearned</u>	<u>Total</u>
General Fund			
State, Federal and other agency grant revenue receivable	\$ 241,740	\$ -	\$ 241,740
Public Works			
Moon Bend Road project revenue received prior to incurring expenditures	-	4,600	4,600
Health and Human Services			
State, Federal and other agency grant revenue receivables	44,253	-	44,253
Tristar Brick Grant			
Loans receivable (balance may be forgiven)	-	686,331	686,331
Non major governmental funds			
Loans receivable (balance may be forgiven)	-	1,033,866	1,033,866
State, Federal and other agency grant revenue receivables	147,473	-	147,473
Total Unearned Revenue	<u>\$ 433,466</u>	<u>\$ 1,724,797</u>	<u>\$2,158,263</u>

D. Long-Term Liabilities

The following is a summary of all long-term liabilities transactions for the year ended June 30, 2009:

	<u>Balance July 1, 2008</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Balance June 30, 2009</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Certificates of Participation	\$ 1,305,000	\$ -	\$ 95,000	\$ 1,210,000	\$ 100,000
Loans Payable	1,188,622	-	120,112	1,068,510	118,093
Capital Leases (Note 3E)	1,188,744	-	191,514	997,230	128,697
Net OPEB Obligation	-	888,398	452,399	435,999	-
Compensated Absences (Note 1M)	2,266,238	1,386,777	1,422,437	2,230,578	1,313,018
Total Governmental Activities	<u>\$ 5,948,604</u>	<u>\$ 2,275,175</u>	<u>\$ 2,281,462</u>	<u>\$ 5,942,317</u>	<u>\$ 1,659,808</u>
Business-Type Activities					
Compensated Absences (Note 1M)	\$ 6,685	\$ 5,642	\$ 5,116	\$ 7,211	\$ 2,506
Net OPEB Obligation	-	2,717	1,383	1,334	-
Closure/Post Closure (Note 3G)	2,081,348	38,082	44,687	2,074,743	-
Total Business-Type Activities	<u>\$ 2,088,033</u>	<u>\$ 46,441</u>	<u>\$ 51,186</u>	<u>\$ 2,083,288</u>	<u>\$ 2,506</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. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred.

At June 30, 2009, Certificates of Participation consisted of the following:

Criminal Justice Center Certificates of Participation, issued in the amount of \$2,155,000 and payable in annual installments of \$40,000 to \$175,000, with an interest rate of 4.75 to 7.10 percent and maturity of January 15, 2018. These certificates were used for capital improvement projects.	<u>\$ 1,210,000</u>
Total Certificates of Participation	<u>\$ 1,210,000</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

D. Long-Term Liabilities (Continued)

**Governmental
Activities**

At June 30, 2009, Loans Payable consisted of the following:

Westamerica Bank Loan, issued in the amount of \$1,600,000, and payable in monthly installments of \$5,615 to \$13,232, with an interest rate of 5.16 percent and maturity of November 1, 2015. This loan was used to finance the acquisition of the County Behavioral Health building.

\$ 854,251

GMAC Loan, issued in the amount of \$25,000 and payable in annual installments of \$1,097 to \$5,398, with an interest rate of 5.00 and maturity of January 20, 2018. This loan was used for emergency drought relief for the Colusa County Service Area #2 - Stonyford.

51,125

California Department of Water Resources Loan, issued in the amount of \$171,720 and payable in semi-annual installments of \$2,862, with an interest rate of 0.00 percent and maturity on July 1, 2035. This loan was used for CSA #2 water system improvements.

163,134

Total Loans Payable

\$ 1,068,510

The annual aggregate maturities for the years subsequent to June 30, 2009, are as follows:

Governmental Activities

Certificates of Participation

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 100,000	\$ 84,700	\$ 184,700
2010	110,000	77,700	187,700
2011	115,000	70,000	185,000
2012	125,000	61,950	186,950
2013	135,000	53,200	188,200
2014-2018	625,000	113,400	738,400
Total	<u>\$ 1,210,000</u>	<u>\$ 460,950</u>	<u>\$ 1,670,950</u>

Loans Payable

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 118,093	\$ 48,796	\$ 166,889
2010	130,757	41,856	172,613
2011	138,107	34,506	172,613
2012	145,888	26,725	172,613
2013	153,127	19,486	172,613
2014-2018	270,920	11,323	282,243
2019-2023	28,620	-	28,620
2024-2028	28,620	-	28,620
2029-2033	28,620	-	28,620
2034-2038	25,758	-	25,758
Total	<u>\$ 1,068,510</u>	<u>\$ 182,692</u>	<u>\$ 1,251,202</u>

E. Leases

Operating Leases

Rental expenses incurred under operating leases are not considered material.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

E. Leases (Continued)

Capital Leases

The County has entered into certain capital lease agreements under which the related structures and improvements and equipment 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, 2009</u>
Governmental fund activities	4.00-10.25%	\$ 997,230
Total Capital Lease Obligations		<u>\$ 997,230</u>

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

	<u>Governmental Activities</u>
Structures and improvements	\$ 2,116,927
Equipment	171,448
Less: accumulated depreciation	(559,016)
Net Value	<u>\$ 1,729,359</u>

As of June 30, 2009, capital lease annual amortization is as follows:

	<u>Governmental Activities</u>
Year ending June 30:	
2009	\$ 178,318
2010	162,764
2011	141,243
2012	141,243
2013	141,243
2014-2018	<u>459,145</u>
Total requirements	1,223,956
Less interest	(226,726)
Present Value of Remaining Payments	<u>\$ 997,230</u>

F. Short-Term Debt

The County issued tax anticipation notes in anticipation of property tax collections. These notes are necessary to fund current expenditure requirements. Short-term debt activity for the year ended June 30, 2008, was as follows:

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Tax Anticipation Notes	\$ -	\$ 5,000,000	\$ 5,000,000	\$ -

G. Closure/Post Closure

Closure/Post Closure

The County of Colusa has one operating and one closed landfill site. State and federal laws and regulations require the County to perform certain closure and post-closure maintenance and monitoring functions at the site for 30 years after closure. GASB Statement No. 18 requires a portion of these closure and post-closure 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, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 3: DETAILED NOTES (CONTINUED)

G. Closure/Post Closure (Continued)

Closure/Post Closure

The total liability of \$2,074,743 is reported as closure/post-closure liability in the Solid Waste enterprise fund at June 30, 2009. 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 41 percent of total estimated site capacity and is \$74,821. The corrective action liability for Evans Road is \$1,259,500 and for Stonyford is \$413,418. The remainder of the total liability is for post-closure. Evans Road post-closure costs are estimated at \$89,390 based on usage of 100 percent and Stonyford post-closure costs are estimated at \$237,614, based on usage of approximately 39 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 post-closure care in 2009. 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 post-closure care costs in the future. At June 30, 2009, net assets of \$239,504 was held for funding purposes for Stonyford Landfill and \$21,410 was held for funding purposes for Evans Landfill. The County has approved a pledge of revenue to fund Evans Landfill post-closure costs, however the Solid Waste fund has a total deficit net assets of \$2,064,816. The County expects that future inflation costs will be paid from interest earnings on annual contributions to the closure reserve. However, if interest earnings are inadequate or additional post closure care requirements are determined, (due to changes in technology or applicable laws or regulation, for example) these costs may need to be covered by charges to future landfill users or from future tax revenue.

H. 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, 2009:

	Due from Other funds	Due to Other funds
General Fund	\$ 28,739	\$ -
Behavioral Health	-	657,555
Health and Human Services	-	38,658
Nonmajor Governmental Funds	2,344,351	1,243,949
Solid Waste	-	341,822
Airport	25,000	-
Internal Service Funds	-	87,369
Agency Funds	-	28,737
Total	<u>\$ 2,398,090</u>	<u>\$ 2,398,090</u>

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenues. The following are the interfund transfer balances as of June 30, 2009:

	Transfer In	Transfer Out
General Fund	\$ 2,406,684	\$ 2,994,518
Public Works	2,001,217	-
Behavioral Health	514,544	46,679
Health and Human Services	5,447,568	-
Nonmajor Governmental Funds	5,047,736	12,376,552
Solid Waste	15,010	15,010
Total	<u>\$ 15,432,759</u>	<u>\$ 15,432,759</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 4: EMPLOYEES' RETIREMENT PLAN

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 P Street, Sacramento, CA 95814.

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 2008/2009 was 17.354 percent for miscellaneous employees and 33.369 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.

Annual Pension Cost

For fiscal year 2007/2008, the County's annual pension cost of \$2,098,154 for the miscellaneous plan and \$1,137,984 for the safety plan was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2006, 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 3.25 percent to 14.45 percent for miscellaneous plan and 3.25 percent to 14.45 percent for safety plan, depending on age, service, and type of employment, and © 3.25 percent per year cost of living adjustment. Both (a) and (b) included an inflation component of 3.00 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 three year period (smoothed market value). PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. Initial unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into PERS. Subsequent plan amendments are amortized as a level percentage of pay over a closed 20 year period. 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, 2007	\$ 1,884,590	100%	-
June 30, 2008	2,103,452	100%	-
June 30, 2009	2,098,154	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, 2007	\$ 969,287	100%	-
June 30, 2008	1,064,304	100%	-
June 30, 2009	1,137,984	100%	-

Funded Status and Funding Progress

As of June 30, 2008, the most recent actuarial valuation date, the miscellaneous plan was 81.3 percent funded. The actuarial accrued liability for benefits was \$78,830,789, and the actuarial value of assets was \$64,128,004, resulting in an unfunded actuarial accrued liability (UAAL) of \$14,702,785. The covered payroll (annual payroll of active employees covered by the plan) was \$12,403,442, and the ratio of the UAAL to the covered payroll was 118.5 percent.

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

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 4: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

Funded Status and Funding Progress (Continued)

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 miscellaneous plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTE 5: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description

The County contributes to California Public Employees Retirement System (CalPERS), a cost sharing multiple-employer defined benefit post-employment healthcare plan administrator ("the Retiree Health Plan"). An employee is eligible for lifetime medical benefits under the Plan, along with his/her spouse at the time of retirement, if he or she retires from the County under CalPERS.

Funding Policy

As required by GASB 45, an actuary will determine the County's Annual Required Contributions (ARC) at least once every two fiscal years. The ARC is calculated in accordance with certain parameters, and includes (1) the Normal Cost for one year, and (2) a component for amortization of the total unfunded actuarial accrued liability (UAAL) over a period not to exceed 30 years.

GASB 45 does not require pre-funding of OPEB benefits. Therefore, the County's funding policy is to continue to pay healthcare premiums for retirees as they fall due. The County has elected not to establish an irrevocable trust at this time. The Board of Supervisors reserves the authority to review and amend this funding policy from time to time, in order to ensure that the funding policy continues to best suit the circumstances of the County.

Annual OPEB Cost and Net OPEB Obligation

The County's annual other post-employment benefits (OPEB) cost is calculated based on the annual required contribution (ARC) an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year. The County is currently on a pay-as-you-go basis and has elected not to pre-fund at this time.

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

Annual required contribution	\$ 921,000
Interest on net OPEB Obligation	-
Adjustment to Annual Required Contribution	-
Annual OPEB Cost/Expense	921,000
Contributions Made	469,000
Increase in Net OPEB Obligation	452,000
Net OPEB Obligation Beginning	-
Net OPEB Obligation Ending	<u>\$ 452,000</u>

The County's Annual OPEB Cost, the percentage of Annual OPEB cost contributed to the plan, and the Net OPEB Obligation (Asset) for the fiscal years ended June 30, 2009 is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Actual Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation/ (Asset)</u>
June 30, 2009	\$ 921,000	\$ 469,000	50.92%	\$ 452,000

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 5: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Annual OPEB Cost and Net OPEB Obligation (Continued)

The table below shows how the total net OPEB asset as of June 30, 2009, is distributed. Although Regional Transportation Agency is an independent District of the County, their employees are County employees and thereby eligible for postemployment health benefits.

	Net OPEB Obligation (Asset)
Governmental Activities	\$ 435,999
Business-Type Activities	1,334
Colusa Transportation Agency	14,667
Total	<u>\$ 452,000</u>

Funded Status and Funding Progress

As of June 30, 2009, the most recent actuarial valuation date, the plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$9,315,000 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$9,315,000. The covered payroll (annual payroll of employees covered by the plan) was \$15,203,000, and the ratio to the UAAL to the covered payroll was 61.27 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of the reported amounts 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 following the notes to the financial statements, presents multi-year trend information (as it becomes available) that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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 short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The most recent valuation was performed as of June 30, 2009. The assumptions used for this valuation are in accordance with CalPers' "OPEB Assumption Model", which describes guidelines to be used for retiree healthcare valuations for plans intending to pre-fund benefits through California Employers' Retiree Benefit Trust (CERBT).

In the June 30, 2009 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 3% inflation factor, payroll increases of 3.25% and healthcare trends varied based on provider. The OPEB plan's unfunded actuarial liability is being amortized by level percent of payroll contributions over 30 years. The remaining amortization period at June 30, 2009 was 30 years.

These assumptions reflect an implicit 3.0 percent general inflation assumption. The County's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over 30 years. The remaining amortization period as of June 30, 2009 was 30 years.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 6: RISK MANAGEMENT

The County is a member of the Trindel Insurance Fund. 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. 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.

Complete audited financial statements for Trindel Insurance Fund can be obtained from their office at P.O. Box 363-317 Main Street, Suite 1, Sierra City, CA 96125. CSAC-Excess Insurance Authority audited financial statement can be obtained from their office at 3017 Gold Canal Drive, Suite 300, Rancho Cordova, CA 95670.

NOTE 7: OTHER INFORMATION

A. Construction Commitments

The County has signed agreements to construct various capital improvements subsequent to June 30, 2009. The balance owed on the commitments at June 30, 2009, was approximately \$366,500.

B. Contingent Liabilities

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

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

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2009

SCHEDULE OF FUNDING PROGRESS - PENSION

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:

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, 2006	\$ 66,547,333	\$ 54,587,178	\$ 11,960,155	82.0%	87.1%	\$ 9,947,303	120.2%
June 30, 2007	73,087,196	59,582,534	13,504,662	81.5%	94.6%	11,209,958	120.5%
June 30, 2008	78,830,789	64,128,004	14,702,785	81.3%	83.0%	12,403,442	118.5%

SCHEDULE OF FUNDING PROGRESS - OTHER POST-EMPLOYMENT BENEFITS

The table below shows a one 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 as of June 30, 2009 for the County Other Post-Employment 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	61.27%

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2009

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive Negative
REVENUES				
Taxes	\$ 10,766,552	\$ 10,766,552	\$ 11,693,232	\$ 926,680
License and permits	514,175	514,175	489,680	(24,495)
Fines and forfeitures	919,225	919,225	758,655	(160,570)
Use of money and property	127,228	327,028	318,884	(8,144)
Intergovernmental revenues	3,583,530	3,667,460	4,121,776	454,316
Charges for services	1,781,071	1,866,659	1,853,156	(13,503)
Other revenues	365,988	403,236	319,163	(84,073)
Total Revenues	18,057,769	18,464,335	19,554,546	1,090,211
EXPENDITURES				
Current:				
General government	2,888,164	2,961,885	2,905,563	56,322
Public protection	15,885,853	15,911,631	15,127,028	784,603
Health and sanitation	144,277	144,277	139,111	5,166
Public assistance	182,139	181,935	174,117	7,818
Education	850,946	932,325	907,266	25,059
Recreation and culture	9,203	9,203	13,929	(4,726)
Contingencies	612,387	429,812	-	429,812
Debt service:				
Principal	5,088,751	5,084,175	5,092,713	(8,538)
Interest and other charges	234,828	235,169	184,640	50,529
Capital outlay	230,078	367,980	545,882	(177,902)
Total Expenditures	26,126,626	26,258,392	25,090,249	1,168,143
Excess of Revenues Over (Under) Expenditures	(8,068,857)	(7,794,057)	(5,535,703)	2,258,354
OTHER FINANCING SOURCES (USES)				
Transfers in	2,272,034	2,497,221	2,406,684	(90,537)
Transfers out	(2,969,530)	(2,969,530)	(2,994,518)	(24,988)
Issuance of debt	5,000,000	5,000,000	5,000,000	-
Total Other Financing Sources (Uses)	4,302,504	4,527,691	4,412,166	(115,525)
Net Change in Fund Balances	(3,766,353)	(3,266,366)	(1,123,537)	2,142,829
Fund Balances - Beginning	4,770,141	4,770,141	4,770,141	-
Fund Balances - Ending	\$ 1,003,788	\$ 1,503,775	\$ 3,646,604	\$ 2,142,829

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
PUBLIC WORKS - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2009

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Taxes	\$ 3,000	\$ 22,916	\$ 22,916	\$ -
License and permits	39,050	23,272	22,393	(879)
Use of money and property	35,000	76,175	67,940	(8,235)
Intergovernmental revenues	1,878,554	3,028,782	3,241,152	212,370
Charges for services	40,000	153,372	154,267	895
Other revenues	3,500	17,900	18,629	729
Total Revenues	1,999,104	3,322,417	3,527,297	204,880
<u>EXPENDITURES</u>				
Current:				
Public ways and facilities	5,502,666	7,333,938	2,791,219	4,542,719
Debt service:				
Principal	117,008	117,051	116,920	131
Interest and other charges	22,554	22,650	22,780	(130)
Capital outlay	47,000	111,707	1,831,914	(1,720,207)
Total Expenditures	5,689,228	7,585,346	4,762,833	2,822,513
Excess of Revenues Over (Under) Expenditures	(3,690,124)	(4,262,929)	(1,235,536)	3,027,393
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	1,691,402	2,000,968	2,001,217	249
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	1,691,402	2,000,968	2,001,217	249
Net Change in Fund Balances	(1,998,722)	(2,261,961)	765,681	3,027,642
Fund Balances - Beginning	2,646,925	2,646,925	2,646,925	-
Change in inventory of purchase method	24,237	24,237	24,237	-
Fund Balances - Ending	\$ 672,440	\$ 409,201	\$ 3,436,843	\$ 3,027,642

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
BEHAVIORAL HEALTH - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2009

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive Negative
REVENUES				
Use of money and property	\$ -	\$ -	\$ (21,783)	\$ (21,783)
Intergovernmental revenues	3,436,642	3,436,642	2,446,845	(989,797)
Charges for services	14,900	14,900	35,744	20,844
Other revenues	18,990	18,990	52,813	33,823
Total Revenues	3,470,532	3,470,532	2,513,619	(956,913)
EXPENDITURES				
Current:				
Health and sanitation	4,190,112	4,187,632	3,518,390	669,242
Capital outlay	49,000	51,480	-	51,480
Total Expenditures	4,239,112	4,239,112	3,518,390	720,722
Excess of Revenues Over (Under) Expenditures	(768,580)	(768,580)	(1,004,771)	(236,191)
OTHER FINANCING SOURCES (USES)				
Transfers in	780,754	780,754	514,544	(266,210)
Transfers out	(12,174)	(12,174)	(46,679)	(34,505)
Total Other Financing Sources (Uses)	768,580	768,580	467,865	(300,715)
Net Change in Fund Balances	-	-	(536,906)	(536,906)
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	\$ -	\$ -	\$ (536,906)	\$ (536,906)

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
HEALTH AND HUMAN SERVICES - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2009

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Licenses and permits	\$ 166,206	\$ 166,206	\$ 177,076	\$ 10,870
Use of money and property	-	-	(306)	(306)
Intergovernmental revenues	696,809	696,509	479,003	(217,506)
Charges for services	99,290	99,590	104,195	4,605
Other revenues	28,541	21,541	103,986	82,445
Total Revenues	990,846	983,846	863,954	(119,892)
<u>EXPENDITURES</u>				
Current:				
Public assistance	7,082,289	7,122,437	6,322,880	799,557
Capital outlay	110,447	130,299	33,074	97,225
Total Expenditures	7,192,736	7,252,736	6,355,954	896,782
Excess of Revenues Over (Under) Expenditures	(6,201,890)	(6,268,890)	(5,492,000)	776,890
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	6,201,890	6,268,890	5,447,568	(821,322)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	6,201,890	6,268,890	5,447,568	(821,322)
Net Change in Fund Balances	-	-	(44,432)	(44,432)
Fund Balances - Beginning	3	3	3	-
Fund Balances - Ending	\$ 3	\$ 3	\$ (44,429)	\$ (44,432)

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2009

A. 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.

The County of Colusa has less than 100 active employee members in its Safety Plan and is required to participate in a risk pool. Therefore, the individual plan funded status is not presented.

B. BUDGETARY BASIS OF ACCOUNTING

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 Supervisor's.

The County follows these procedures annually 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 proposed draft budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.
2. The Board conducts a public hearing on the proposed 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 proposed 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.

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). The County did not adopt a budget for the Tristar Brick Grant fund, a major special revenue fund.

COMBINING NONMAJOR FUND STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2009

	Special Revenue Funds	Capital Projects Funds	Totals
<u>ASSETS</u>			
Cash and investments	\$ 7,723,930	\$ 978,860	\$ 8,702,790
Cash with fiscal agent	151,114	188,631	339,745
Accounts receivable	842,762	-	842,762
Interest receivable	29,461	3,437	32,898
Taxes receivable	150,301	-	150,301
Due from other funds	2,344,351	-	2,344,351
Loans receivable	1,033,866	-	1,033,866
Other assets	78,822	-	78,822
Total Assets	<u>\$ 12,354,607</u>	<u>\$ 1,170,928</u>	<u>\$ 13,525,535</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>LIABILITIES</u>			
Accounts payable	\$ 43,537	\$ -	\$ 43,537
Interest payable	2,314	1,983	4,297
Deposits payable	11,345	-	11,345
Due to other funds	1,243,949	-	1,243,949
Deferred revenue	147,473	-	147,473
Unearned revenue	1,033,866	-	1,033,866
Total Liabilities	<u>2,482,484</u>	<u>1,983</u>	<u>2,484,467</u>
<u>FUND BALANCES</u>			
Unreserved:			
Designated	5,724	-	5,724
Undesignated	9,866,399	1,168,945	11,035,344
Total Fund Balances	<u>9,872,123</u>	<u>1,168,945</u>	<u>11,041,068</u>
Total Liabilities and Fund Balances	<u>\$ 12,354,607</u>	<u>\$ 1,170,928</u>	<u>\$ 13,525,535</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Special Revenue Funds	Capital Projects Funds	Totals
<u>REVENUES</u>			
Taxes	\$ 949,783	\$ -	\$ 949,783
Licenses and permits	359,121	-	359,121
Fines and forfeitures	154,974	232,792	387,766
Use of money and property	405,530	20,188	425,718
Intergovernmental revenues	13,890,089	11,112	13,901,201
Charges for services	303,292	-	303,292
Other revenues	202,637	348,563	551,200
Total Revenues	<u>16,265,426</u>	<u>612,655</u>	<u>16,878,081</u>
<u>EXPENDITURES</u>			
Current:			
General government	108,043	211,083	319,126
Public protection	712,427	-	712,427
Public ways and facilities	1,333,132	-	1,333,132
Health and sanitation	1,661,759	-	1,661,759
Public assistance	3,778,447	-	3,778,447
Education	8,345	-	8,345
Recreation and culture	346,864	-	346,864
Debt service:			
Principal	13,105	183,889	196,994
Interest and other charges	2,828	143,702	146,530
Capital outlay	13,488	-	13,488
Total Expenditures	<u>7,978,438</u>	<u>538,674</u>	<u>8,517,112</u>
Excess of Revenues Over (Under) Expenditures	<u>8,286,988</u>	<u>73,981</u>	<u>8,360,969</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	5,047,736	-	5,047,736
Transfers out	(12,376,552)	-	(12,376,552)
Total Other Financing Sources (Uses)	<u>(7,328,816)</u>	<u>-</u>	<u>(7,328,816)</u>
Net Change in Fund Balances	958,172	73,981	1,032,153
Fund Balances - Beginning	<u>8,913,951</u>	<u>1,094,964</u>	<u>10,008,915</u>
Fund Balances - Ending	<u>\$ 9,872,123</u>	<u>\$ 1,168,945</u>	<u>\$ 11,041,068</u>

NONMAJOR GOVERNMENTAL FUNDS
Special Revenue Funds

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	ABCD	Bridges	Air and Water Pollution Control	Road District	Fish and Game
<u>ASSETS</u>					
Cash and investments	\$ -	\$ 261,884	\$ -	\$ 1,825,608	\$ 51,953
Cash with fiscal agent	60,000	-	-	-	-
Accounts receivable	4,479	-	25,891	-	-
Interest receivable	-	1,862	16	6,051	192
Taxes receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Other assets	78,822	-	-	-	-
Total Assets	\$ 143,301	\$ 263,746	\$ 25,907	\$ 1,831,659	\$ 52,145
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ -	\$ -	\$ 608	\$ -	\$ 646
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	181,384	-	25,145	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	181,384	-	25,753	-	646
<u>FUND BALANCES</u>					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	(38,083)	263,746	154	1,831,659	51,499
Total Fund Balances	(38,083)	263,746	154	1,831,659	51,499
Total Liabilities and Fund Balances	\$ 143,301	\$ 263,746	\$ 25,907	\$ 1,831,659	\$ 52,145

Special Airport	Parks and Recreation	Migrant Farm Housing	Williams Farm Housing	Migrant Housing Emergency Services	Forest Reserve - Title III	Stonyford Maintenance	MFH Soccer Field
\$ -	\$ -	\$ 2,563	\$ -	\$ 26,031	\$ 100,174	\$ 4,854	\$ 1,424
-	-	-	-	-	-	-	-
-	83,685	85,551	-	-	-	-	-
-	-	40	-	90	347	16	5
-	-	-	-	-	-	-	-
-	-	16,919	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 83,685</u>	<u>\$ 105,073</u>	<u>\$ -</u>	<u>\$ 26,121</u>	<u>\$ 100,521</u>	<u>\$ 4,870</u>	<u>\$ 1,429</u>
\$ 19,165	\$ -	\$ 12,563	\$ -	\$ -	\$ -	\$ -	\$ -
3	271	-	143	-	-	-	-
-	-	11,345	-	-	-	-	-
35,477	76,942	23,484	41,280	-	-	-	-
-	-	68,496	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>54,645</u>	<u>77,213</u>	<u>115,888</u>	<u>41,423</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
(54,645)	6,472	(10,815)	(41,423)	26,121	100,521	4,870	1,429
<u>(54,645)</u>	<u>6,472</u>	<u>(10,815)</u>	<u>(41,423)</u>	<u>26,121</u>	<u>100,521</u>	<u>4,870</u>	<u>1,429</u>
<u>\$ -</u>	<u>\$ 83,685</u>	<u>\$ 105,073</u>	<u>\$ -</u>	<u>\$ 26,121</u>	<u>\$ 100,521</u>	<u>\$ 4,870</u>	<u>\$ 1,429</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Welfare to Work	Welfare Collections	Welfare Administration - Cash	Welfare Administration	Welfare Assistance
<u>ASSETS</u>					
Cash and investments	\$ -	\$ 23,267	\$ -	\$ -	\$ 112,744
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	84,995	6,805
Interest receivable	-	80	-	-	-
Taxes receivable	-	238	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ -	\$ 23,585	\$ -	\$ 84,995	\$ 119,549
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	8	-	152,264	71,402	-
Deferred revenue	-	-	-	70,305	8,153
Unearned revenue	-	-	-	-	-
Total Liabilities	8	-	152,264	141,707	8,153
<u>FUND BALANCES</u>					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	(8)	23,585	(152,264)	(56,712)	111,396
Total Fund Balances	(8)	23,585	(152,264)	(56,712)	111,396
Total Liabilities and Fund Balances	\$ -	\$ 23,585	\$ -	\$ 84,995	\$ 119,549

CalWORKS Incentives	Tobacco Settlement	Law Library	Off Highway Vehicle License Fee	Counseling Center	Economic Development Grant	Civil Fee Capital Projects	Maxwell CDBG
\$ 1,284	\$ -	\$ -	\$ 169,113	\$ 109,633	\$ 437,965	\$ 14,746	\$ 42
-	-	-	-	-	-	-	91,114
-	-	133	29,802	-	-	-	-
-	-	-	584	385	1,446	82	4
-	-	-	-	-	-	-	-
-	1,164,383	-	-	-	-	-	-
-	-	-	-	-	-	-	101,519
-	-	-	-	-	-	-	-
<u>\$ 1,284</u>	<u>\$ 1,164,383</u>	<u>\$ 133</u>	<u>\$ 199,499</u>	<u>\$ 110,018</u>	<u>\$ 439,411</u>	<u>\$ 14,828</u>	<u>\$ 192,679</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45
-	-	111	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	26,713	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	101,519
-	-	26,824	-	-	-	-	101,564
-	-	-	-	-	-	-	-
1,284	1,164,383	(26,691)	199,499	110,018	439,411	14,828	91,115
1,284	1,164,383	(26,691)	199,499	110,018	439,411	14,828	91,115
<u>\$ 1,284</u>	<u>\$ 1,164,383</u>	<u>\$ 133</u>	<u>\$ 199,499</u>	<u>\$ 110,018</u>	<u>\$ 439,411</u>	<u>\$ 14,828</u>	<u>\$ 192,679</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Lurline Rehab CDBG	94 Rehab Block Grant	96 Rehab Block Grant	97 Rehab Block Grant	HOME Loan Program
<u>ASSETS</u>					
Cash and investments	\$ 189	\$ -	\$ 103	\$ 45	\$ 5,503
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Interest receivable	1	40	20	-	19
Taxes receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	189,332	275,728	188,575	109,434	169,278
Other assets	-	-	-	-	-
Total Assets	\$ 189,522	\$ 275,768	\$ 188,698	\$ 109,479	\$ 174,800
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ 191	\$ -	\$ 118	\$ 45	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	28	-	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	189,332	275,728	188,575	109,434	169,278
Total Liabilities	189,523	275,756	188,693	109,479	169,278
<u>FUND BALANCES</u>					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	(1)	12	5	-	5,522
Total Fund Balances	(1)	12	5	-	5,522
Total Liabilities and Fund Balances	\$ 189,522	\$ 275,768	\$ 188,698	\$ 109,479	\$ 174,800

SB 163 Wraparound	Assessor's Tax Admin AB 818	Consumer Protection Council	Inmate Welfare	Booking Fees	Live Scan Fingerprinting	Substance Abuse/Crime Prevention	Sheriff K9 Donations
\$ 57,938	\$ 19,275	\$ -	\$ 115,660	\$ 137,497	\$ 90,443	\$ 109,643	\$ 4,061
-	-	-	-	-	-	-	-
-	-	-	1,246	-	-	519	-
190	67	5	394	476	327	400	14
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 58,128</u>	<u>\$ 19,342</u>	<u>\$ 5</u>	<u>\$ 117,300</u>	<u>\$ 137,973</u>	<u>\$ 90,770</u>	<u>\$ 110,562</u>	<u>\$ 4,075</u>
\$ -	\$ -	\$ -	\$ 1,420	\$ -	\$ -	\$ 93	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	519	-
-	-	-	-	-	-	-	-
-	-	-	1,420	-	-	612	-
-	-	-	-	-	-	-	-
58,128	19,342	5	115,880	137,973	90,770	109,950	4,075
58,128	19,342	5	115,880	137,973	90,770	109,950	4,075
<u>\$ 58,128</u>	<u>\$ 19,342</u>	<u>\$ 5</u>	<u>\$ 117,300</u>	<u>\$ 137,973</u>	<u>\$ 90,770</u>	<u>\$ 110,562</u>	<u>\$ 4,075</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Local Enforcement Agency	Sheriff	Child Support Enforcement	Vital Records Improvement Project	Historic Records Commission
<u>ASSETS</u>					
Cash and investments	\$ -	\$ 2,455	\$ 206,496	\$ 3,765	\$ 6,071
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Interest receivable	50	9	871	12	22
Taxes receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 50	\$ 2,464	\$ 207,367	\$ 3,777	\$ 6,093
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
Total Liabilities	-	-	-	-	-
<u>FUND BALANCES</u>					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	50	2,464	207,367	3,777	6,093
Total Fund Balances	50	2,464	207,367	3,777	6,093
Total Liabilities and Fund Balances	\$ 50	\$ 2,464	\$ 207,367	\$ 3,777	\$ 6,093

CUPA	Bioterrorism Grant	Health Department	Medical Assistance Administration	EMS	AB 75 Tobacco Education	Animal Control	Air Pollution
\$ 11,033	\$ 16,072	\$ 11,230	\$ -	\$ 173,592	\$ 40,538	\$ 956	\$ 177,750
-	-	-	-	-	-	-	-
-	28,844	-	-	-	-	-	-
377	107	43	-	684	93	16	476
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 11,410</u>	<u>\$ 45,023</u>	<u>\$ 11,273</u>	<u>\$ -</u>	<u>\$ 174,276</u>	<u>\$ 40,631</u>	<u>\$ 972</u>	<u>\$ 178,226</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	9,932	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>9,932</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
11,410	45,023	11,273	(9,932)	174,276	40,631	972	178,226
11,410	45,023	11,273	(9,932)	174,276	40,631	972	178,226
<u>\$ 11,410</u>	<u>\$ 45,023</u>	<u>\$ 11,273</u>	<u>\$ -</u>	<u>\$ 174,276</u>	<u>\$ 40,631</u>	<u>\$ 972</u>	<u>\$ 178,226</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Almond Paradise Lighting	Thompson Street Lighting	Cross Creek/ Whisper Creek Lighting	Walnut Ranch #1 Lighting	Walnut Ranch #2 & #3 Lighting
<u>ASSETS</u>					
Cash and investments	\$ 3,446	\$ 649	\$ -	\$ 21,095	\$ 3,303
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Interest receivable	12	3	-	74	13
Taxes receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 3,458	\$ 652	\$ -	\$ 21,169	\$ 3,316
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ 268	\$ 33	\$ -	\$ 246	\$ 234
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	222	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	268	33	222	246	234
<u>FUND BALANCES</u>					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	3,190	619	(222)	20,923	3,082
Total Fund Balances	3,190	619	(222)	20,923	3,082
Total Liabilities and Fund Balances	\$ 3,458	\$ 652	\$ -	\$ 21,169	\$ 3,316

CSA #1 Century Ranch	CSA #2 Stonyford	CSA #2 Reserve Stonyford	Realignment - Social Services	Realignment - Health	Realignment - Mental Health	D.A. Forfeiture	S.O. Forfeiture
\$ 49,615	\$ -	\$ 7,299	\$ 415,262	\$ 455,066	\$ -	\$ 5,035	\$ 1,227
-	-	-	-	-	-	-	-
1,243	1,795	-	3,380	72,351	11,760	-	-
167	-	-	-	3,695	24	17	4
-	-	-	72,494	31,528	46,041	-	-
-	-	-	-	619,724	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 51,025</u>	<u>\$ 1,795</u>	<u>\$ 7,299</u>	<u>\$ 491,136</u>	<u>\$ 1,182,364</u>	<u>\$ 57,825</u>	<u>\$ 5,052</u>	<u>\$ 1,231</u>

\$ 787	\$ 713	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	693	-	502	-	-	-	-
-	-	-	-	-	-	-	-
-	216,342	-	-	-	57,425	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>787</u>	<u>217,748</u>	<u>-</u>	<u>502</u>	<u>-</u>	<u>57,425</u>	<u>-</u>	<u>-</u>

2,862	2,862	-	-	-	-	-	-
47,376	(218,815)	7,299	490,634	1,182,364	400	5,052	1,231
<u>50,238</u>	<u>(215,953)</u>	<u>7,299</u>	<u>490,634</u>	<u>1,182,364</u>	<u>400</u>	<u>5,052</u>	<u>1,231</u>
<u>\$ 51,025</u>	<u>\$ 1,795</u>	<u>\$ 7,299</u>	<u>\$ 491,136</u>	<u>\$ 1,182,364</u>	<u>\$ 57,825</u>	<u>\$ 5,052</u>	<u>\$ 1,231</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	County Library Special Projects	Literacy Grant	Library - Guy Morse	County Libraries	Development Fees
<u>ASSETS</u>					
Cash and investments	\$ 10,471	\$ 6,779	\$ 141,288	\$ 29,565	\$ 1,111,267
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	791	-	-	-
Interest receivable	36	40	489	102	3,808
Taxes receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 10,507	\$ 7,610	\$ 141,777	\$ 29,667	\$ 1,115,075
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	-	-	-	-	-
<u>FUND BALANCES</u>					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	10,507	7,610	141,777	29,667	1,115,075
Total Fund Balances	10,507	7,610	141,777	29,667	1,115,075
Total Liabilities and Fund Balances	\$ 10,507	\$ 7,610	\$ 141,777	\$ 29,667	\$ 1,115,075

Drug Enforcement Asset Forfeiture	Affordable Housing In-Lieu	Groundwater Grant	Safe Drinking Water Bond	S/T Traffic Fee - Roads	Mental Health Services Fund	Mental Health Services Prudent Reserve	Mental Health Services Workforce Education & Training
\$ 15,130	\$ 12,066	\$ 14,205	\$ 4,753	\$ 174,552	\$ 1,364	\$ 128,183	\$ 200
-	-	-	-	-	-	-	-
-	-	425	-	-	-	-	226,000
52	42	55	16	610	1,730	444	626
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	400,000
-	-	-	-	-	-	-	-
<u>\$ 15,182</u>	<u>\$ 12,108</u>	<u>\$ 14,685</u>	<u>\$ 4,769</u>	<u>\$ 175,162</u>	<u>\$ 3,094</u>	<u>\$ 128,627</u>	<u>\$ 626,826</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,587	\$ -	\$ 3,134
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	206,730
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,587</u>	<u>-</u>	<u>209,864</u>
15,182	12,108	14,685	4,769	175,162	507	128,627	416,962
15,182	12,108	14,685	4,769	175,162	507	128,627	416,962
<u>\$ 15,182</u>	<u>\$ 12,108</u>	<u>\$ 14,685</u>	<u>\$ 4,769</u>	<u>\$ 175,162</u>	<u>\$ 3,094</u>	<u>\$ 128,627</u>	<u>\$ 626,826</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Mental Health Services Prevention and Early Intervention	Mental Health Services Innovation	Carl Moyer Grant	Vehicle Fees AB923	United States & California Flag Fund
<u>ASSETS</u>					
Cash and investments	\$ 73,405	\$ 25,235	\$ 186,838	\$ 31,088	\$ 567
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	3,672	-
Interest receivable	756	41	303	94	2
Taxes receivable	-	-	-	-	-
Due from other funds	143,325	-	-	-	-
Loans receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 217,486	\$ 25,276	\$ 187,141	\$ 34,854	\$ 569
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 23
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	-	-	-	-	23
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	217,486	25,276	187,141	34,854	546
Total Fund Balances	217,486	25,276	187,141	34,854	546
Total Liabilities and Fund Balances	\$ 217,486	\$ 25,276	\$ 187,141	\$ 34,854	\$ 569

Cortina Integrated Waste Management	Department of Public Works Projects Fund	Indian Gaming	Supplemental Law Enforcement Services Fund	Treasurer's Cash Difference	Totals
\$ -	\$ 4,542	\$ 410,799	\$ 45,738	\$ 298	\$ 7,723,930
-	-	-	-	-	151,114
119,951	-	-	49,444	-	842,762
-	-	204	89	-	29,461
-	-	-	-	-	150,301
-	-	-	-	-	2,344,351
-	-	-	-	-	1,033,866
-	-	-	-	-	78,822
<u>\$ 119,951</u>	<u>\$ 4,542</u>	<u>\$ 411,003</u>	<u>\$ 95,271</u>	<u>\$ 298</u>	<u>\$ 12,354,607</u>

\$ -	\$ -	\$ 618	\$ -	\$ -	\$ 43,537
10	-	581	-	-	2,314
-	-	-	-	-	11,345
119,171	-	-	-	-	1,243,949
-	-	-	-	-	147,473
-	-	-	-	-	1,033,866
<u>119,181</u>	<u>-</u>	<u>1,199</u>	<u>-</u>	<u>-</u>	<u>2,482,484</u>

-	-	-	-	-	5,724
770	4,542	409,804	95,271	298	9,866,399
770	4,542	409,804	95,271	298	9,872,123
<u>\$ 119,951</u>	<u>\$ 4,542</u>	<u>\$ 411,003</u>	<u>\$ 95,271</u>	<u>\$ 298</u>	<u>\$ 12,354,607</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	ABCD	Bridges	Air and Water Pollution Control	Road District	Fish and Game
<u>REVENUES</u>					
Taxes	\$ -	\$ 131,926	\$ -	\$ 797,422	\$ -
Licenses and permits	-	-	314,836	-	-
Fines and forfeitures	-	-	23,962	-	10,623
Use of money and property	1,125	10,716	(772)	29,130	1,587
Intergovernmental revenues	-	131,834	46,168	10,599	25
Charges for services	-	-	26,038	-	-
Other revenues	30,657	-	125	-	-
Total Revenues	31,782	274,476	410,357	837,151	12,235
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	25,705
Public ways and facilities	-	398,812	-	400,000	-
Health and sanitation	-	-	352,341	-	-
Public assistance	2,972,591	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	13,488
Total Expenditures	2,972,591	398,812	352,341	400,000	39,193
Excess of Revenues Over (Under) Expenditures	(2,940,809)	(124,336)	58,016	437,151	(26,958)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	3,647,710	11,442	-	59,003	-
Transfers out	(687,865)	-	(57,862)	-	-
Total Other Financing Sources (Uses)	2,959,845	11,442	(57,862)	59,003	-
Net Change in Fund Balances	19,036	(112,894)	154	496,154	(26,958)
Fund Balances - Beginning	(57,119)	376,640	-	1,335,505	78,457
Fund Balances - Ending	\$ (38,083)	\$ 263,746	\$ 154	\$ 1,831,659	\$ 51,499

Special Airport	Parks and Recreation	Migrant Farm Housing	Williams Farm Housing	Migrant Housing Emergency Services	Forest Reserve - Title III	Stonyford Maintenance	MFH Soccer Field
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
648	(1,618)	164,755	(1,075)	669	2,574	3,322	36
10,000	264,564	346,854	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	18,390	491	-	-	-	-
10,648	262,946	529,999	(584)	669	2,574	3,322	36
-	-	-	-	-	-	-	-
-	-	-	-	-	-	22,090	-
91,301	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	611,970	-	-	-	-	-
-	-	-	-	-	-	-	-
-	346,864	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
91,301	346,864	611,970	-	-	-	22,090	-
(80,653)	(83,918)	(81,971)	(584)	669	2,574	(18,768)	36
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(80,653)	(83,918)	(81,971)	(584)	669	2,574	(18,768)	36
26,008	90,390	71,156	(40,839)	25,452	97,947	23,638	1,393
\$ (54,645)	\$ 6,472	\$ (10,815)	\$ (41,423)	\$ 26,121	\$ 100,521	\$ 4,870	\$ 1,429

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	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	(5)	544	962	410	(729)
Intergovernmental revenues	-	-	215,558	2,606,086	2,398,774
Charges for services	-	-	-	-	-
Other revenues	-	6,107	-	-	-
Total Revenues	(5)	6,651	216,520	2,606,496	2,398,045
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	26,300	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	26,300	-	-	-	-
Excess of Revenues Over (Under) Expenditures	(26,305)	6,651	216,520	2,606,496	2,398,045
OTHER FINANCING SOURCES (USES)					
Transfers in	26,270	-	-	939	-
Transfers out	-	(3,713)	(261,876)	(2,547,894)	(2,352,427)
Total Other Financing Sources (Uses)	26,270	(3,713)	(261,876)	(2,546,955)	(2,352,427)
Net Change in Fund Balances	(35)	2,938	(45,356)	59,541	45,618
Fund Balances - Beginning	27	20,647	(106,908)	(116,253)	65,778
Fund Balances - Ending	\$ (8)	\$ 23,585	\$ (152,264)	\$ (56,712)	\$ 111,396

CalWORKS Incentives	Tobacco Settlement	Law Library	Off Highway Vehicle License Fee	Counseling Center	Economic Development Grant	Civil Fee Capital Projects	Maxwell CDBG
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	7,241	-	-	-	-	-
(8)	24,213	(945)	3,813	2,869	10,811	641	5,703
-	-	-	50,680	-	32,000	-	-
-	-	-	-	-	-	4,150	-
-	-	-	-	-	-	-	-
(8)	24,213	6,296	54,493	2,869	42,811	4,791	5,703
-	53,352	-	-	-	-	-	-
-	-	1,980	-	-	-	10,905	-
-	-	-	-	-	-	-	-
-	-	-	-	-	1,500	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	53,352	1,980	-	-	1,500	10,905	-
(8)	(29,139)	4,316	54,493	2,869	41,311	(6,114)	5,703
-	-	5,000	-	-	20,200	-	-
-	-	-	-	(1,587)	-	-	(1,226)
-	-	5,000	-	(1,587)	20,200	-	(1,226)
(8)	(29,139)	9,316	54,493	1,282	61,511	(6,114)	4,477
1,292	1,193,522	(36,007)	145,006	108,736	377,900	20,942	86,638
\$ 1,284	\$ 1,164,383	\$ (26,691)	\$ 199,499	\$ 110,018	\$ 439,411	\$ 14,828	\$ 91,115

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Lurline Rehab CDBG	94 Rehab Block Grant	96 Rehab Block Grant	97 Rehab Block Grant	HOME Loan Program
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	6	12,720	6,263	1	412
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	11,904
Other revenues	-	-	-	-	-
Total Revenues	6	12,720	6,263	1	12,316
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	15,002
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	-	15,002
Excess of Revenues Over (Under) Expenditures	6	12,720	6,263	1	(2,686)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(6)	(12,708)	(6,258)	(1)	-
Total Other Financing Sources (Uses)	(6)	(12,708)	(6,258)	(1)	-
Net Change in Fund Balances	-	12	5	-	(2,686)
Fund Balances - Beginning	(1)	-	-	-	8,208
Fund Balances - Ending	\$ (1)	\$ 12	\$ 5	\$ -	\$ 5,522

SB 163 Wraparound	Assessor's Tax Admin AB 818	Consumer Protection Council	Inmate Welfare	Booking Fees	Live Scan Fingerprinting	Substance Abuse/Crime Prevention	Sheriff K9 Donations
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
445	496	5,220	3,029	3,417	2,047	(388)	104
-	-	-	-	-	-	215,531	-
-	-	-	29,368	6,392	23,206	545	-
-	-	-	22,811	-	-	3,385	-
445	496	5,220	55,208	9,809	25,253	219,073	104
-	68	-	-	-	-	-	-
-	-	-	60,606	-	5,418	157,192	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	68	-	60,606	-	5,418	157,192	-
445	428	5,220	(5,398)	9,809	19,835	61,881	104
119,318	-	-	-	-	-	34,505	-
(61,635)	-	(196,905)	-	-	-	-	-
57,683	-	(196,905)	-	-	-	34,505	-
58,128	428	(191,685)	(5,398)	9,809	19,835	96,386	104
-	18,914	191,690	121,278	128,164	70,935	13,564	3,971
\$ 58,128	\$ 19,342	\$ 5	\$ 115,880	\$ 137,973	\$ 90,770	\$ 109,950	\$ 4,075

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Local Enforcement Agency	Sheriff	Child Support Enforcement	Vital Records Improvement Project	Historic Records Commission
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	54	63	7,245	90	172
Intergovernmental revenues	14,684	-	646,544	-	9
Charges for services	-	-	-	1,285	468
Other revenues	-	-	-	-	184
Total Revenues	14,738	63	653,789	1,375	833
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	977	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	1,078
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	977	1,078
Excess of Revenues Over (Under) Expenditures	14,738	63	653,789	398	(245)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	-
Transfers out	(14,789)	-	(643,223)	-	-
Total Other Financing Sources (Uses)	(14,789)	-	(643,223)	-	-
Net Change in Fund Balances	(51)	63	10,566	398	(245)
Fund Balances - Beginning	101	2,401	196,801	3,379	6,338
Fund Balances - Ending	\$ 50	\$ 2,464	\$ 207,367	\$ 3,777	\$ 6,093

CUPA	Bioterrorism Grant	Health Department	Medical Assistance Administration	EMS	AB 75 Tobacco Education	Animal Control	Air Pollution
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	2,685	-	110,463	-	-	-
1,623	2,151	331	12	6,938	1,074	385	2,363
98,446	330,602	-	1,068,379	-	150,000	-	-
-	-	-	-	-	-	-	-
11,588	-	-	-	-	-	5,275	-
111,657	332,753	3,016	1,068,391	117,401	151,074	5,660	2,363
-	-	-	-	-	-	-	-
-	-	-	-	-	-	16,917	-
-	-	-	-	-	-	-	-
-	-	-	-	150,006	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	150,006	-	16,917	-
111,657	332,753	3,016	1,068,391	(32,605)	151,074	(11,257)	2,363
-	-	-	-	7,208	-	-	57,862
(100,247)	(329,353)	(4,074)	(913,799)	(67,571)	(128,756)	-	-
(100,247)	(329,353)	(4,074)	(913,799)	(60,363)	(128,756)	-	57,862
11,410	3,400	(1,058)	154,592	(92,968)	22,318	(11,257)	60,225
-	41,623	12,331	(164,524)	267,244	18,313	12,229	118,001
\$ 11,410	\$ 45,023	\$ 11,273	\$ (9,932)	\$ 174,276	\$ 40,631	\$ 972	\$ 178,226

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Almond Paradise Lighting	Thompson Street Lighting	Cross Creek/ Whisper Creek Lighting	Walnut Ranch #1 Lighting	Walnut Ranch #2 & #3 Lighting
<u>REVENUES</u>					
Taxes	\$ 2,692	\$ 540	\$ -	\$ 5,086	\$ 2,850
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	108	20	1	492	84
Intergovernmental revenues	-	-	-	53	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	2,800	560	1	5,631	2,934
<u>EXPENDITURES</u>					
Current:					
General government	-	-	223	-	-
Public protection	3,312	648	-	3,411	3,273
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	3,312	648	223	3,411	3,273
Excess of Revenues Over (Under) Expenditures	(512)	(88)	(222)	2,220	(339)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(512)	(88)	(222)	2,220	(339)
Fund Balances - Beginning	3,702	707	-	18,703	3,421
Fund Balances - Ending	\$ 3,190	\$ 619	\$ (222)	\$ 20,923	\$ 3,082

CSA #1 Century Ranch	CSA #2 Stonyford	CSA #2 Reserve Stonyford	Realignment - Social Services	Realignment - Health	Realignment - Mental Health	D.A. Forfeiture	S.O. Forfeiture
\$ 8,009	\$ 1,258	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,982	(5,034)	(46)	(8,495)	31,520	(2,230)	129	31
-	-	-	931,874	785,433	721,133	-	-
48,325	31,660	-	-	-	-	-	-
4,663	11,536	-	-	-	-	-	-
62,979	39,420	(46)	923,379	816,953	718,903	129	31
53,199	-	-	-	-	-	-	-
-	46,261	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	13,105	-	-	-	-	-	-
-	2,828	-	-	-	-	-	-
-	-	-	-	-	-	-	-
53,199	62,194	-	-	-	-	-	-
9,780	(22,774)	(46)	923,379	816,953	718,903	129	31
-	-	-	363,436	237,754	12,174	-	-
-	-	-	(1,264,254)	(1,451,240)	(453,000)	-	-
-	-	-	(900,818)	(1,213,486)	(440,826)	-	-
9,780	(22,774)	(46)	22,561	(396,533)	278,077	129	31
40,458	(193,179)	7,345	468,073	1,578,897	(277,677)	4,923	1,200
\$ 50,238	\$ (215,953)	\$ 7,299	\$ 490,634	\$ 1,182,364	\$ 400	\$ 5,052	\$ 1,231

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	County Library Special Projects	Literacy Grant	Library - Guy Morse	County Libraries	Development Fees
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	228	244	3,631	748	28,853
Intergovernmental revenues	-	6,227	-	-	-
Charges for services	-	-	-	-	-
Other revenues	1,431	1,850	-	490	72,158
Total Revenues	1,659	8,321	3,631	1,238	101,011
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Education	-	8,345	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	8,345	-	-	-
Excess of Revenues Over (Under) Expenditures	1,659	(24)	3,631	1,238	101,011
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(76,347)
Total Other Financing Sources (Uses)	-	-	-	-	(76,347)
Net Change in Fund Balances	1,659	(24)	3,631	1,238	24,664
Fund Balances - Beginning	8,848	7,634	138,146	28,429	1,090,411
Fund Balances - Ending	\$ 10,507	\$ 7,610	\$ 141,777	\$ 29,667	\$ 1,115,075

Drug Enforcement Asset Forfeiture	Affordable Housing In-Lieu	Groundwater Grant	Safe Drinking Water Bond	S/T Traffic Fee - Roads	Mental Health Services Fund	Mental Health Services Prudent Reserve	Mental Health Services Workforce Education & Training
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
389	311	477	122	5,493	19,425	3,135	6,676
-	-	12,600	-	-	1,120,213	85,502	416,200
-	-	-	-	-	-	-	-
-	-	-	-	10,113	175	-	-
389	311	13,077	122	15,606	1,139,813	88,637	422,876
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	15,000	-	-	-	-	-
-	-	-	-	-	1,141,329	-	36,406
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	15,000	-	-	1,141,329	-	36,406
389	311	(1,923)	122	15,606	(1,516)	88,637	386,470
-	-	-	-	-	-	-	-
-	-	-	-	(56,007)	(75,000)	-	-
-	-	-	-	(56,007)	(75,000)	-	-
389	311	(1,923)	122	(40,401)	(76,516)	88,637	386,470
14,793	11,797	16,608	4,647	215,563	77,023	39,990	30,492
\$ 15,182	\$ 12,108	\$ 14,685	\$ 4,769	\$ 175,162	\$ 507	\$ 128,627	\$ 416,962

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Mental Health Services Prevention and Early Intervention	Mental Health Services Innovation	Carl Moyer Grant	Vehicle Fees AB923	United States & California Flag Fund
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	44,285	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	275	(124)	(391)	3,662	(7)
Intergovernmental revenues	153,100	25,400	290,393	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	153,375	25,276	290,002	47,947	(7)
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	224
Public protection	-	-	-	-	-
Public ways and facilities	-	-	428,019	-	-
Health and sanitation	10,889	-	-	-	-
Public assistance	-	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	10,889	-	428,019	-	224
Excess of Revenues Over (Under) Expenditures	142,486	25,276	(138,017)	47,947	(231)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	75,000	-	140,070	-	-
Transfers out	-	-	-	(140,070)	-
Total Other Financing Sources (Uses)	75,000	-	140,070	(140,070)	-
Net Change in Fund Balances	217,486	25,276	2,053	(92,123)	(231)
Fund Balances - Beginning	-	-	185,088	126,977	777
Fund Balances - Ending	\$ 217,486	\$ 25,276	\$ 187,141	\$ 34,854	\$ 546

Cortina Integrated Waste Management	Department of Public Works Projects Fund	Indian Gaming	Supplemental Law Enforcement Services Fund	Treasurer's Cash Difference	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 949,783
-	-	-	-	-	359,121
-	-	-	-	-	154,974
614	99	(2,864)	325	(2)	405,530
-	72,146	527,978	104,500	-	13,890,089
119,951	-	-	-	-	303,292
-	-	-	-	1,208	202,637
120,565	72,245	525,114	104,825	1,206	16,265,426
-	-	-	-	-	108,043
-	-	345,155	9,554	-	712,427
-	-	-	-	-	1,333,132
120,794	-	-	-	-	1,661,759
-	-	-	-	-	3,778,447
-	-	-	-	-	8,345
-	-	-	-	-	346,864
-	-	-	-	-	13,105
-	-	-	-	-	2,828
-	-	-	-	-	13,488
120,794	-	345,155	9,554	-	7,978,438
(229)	72,245	179,959	95,271	1,206	8,286,988
-	-	229,845	-	-	5,047,736
-	(465,651)	-	-	(1,208)	(12,376,552)
-	(465,651)	229,845	-	(1,208)	(7,328,816)
(229)	(393,406)	409,804	95,271	(2)	958,172
999	397,948	-	-	300	8,913,951
\$ 770	\$ 4,542	\$ 409,804	\$ 95,271	\$ 298	\$ 9,872,123

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2009

	<u>Building Fund</u>	<u>Courthouse Construction</u>	<u>Criminal Justice Construction</u>	<u>CSA #2 Well Upgrade</u>	<u>Totals</u>
<u>ASSETS</u>					
Cash and investments	\$ 29,926	\$ 837,931	\$ 111,003	\$ -	\$ 978,860
Cash with fiscal agent	188,631	-	-	-	188,631
Interest receivable	-	2,880	557	-	3,437
Total Assets	<u>\$ 218,557</u>	<u>\$ 840,811</u>	<u>\$ 111,560</u>	<u>\$ -</u>	<u>\$ 1,170,928</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Interest payable	\$ 1,983	\$ -	\$ -	\$ -	\$ 1,983
Total Liabilities	<u>1,983</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,983</u>
<u>FUND BALANCES</u>					
Unreserved:					
Undesignated	216,574	840,811	111,560	-	1,168,945
Total Fund Balances	<u>216,574</u>	<u>840,811</u>	<u>111,560</u>	<u>-</u>	<u>1,168,945</u>
Total Liabilities and Fund Balances	<u>\$ 218,557</u>	<u>\$ 840,811</u>	<u>\$ 111,560</u>	<u>\$ -</u>	<u>\$ 1,170,928</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Building Fund	Courthouse Construction	Criminal Justice Construction	CSA #2 Well Upgrade	Totals
<u>REVENUES</u>					
Fines and forfeitures	\$ -	\$ 47,824	\$ 184,968	\$ -	\$ 232,792
Use of money and property	197	20,504	794	(1,307)	20,188
Intergovernmental revenues	-	-	-	11,112	11,112
Other revenues	327,144	-	-	21,419	348,563
Total Revenues	327,341	68,328	185,762	31,224	612,655
<u>EXPENDITURES</u>					
Current:					
General government	2,159	-	197,812	11,112	211,083
Debt service:					
Principal	183,889	-	-	-	183,889
Interest and other charges	143,702	-	-	-	143,702
Total Expenditures	329,750	-	197,812	11,112	538,674
Excess of Revenues Over (Under) Expenditures	(2,409)	68,328	(12,050)	20,112	73,981
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(2,409)	68,328	(12,050)	20,112	73,981
Fund Balances - Beginning	218,983	772,483	123,610	(20,112)	1,094,964
Fund Balances - Ending	\$ 216,574	\$ 840,811	\$ 111,560	\$ -	\$ 1,168,945

INTERNAL SERVICE FUNDS

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2009

	<u>Central Services</u>
<u>ASSETS</u>	
Current Assets:	
Cash and investments	\$ 3,000
Cash with fiscal agent	7,476
Total Current Assets	10,476
Noncurrent Assets:	
Capital assets:	
Depreciable, net	12,956
Total Noncurrent Assets	12,956
Total Assets	23,432
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts payable	8,089
Interest payable	244
Due to other funds	87,369
Compensated absences	5,190
Total Current Liabilities	100,892
Noncurrent Liabilities:	
Compensated absences	1,223
Net OPEB obligation	2,667
Total Noncurrent Liabilities	3,890
Total Liabilities	104,782
<u>NET ASSETS</u>	
Invested in capital assets	12,956
Unrestricted	(94,306)
Total Net Assets	\$ (81,350)

COUNTY OF COLUSA, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN NET ASSETS
 INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2009

	Central Services
<u>OPERATING REVENUES</u>	
Charges for services	\$ 113,475
Total Operating Revenues	<u>113,475</u>
<u>OPERATING EXPENSES</u>	
Salaries and benefits	106,441
Depreciation	755
Total Operating Expenses	<u>107,196</u>
Operating Income (Loss)	<u>6,279</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>	
Interest income	<u>(2,250)</u>
Total Non-Operating Revenues (Expenses)	<u>(2,250)</u>
Income (Loss) before Transfers	4,029
Transfers in	-
Transfers out	-
Change in Net Assets	4,029
Total Net Assets - Beginning	<u>(85,379)</u>
Total Net Assets - Ending	<u><u>\$ (81,350)</u></u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Central Services
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Receipts from customers	\$ 113,740
Payments to suppliers	(24,790)
Payments to employees	(101,500)
Net Cash Provided (Used) by Operating Activities	(12,550)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>	
Interfund loans received	16,637
Net Cash Provided (Used) by Noncapital Financing Activities	16,637
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest and dividends	(2,475)
Net Cash Provided (Used) by Investing Activities	(2,475)
Net Increase (Decrease) in Cash and Cash Equivalents	1,612
Balances - Beginning of the Year	8,864
Balances - End of the Year	\$ 10,476
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>	
Operating income (loss)	\$ 6,279
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	755
Decrease (increase) in:	
Accounts receivable	265
Increase (decrease) in:	
Accounts payable	(24,790)
Compensated absences	2,274
Net OPEB obligation	2,667
Net Cash Provided (Used) by Operating Activities	\$ (12,550)

FIDUCIARY FUNDS

Trust and Agency Funds

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
INVESTMENT TRUST FUNDS
JUNE 30, 2009

	School Districts	Special Districts Governed by Local Boards	Courts	Total Investment Trust Funds
<u>ASSETS</u>				
Cash and investments	\$ 14,262,127	\$ 10,676,078	\$ (83,417)	\$ 24,854,788
Cash with fiscal agent	-	1,181	-	1,181
Total Assets	<u>\$ 14,262,127</u>	<u>\$ 10,677,259</u>	<u>\$ (83,417)</u>	<u>\$ 24,855,969</u>
<u>NET ASSETS</u>				
Net assets held in trust for investment pool participants	<u>\$ 14,262,127</u>	<u>\$ 10,677,259</u>	<u>\$ (83,417)</u>	<u>\$ 24,855,969</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
INVESTMENT TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>School Districts</u>	<u>Special Districts Governed by Local Boards</u>	<u>Courts</u>	<u>Total Investment Trust Funds</u>
<u>ADDITIONS</u>				
Contributions to investment pool	<u>\$ 64,145,122</u>	<u>\$ 26,039,973</u>	<u>\$ 1,472,815</u>	<u>\$ 91,657,910</u>
Total Additions	<u>64,145,122</u>	<u>26,039,973</u>	<u>1,472,815</u>	<u>91,657,910</u>
<u>DEDUCTIONS</u>				
Distributions from investment pool	<u>63,111,321</u>	<u>26,122,786</u>	<u>1,519,364</u>	<u>90,753,471</u>
Total Deductions	<u>63,111,321</u>	<u>26,122,786</u>	<u>1,519,364</u>	<u>90,753,471</u>
Change in Net Assets	1,033,801	(82,813)	(46,549)	904,439
Net Assets - Beginning	<u>13,228,326</u>	<u>10,760,072</u>	<u>(36,868)</u>	<u>23,951,530</u>
Net Assets - Ending	<u><u>\$ 14,262,127</u></u>	<u><u>\$ 10,677,259</u></u>	<u><u>\$ (83,417)</u></u>	<u><u>\$ 24,855,969</u></u>

COUNTY OF COLUSA, CALIFORNIA
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 AGENCY FUNDS
 JUNE 30, 2009

	Accrued County Trust Funds	Total Agency Funds
<u>ASSETS</u>		
Cash and investments	\$ 129,558	\$ 129,558
Cash with fiscal agent	49,861	49,861
Taxes receivable	<u>1,968,487</u>	<u>1,968,487</u>
Total Assets	<u><u>\$ 2,147,906</u></u>	<u><u>\$ 2,147,906</u></u>
<u>LIABILITIES</u>		
Due to other funds	\$ 28,737	\$ 28,737
Agency obligations	<u>2,119,169</u>	<u>2,119,169</u>
Total Liabilities	<u><u>\$ 2,147,906</u></u>	<u><u>\$ 2,147,906</u></u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2009</u>
<u>Accrued County Trust Funds</u>				
<u>ASSETS</u>				
Cash and investments	\$ 346,465	\$ 62,478,594	\$ 62,695,501	\$ 129,558
Cash with fiscal agent	54,721	14,991	19,851	49,861
Accounts receivable	24,446	-	24,446	-
Taxes receivable	2,201,708	1,968,487	2,201,708	1,968,487
Total Assets	<u><u>\$ 2,627,340</u></u>	<u><u>\$ 64,462,072</u></u>	<u><u>\$ 64,941,506</u></u>	<u><u>\$ 2,147,906</u></u>
<u>LIABILITIES</u>				
Deposits payable	\$ 17,804	\$ -	\$ 17,804	\$ -
Due to other funds	-	28,737	-	28,737
Agency obligations	2,609,536	64,433,335	64,923,702	2,119,169
Total Liabilities	<u><u>\$ 2,627,340</u></u>	<u><u>\$ 64,462,072</u></u>	<u><u>\$ 64,941,506</u></u>	<u><u>\$ 2,147,906</u></u>