COLUSA COUNTY
LOCAL TRANSPORTATION
COMMISSION

FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
JUNE 30, 2008

COLUSA COUNTY
LOCAL TRANSPORTATION COMMISSION
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2008

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COLUSA COUNTY
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Tom Indrieri	County of Colusa
Kim Vann	County of Colusa
Tom Reische	City of Colusa
Kay Hosmer	City of Colusa
Jim Manning	City of Williams

FINANCIAL SECTION

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SMITH & NEWELL

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Colusa County Local Transportation Commission
Colusa, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Colusa County Local Transportation Commission, California (Commission), as of and for the year ended June 30, 2008, which collectively comprise the Commission's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Commission'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, each major fund, and the aggregate remaining fund information of the Commission as of June 30, 2008, and the respective changes in financial position, 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 June 29, 2009, on our consideration of the Commission'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 important for assessing the results of our audit.

The accompanying Required Supplementary Information, such as the Budgetary Comparison Schedules as listed in the table of contents, is not a required part of the basic financial statements but is 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 Commission has not presented a Management Discussion and Analysis report that the Governmental Accounting Standards Board has determined is required supplementary information, although not required to be part of the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The Schedules of Allocations and Expenditures are presented for purposes of additional analysis and are not a required part of the basic financial statements. These schedules 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.

Smith & Newell

Smith & Newell CPA's
Yuba City, California
June 29, 2009

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BASIC FINANCIAL STATEMENTS
Government-Wide Financial Statements

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
STATEMENT OF NET ASSETS
JUNE 30, 2008

	Governmental Activities	Total
ASSETS		
Cash and investments	$ 916,993	$ 916,993
Accounts receivable	192,399	192,399
Interest receivable	6,957	6,957
Capital assets:		
Depreciable, net	23,935	23,935
Total Assets	1,140,284	1,140,284
LIABILITIES		
Accounts payable	-	-
Total Liabilities	-	-
NET ASSETS		
Invested in capital assets	23,935	23,935
Unrestricted	1,116,349	1,116,349
Total Net Assets	$ 1,140,284	$ 1,140,284

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

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
FUNCTIONS/PROGRAMS	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Total
Governmental activities:						
Transportation	$ 1,093,146	$ -	$ 148,976	$ -	$ (944,170)	$ (944,170)
Total Governmental Activities	1,093,146	-	148,976	-	(944,170)	(944,170)
Total Primary Government	$ 1,093,146	$ -	$ 148,976	$ -	(944,170)	(944,170)
General revenues:						
Sales and use taxes					855,529	855,529
Interest and investment earnings					59,054	59,054
Total General Revenues					914,583	914,583
Change in Net Assets					(29,587)	(29,587)
Net Assets - Beginning					1,169,871	1,169,871
Net Assets - Ending					$ 1,140,284	$ 1,140,284

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

BASIC FINANCIAL STATEMENTS

Fund Financial Statements

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

	Local Transportation Planning	Local Transportation	State Transit Assistance	Total
ASSETS				
Cash and investments	$ 55,791	$ 858,437	$ 2,765	$ 916,993
Accounts receivable	-	61,400	-	61,400
Interest receivable	545	5,229	1,183	6,957
Total Assets	$ 56,336	$ 925,066	$ 3,948	$ 985,350
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ -	$ -	$ -	$ -
Total Liabilities	-	-	-	-
FUND BALANCES				
Reserved for unallocated apportionments	-	920,115	-	920,115
Unreserved, reported in:				
Special revenue				
Undesignated	56,336	4,951	3,948	65,235
Total Fund Balances	56,336	925,066	3,948	985,350
Total Liabilities and Fund Balances	$ 56,336	$ 925,066	$ 3,948	$ 985,350

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

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES

JUNE 30, 2008

Total Fund Balance - Total Governmental Funds	$ 985,350
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 funds.	23,935
Other long term assets are not available to pay for current period expenditures and therefore, are not reported in the funds or reported as deferred in the governmental funds.	
Accounts receivable	130,999
Net Assets of Governmental Activities	$ 1,140,284

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

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2008

	Local Transportation Planning	Local Transportation	State Transit Assistance	Total
REVENUES				
Taxes	$ -	$ 744,902	$ 110,627	$ 855,529
Aid from other government agencies:				
Rural planning assistance	150,618	-	-	150,618
Use of money	5,878	43,304	9,872	59,054
Total Revenues	156,496	788,206	120,499	1,065,201
EXPENDITURES				
Overall Work Program:				
Transportation administration (1.01)	24,299	-	-	24,299
Safety and security in transporation planning (1.02)	1,001	-	-	1,001
Participation in transit operations metropolitan and state planning (2.01)	40,332	-	-	40,332
Communication for non-emergency human service transporation (3.01)	18,557	-	-	18,557
Planning for transit systems management/operations to increase ridership (4.01)	1,624	-	-	1,624
Enhancing the technical capacity of the planning process (6.01)	28,246	-	-	28,246
STIP PPM expenses	51,405	-	-	51,405
SAFETEA-LU expenses	28,094	-	-	28,094
Road maintenance	-	187,820	-	187,820
Allocations:				
Regional transit	-	452,824	249,655	702,479
Planning and administration	-	4,775	-	4,775
Total Expenditures	193,558	645,419	249,655	1,088,632
Net Change in Fund Balances	(37,062)	142,787	(129,156)	(23,431)
Fund Balances - Beginning	93,398	782,279	133,104	1,008,781
Fund Balances - Ending	$ 56,336	$ 925,066	$ 3,948	$ 985,350

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

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
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, 2008

Net Change in Fund Balances - Total Governmental Funds	$	(23,431)
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.		
Depreciation expense		(4,514)
Some revenues reported in the statement of activities will not be collected for several months after the Commission's year end and do not provide current financial resources and therefore are not reported as revenue in the governmental funds.		
Change in accounts receivable		(1,642)
Change in Net Assets of Governmental Activities	$	(29,587)

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

BASIC FINANCIAL STATEMENTS
Notes to Basic Financial Statements

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

A. Reporting Entity

The Colusa County Local Transportation Commission (Commission), the regional transportation planning agency for the County of Colusa, was established in 1973 pursuant to the Transportation Development Act of 1971. The Commission is responsible for transportation planning activities as well as administration of the Local Transportation Fund and State Transit Assistance Fund. The Council does not exercise control over any other governmental agency or authority. Criteria used in determining the reportable entity was based on control or dependence determined on the basis of budget adoption, funding, and appointment of the respective governing board.

The Commission receives monies and allocates these monies for the planning, management, and operation of public transportation systems within the County of Colusa. The Commission also has the authority to allocate monies for other transportation related activities including street and road projects.

The governmental reporting entity consists of the Commission (Primary Government) and its component units. Component units are legally separate organizations for which the Board of Directors is financially accountable or other organizations whose component units nature and significant relationship with the Commission are such that exclusion would cause the Commission'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 Commission'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 Commission.

Reporting for component units on the Commission financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the Commission'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.

Based on the application of the criteria set forth by the Governmental Accounting Standards Board Management has determined that there are no component units of the Commission.

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net assets and statement of activities display information about the primary government. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the Commission. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Commission'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. Program revenues include 1) charges paid by the recipients of goods and services offered by the program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

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

B. Basis of Presentation (Continued)

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 Commission 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 Commission reports the following major governmental funds:

- The Local Transportation Planning fund is a special revenue fund used to account for monies expended in relation to the overall work program.
- The Local Transportation fund is a special revenue fund used to account for local transportation activities.
- The State Transit Assistance fund is a special revenue fund used to account for the receipt and expenditure of State Transit Assistance funds.

C. Basis of Accounting and Measurement Focus

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the Commission 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, 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 Commission considers revenues reported in the governmental funds to be available if they are collected within sixty 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.

D. Cash and Investments

The Commission pools its cash and investments with the County of Colusa. The Colusa County Treasury is an external investment pool for the Commission and the Commission is considered an involuntary participant. State statues authorize the Commission and 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.

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

D. Cash and Investments (Continued)

Participant's equity in the investment pool is determined by the dollar amount of participants deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on the 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 based on the participant's average daily cash balance at quarter end in relation to the total pool investments. This method differs from the fair value method used to value investments in these financial statements. In these financial statements, the fair value of the Commissions's investments in the pool was based on unaudited quoted market values as provided by the County Treasurer. The pool has not provided or obtained any legally binding guarantees during the period to support the value of investments.

The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the Board of Supervisors every month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value.

Required disclosure information regarding categorization of investments and other deposit and investment risk disclosures can be found in the County's financial statements. The County of Colusa's financial statements may be obtained by contacting the County of Colusa Auditor-Controller's office at 546 Jay Street, Colusa, CA 95932.

E. Receivables

In the government-wide 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.

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. Interest and investment earnings are recorded when earned only if paid within 30 days since they would be considered both measurable and available.

F. 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.

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 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.

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

G. Capital Assets

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

Government-Wide Statements

In the government-wide financial statements, property, plant, and equipment are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their estimated fair value at the date of donation.

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:

Depreciable Asset	Estimated Lives
Equipment	3-25 years

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 at the time of acquisition.

H. Net Assets/Fund Balance

Government-Wide Statements

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.
- 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 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.

As of June 30, 2008, reservations of fund balance included:

Reserved for unallocated apportionments - to reflect Local Transportation funds the Council has allocated but not apportioned to various entities.

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

I. Revenue

In the government-wide financial statements, revenues are classified by program and general sources.

In the fund financial statements revenues are classified by source.

J. Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function.

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

Government Funds – By Character
- Current (further classified by function)
- Debt Service
- Capital Outlay

K. 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: DETAILED NOTES

A. Cash and Investments

At June 30, 2008, the Commission's cash and investments consisted of the following:

Investments:	
In Colusa County Treasurer's pool	$ 916,993
Total Cash and Investments	$ 916,993

Cash

The California Government Code requires California banks and savings and loan associations to collateralize a Commissions deposits by pledging government securities. The market value of pledged securities must equal at least 110 percent of a Commission's deposits. California law also allows financial institutions to collateralize Commission deposits by pledging first trust deed mortgage notes having a value of 150 percent of a Commission's total deposits. The Commission may waive collateral requirements for deposits which are fully insured up to $100,000 by Federal Depository Insurance.

At year end, the Commission had no deposits outside the County Treasury.

Investments

Interest Rate Risk - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. All investments of the Commission are pooled with the County of Colusa investment pool. The Commission does not have a formal investment policy that further limits 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 by Standards & Poor's or P-1 by Moody's Investors Service. State law also limits investments in corporate bonds to the rating of A by both Standards & Poor's or P-1 by Moody's Investors Service. The Commission does not have a formal investment policy that would further limit its investment choices.

NOTE 2: DETAILED NOTES (CONTINUED)

A. Cash and Investments (Continued)

Investments

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, the Commission will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The Commission does not have a formal investment policy that would limit the exposure to custodial credit risk.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the Commission's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. The Commission has invested all cash in the County investment pool which contains a diversification of investments.

B. Capital Assets

Capital assets activity for the year ended June 30, 2008, was as follows:

	Balance July 1, 2007	Additions/ Adjustments	Retirements/ Adjustments	Balance June 30, 2008
Governmental Activities				
Capital Assets, Being Depreciated:				
Equipment	$ 50,750	$ -	$ -	$ 50,750
Total Capital Assets, Being Depreciated	50,750	-	-	50,750
Less Accumulated Depreciation for:				
Equipment	(22,301)	(4,514)	-	(26,815)
Total Accumulated Depreciation	(22,301)	(4,514)	-	(26,815)
Governmental Activities Capital Assets, Net	$ 28,449	($ 4,514)	$ -	$ 23,935

Depreciation

Depreciation expense was charged to governmental activities as follows:

Transportation	$ 4,514
Total Depreciation Expense - Governmental Activities	$ 4,514

NOTE 3: RELATED PARTY TRANSACTIONS

The Commission has an agreement with the County of Colusa to manage its operations. The County also provides engineering and construction services to the Commission upon request.

NOTE 4: RISK MANAGEMENT

The Commission is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Commission is covered under the County of Colusa's risk management programs.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
LOCAL TRANSPORTATION PLANNING - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning	$ 93,398	$ 93,398	93,398	$ -
REVENUES				
Aid from other government agencies:				
Rural planning assistance	147,000	147,000	150,618	3,618
Use of money	-	-	5,878	5,878
Total Revenues and Fund Balance Available	240,398	240,398	249,894	9,496
EXPENDITURES				
Overall Work Program	147,000	147,000	114,059	32,941
STIP PPM expenses	-	58,000	51,405	6,595
SAFETEA-LU expenses	-	71,803	28,094	43,709
Total Expenditures	147,000	276,803	193,558	83,245
Net Change in Fund Balance	93,398	(36,405)	56,336	92,741
Fund Balance - Ending	$ 93,398	$ (36,405)	$ 56,336	$ 92,741

See accompanying note to the required supplementary information.

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
LOCAL TRANSPORTATION - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning	$ 782,279	$ 782,279	$ 782,279	$ -
REVENUES				
Taxes	650,000	650,000	744,902	94,902
Use of money	-	-	43,304	43,304
Total Revenues and Fund Balance Available	1,432,279	1,432,279	1,570,485	138,206
EXPENDITURES				
Allocations:				
Regional transit	794,000	794,000	452,824	341,176
Road maintenance	506,898	641,434	187,820	453,614
Planning and administration	6,000	6,000	4,775	1,225
Total Expenditures	1,306,898	1,441,434	645,419	796,015
Net Change in Fund Balance	125,381	(9,155)	925,066	934,221
Fund Balance - Ending	$ 125,381	$ (9,155)	$ 925,066	$ 934,221

See accompanying note to the required supplementary information.

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
STATE TRANSIT ASSISTANCE - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning	$ 133,104	$ 133,104	$ 133,104	$ -
REVENUES				
Taxes	75,000	75,000	110,627	35,627
Use of money	-	-	9,872	9,872
Total Revenues	208,104	208,104	253,603	45,499
EXPENDITURES				
Allocations:				
Regional transit	257,773	257,773	249,655	8,118
Total Expenditures	257,773	257,773	249,655	8,118
Net Change in Fund Balance	(49,669)	(49,669)	3,948	53,617
Fund Balance - Ending	$ (49,669)	$ (49,669)	$ 3,948	$ 53,617

See accompanying note to the required supplementary information.

COLUSA COUNTY
LOCAL TRANSPORTATION COMMISSION
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2008

BUDGETARY BASIS OF ACCOUNTING

The Commission follows these procedures annually in establishing the budgetary data reflected in the financial statements:

1. The Director of Public Works submits to the Board of Commissioners 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 of Commissioners reviews the proposed budget at regularly scheduled meetings, which are open to the public.

3. Prior to July 1, the budget is adopted through Board order.

4. The Board of Commissioners may amend the budget by motion during the fiscal year.

Formal budgetary integration is employed as a management control device during the year. The Commission presents a comparison of annual budgets to actual results for all governmental 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).

SUPPLEMENTARY INFORMATION

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
SCHEDULE OF ALLOCATIONS AND EXPENDITURES
LOCAL TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2008

	Beginning Allocations as Adjusted	Allocated	Expended	Rescinded	Ending Allocations as Adjusted
Colusa County Transit Agency 99260 (a)	$ -	$ 452,824	$ 452,824	$ -	$ -
Colusa County Local Tranportation Commission 99233.1	-	4,775	4,775	-	-
County of Colusa 99234	187,820	158,250	187,820	-	158,250
City of Colusa 99233.9	216,406	82,290	-	-	298,696
City of Williams 99233.9	237,209	75,960	-	-	313,169
Contingency	150,000	-	-	-	150,000
	$ 791,435	$ 774,099	$ 645,419	$ -	$ 920,115

COLUSA COUNTY LOCAL TRANSPORTATION COMMISSION
SCHEDULE OF ALLOCATIONS AND EXPENDITURES
STATE TRANSIT ASSISTANCE FUND
FOR THE YEAR ENDED JUNE 30, 2008

	Allocations Outstanding June 30, 2006	Allocated	Expended	Rescinded	Allocations Outstanding June 30, 2007
Colusa County Transit Agency					
6731 (b)	$ -	$ 249,655	$ 249,655	$ -	$ -
	$ -	$ 249,655	$ 249,655	$ -	$ -