

**COUNTY OF COLUSA,
CALIFORNIA**



**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
JUNE 30, 2010**

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COUNTY OF COLUSA, CALIFORNIA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2010

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INTRODUCTORY SECTION

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- **County Officials**

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COUNTY OF COLUSA, CALIFORNIA
COUNTY OFFICIALS
FOR THE YEAR ENDED JUNE 30, 2010

ELECTED OFFICIALS

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

DEPARTMENT DIRECTORS/ADMINISTRATORS

Agricultural Commissioner	Harry Krug
Chief Probation Officer	Steven Bordin
Child Support Services	Mary Anderson
County Counsel	Thomas R. Parker
County Librarian	Wendy Penrose Burke
Behavioral Health Director	William Cornelius
Cooperative Extension Director	Mike Murray
Health and Human Services Director	Elizabeth Kelly
Personnel Director	Cindy Lovelace
Planning and Building Director	Stephen Hackney
Planning Commissioner	Gail Beduhn
Planning Commissioner	James Charter
Planning Commissioner	Marion Mathis
Planning Commissioner	John Loudon
Planning Commissioner	Steve Vanderpan
Public Works Director	James Bell
Transit Manager	Barbara Salazar

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FINANCIAL SECTION

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

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INDEPENDENT AUDITOR'S REPORT

To The Board of Supervisors
and 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, 2010, 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.

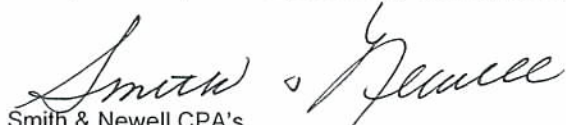
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2010, and the 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 29, 2011, 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.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of Funding Progress, and the Budgetary Comparison Schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

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


Smith & Newell CPA's
Yuba City, California
March 29, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)

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Management's Discussion and Analysis

As management of the County of Colusa, California, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2010. 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 2009-10 fiscal year by \$61,564,306 (*net assets*). Of this amount, \$1,639,548 (*unrestricted net assets*) may be used to meet ongoing obligations to citizens and creditors, \$17,889,720 is restricted for specific purposes (*restricted net assets*), and \$42,035,038 is invested in capital assets, net of related debt.
- The County's total net assets increased by \$5,366,225. The governmental activities net assets at the close of the 2009-10 fiscal year were \$63,378,119 and the business-type activities net assets were \$(1,813,813).
- The County's governmental funds reported combined fund balances of \$22,659,174, an increase of \$5,115,994 in comparison with the prior year. Approximately 89% of the combined fund balances, \$20,191,025, 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 \$3,005,256, or approximately 15.2% of total General Fund expenditures for the year.
- The County's investment in capital assets increased by \$327,142, net of depreciation.
- The County's total long-term debt decreased by \$284,468 in comparison with the prior year.

Overview of the Financial Statements

Management's Discussion and Analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements include three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide financial statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all County assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how County net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing or related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g. long-term loans and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include General Government, Public Protection, Public Ways and Facilities, Health and Sanitation, Public Assistance, Education, Recreation and Cultural Services, and Interest on Long-Term Debt. The business-type activities of the County include the Solid Waste Enterprise and the Airport Enterprise.

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

Auditor-Controller, Peggy Scroggins, 546 Jay Street, Suite 202, Colusa, CA 95932. They may also be viewed on the Colusa County website, Auditor-Controller's page. www.countyofcolusa.org

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

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

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

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

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

Proprietary funds are maintained in two different types. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the Airport and Solid Waste. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for its Central Services purchasing department. 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 31 – 33 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 34 - 35 of this report.

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

The notes to the basic financial statements can be found on pages 36 - 58 of this report.

Required supplementary information is presented concerning the County General Fund, Public Works, Health and Human Services, and Road District 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 59 - 64 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 65 - 91 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, 2010, the County's assets exceeded its liabilities by \$61,564,306, a 9.5% increase over the prior year.

County of Colusa's Net Assets June 30, 2010 and 2009

	Governmental Activities		Business-Type Activities		Total		Variance
	2010	2009	2010	2009	2010	2009	
Assets:							
Current and Other Assets	28,342,407	22,351,246	262,021	115,534	28,604,428	22,466,780	27.32%
Capital Assets	44,607,143	44,268,978	146,614	157,637	44,753,757	44,426,615	0.74%
Total Assets	72,949,550	66,620,224	408,635	273,171	73,358,185	66,893,395	9.66%
Liabilities:							
Current and Other Liabilities	3,918,189	2,492,217	134,553	177,492	4,052,742	2,669,709	51.80%
Long-Term Liabilities	5,653,242	5,942,317	2,087,895	2,083,288	7,741,137	8,025,605	-3.54%
Total Liabilities	9,571,431	8,434,534	2,222,448	2,260,780	11,793,879	10,695,314	10.27%
Net Assets:							
Invested in Capital Assets, net of debt	41,888,424	41,044,363	146,614	157,637	42,035,038	41,202,000	2.02%
Restricted	17,603,280	13,896,576	286,440	260,914	17,889,720	14,157,490	26.36%
Unrestricted	3,886,415	3,244,751	(2,246,867)	(2,406,160)	1,639,548	838,591	-95.51%
Total Net Assets	63,378,119	58,185,690	(1,813,813)	(1,987,609)	61,564,306	56,198,081	9.55%

Analysis of Net Assets

The largest portion of the County's net assets \$42,035,038 or 68% 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 \$17,889,720 or 29% represents resources that are subject to external restrictions on how they may be used. The remaining \$1,639,548, or 3%, unrestricted net assets, may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the 2009-10 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.

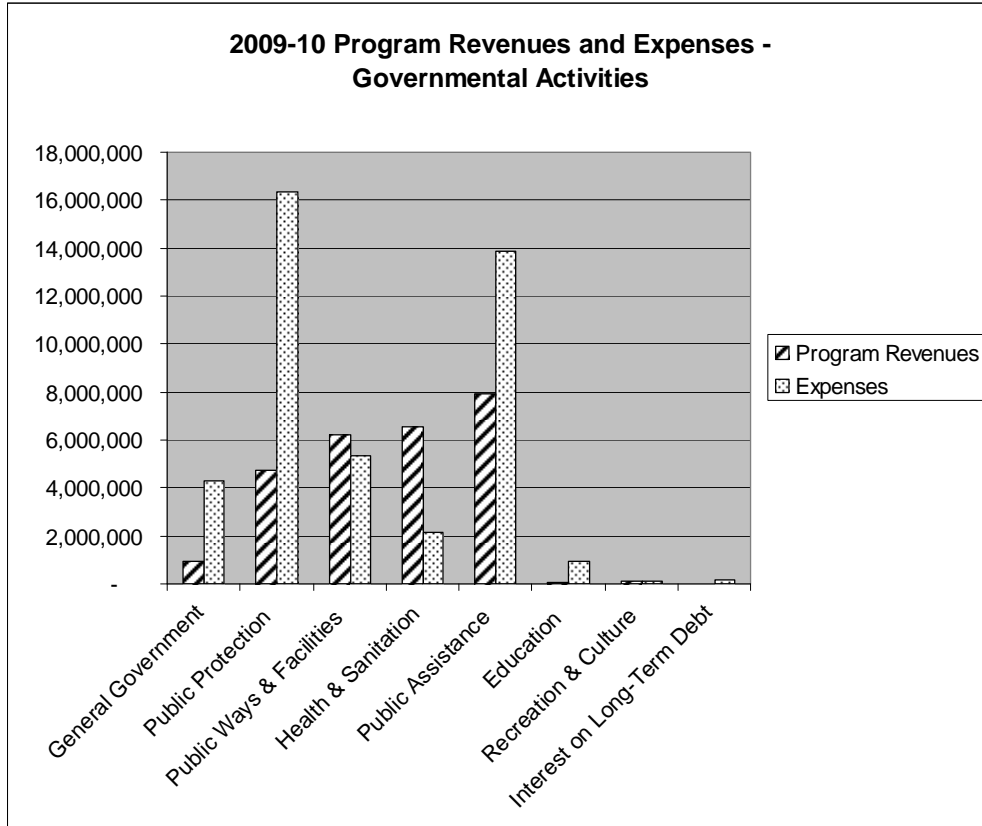
As listed in the Financial Statements, the County's net assets increased by \$5,366,225 during the June 30, 2010, fiscal year.

**County of Colusa's Change in Net Assets
June 30, 2010 and 2009**

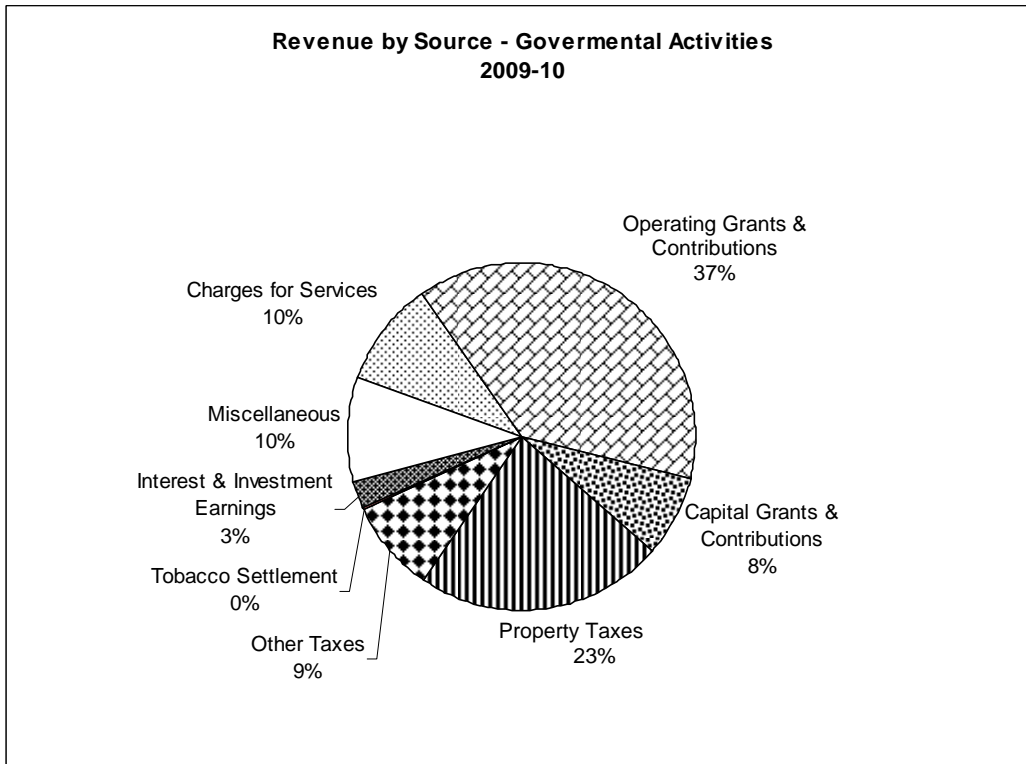
	Governmental Activities		Business-Type Activities		Total		Variance
	2010	2009	2010	2009	2010	2009	
Revenues:							
Program Revenues:							
Charges for Services	4,556,541	5,273,812	1,478,939	1,613,425	6,035,480	6,887,237	-12.37%
Operating Grants & Contributions	18,346,103	22,152,123	10,000	10,000	18,356,103	22,162,123	-17.17%
Capital Grants & Contributions	3,654,270	2,447,912	-	-	3,654,270	2,447,912	49.28%
General Revenues:							
Property Taxes	11,047,788	10,222,818	-	-	11,047,788	10,222,818	8.07%
Other Taxes	4,075,455	3,196,767	39,903	37,452	4,115,358	3,234,219	27.24%
Tobacco Settlement	112,500	150,000	-	-	112,500	150,000	-25.00%
Interest & Investment Earnings	1,271,010	788,203	53,279	33,274	1,324,289	821,477	61.21%
Miscellaneous	4,562,215	997,043	335,041	375,322	4,897,256	1,372,365	256.85%
Total Revenues	47,625,882	45,228,678	1,917,162	2,069,473	49,543,044	47,298,151	4.75%
Expenses:							
General Government	4,320,832	3,362,819	-	-	4,320,832	3,362,819	28.49%
Public Protection	16,349,306	16,381,557	-	-	16,349,306	16,381,557	-0.20%
Public Ways & Facilities	5,321,362	4,432,837	-	-	5,321,362	4,432,837	20.04%
Health & Sanitation	2,127,371	5,497,527	-	-	2,127,371	5,497,527	-61.30%
Public Assistance	13,889,412	10,544,562	-	-	13,889,412	10,544,562	31.72%
Education	960,296	940,950	-	-	960,296	940,950	2.06%
Recreation & Culture	129,042	360,793	-	-	129,042	360,793	-64.23%
Interest on Long-Term Debt	190,157	353,950	-	-	190,157	353,950	-46.28%
Solid Waste	-	-	1,323,363	1,279,196	1,323,363	1,279,196	3.45%
Airport	-	-	395,003	462,090	395,003	462,090	-14.52%
Total Expenses	43,287,778	41,874,995	1,718,366	1,741,286	45,006,144	43,616,281	3.19%
Change in Net Assets before Transfers	4,338,104	3,353,683	198,796	328,187	4,536,900	3,681,870	23.22%
Transfers	25,000	-	(25,000)	-	-	-	-
Change in Net Assets	4,363,104	3,353,683	173,796	328,187	4,536,900	3,681,870	23.22%
Prior Period Adjustment	626,359	-	-	-	626,359	-	-
Cumulative Change in Acctg. Principles	202,966	-	-	-	202,966	-	-
Net Assets - Beg. - July 1, 2009	58,185,690	54,832,007	(1,987,609)	(2,315,796)	56,198,081	52,516,211	7.01%
Net Assets - End. - June 30, 2010	63,378,119	58,185,690	(1,813,813)	(1,987,609)	61,564,306	56,198,081	9.55%

Governmental activities. Governmental activities increased the County's net assets by \$5,192,429, accounting for 97% of the total growth. Total governmental revenues consist of general revenues and program revenues. General revenues and transfers totaled \$21,093,968; program revenues totaled \$26,556,914.

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



Revenues among Governmental activities totaled \$47,625,882 for the year ended 2009-10. The chart below presents the percentage of total revenues by source for Governmental activities:

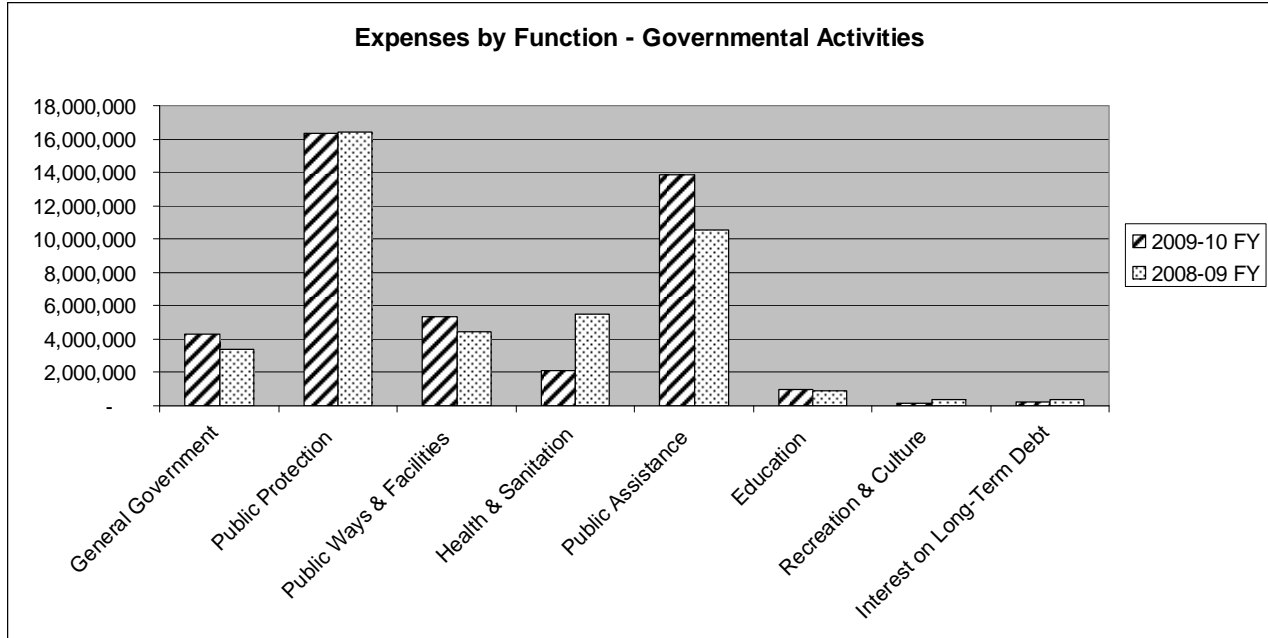


Key elements of the increase/decrease in *revenues* in the Governmental activities:

- Charges for Services decreased \$717,271, or 13.6%. 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 Road and Streets Service, Environmental Determination, Mitigation Monitoring Fees, Recorder's Fees, Documentary Stamp Fees, Cortina Integrated Waste Management Facility Services, and law enforcement services such as Contract Security, Court Bailiff Reimbursement, Lake Patrol, Mendocino National Forest Patrol, Domestic Violence, and Work Release Program Fees, etc.
- Operating Grants and Contributions decreased \$3,806,020, or 17.18%. Much of this decrease was due to reductions in the Health and Welfare Programs and Behavioral Health Services. Additional reductions can be attributed to the elimination or non-appropriations of Open Space Subvention - Williamson Act (nearly \$800,000), State Mandated Reimbursements, Indian Gaming Programs, Substance Abuse/Crime Prevention Prop #36, and a number of State Grant Awards.
- Capital Grants and Contributions increased \$1,206,358, or 49.28%. Numerous State and Federal grants were eliminated, reduced, or delayed in 2008-09 and certain funding was subsequently restored in 2009-10. MHSA Capital Funds, Highway Users Tax, Aid for Construction of Bridges, Aid for Construction of Roads, Aid for Construction of Airports, and State Transportation Improvement Program monies, to name a few.
- Property Tax revenues increased \$824,970, or 8.07%. Although property taxes associated with residential housing decreased, the Utility Roll increased due to the construction of the PG&E power plant. Assessments on gas wells, rice ground, and personal property equipment also increased during this time period.
- Other Tax revenue category increased \$878,688, or 27.49%. There are essentially two reasons for this increase. Sales tax increase over \$430,000 and is primarily associated with the continued construction of the PG&E power plant in the Maxwell area. These excess revenues are one-time funds during the construction period; it is recommended the County remain fiscally conservative and not use these increased revenues for on-going expenses. Property tax in-lieu of vehicle license fees also increased over \$630,000.
- Tobacco Settlement decreased \$37,500, or 25.00%.
- Interest and Investment Earnings increased \$482,807, or 61.25%. During 2008-09 investments and interest rates declined sharply due to the economic financial crisis associated with mortgage credit and the declining stock market. This was compounded by the fact that the State of California was not paying obligations on a timely basis which further decreased the County's earning potential. In 2009-10 the market was making small improvements and the State was paying funds on a timelier basis.
- Miscellaneous Revenue increased \$3,565,172, or 357.57%. Miscellaneous revenue can come from several different sources, and can be volatile. One unique area of increased revenue occurred due to the fact that the State was not paying their financial obligations towards the end of the 2008-09 fiscal year. Consequently, the County collected nearly \$2,000,000 for prior year revenue in 2009-10.

Expenses among Governmental activities for the year ended 2009-10 totaled \$43,287,778 in comparison to the year ended 2008-09 which totaled \$41,874,995; an overall increase in expenses of 3.4%.

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

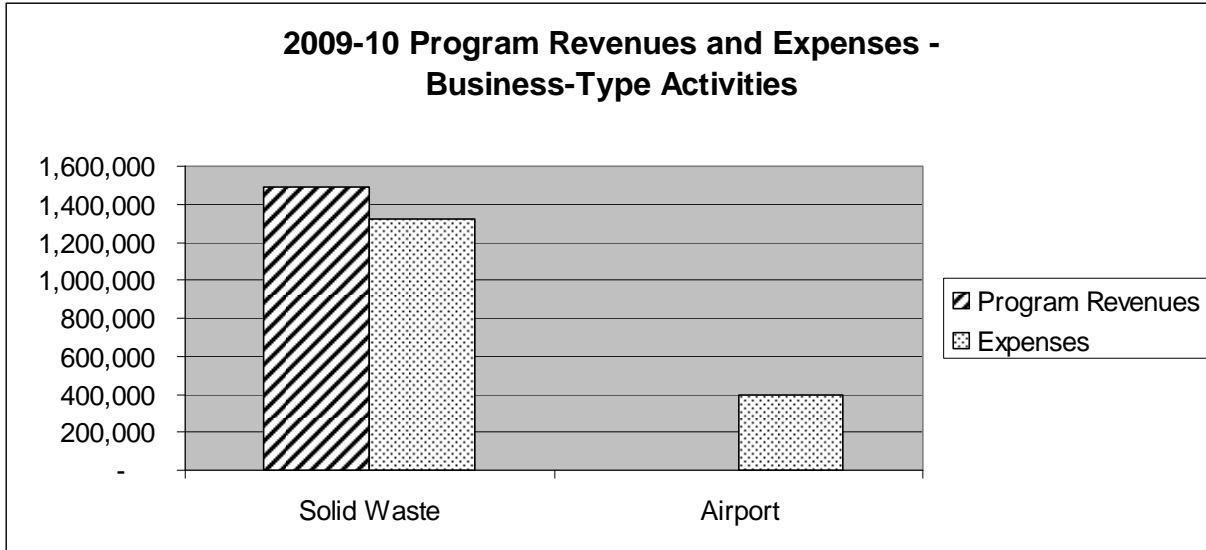


Key elements of the increase/decrease in *expenses* in the Governmental activities:

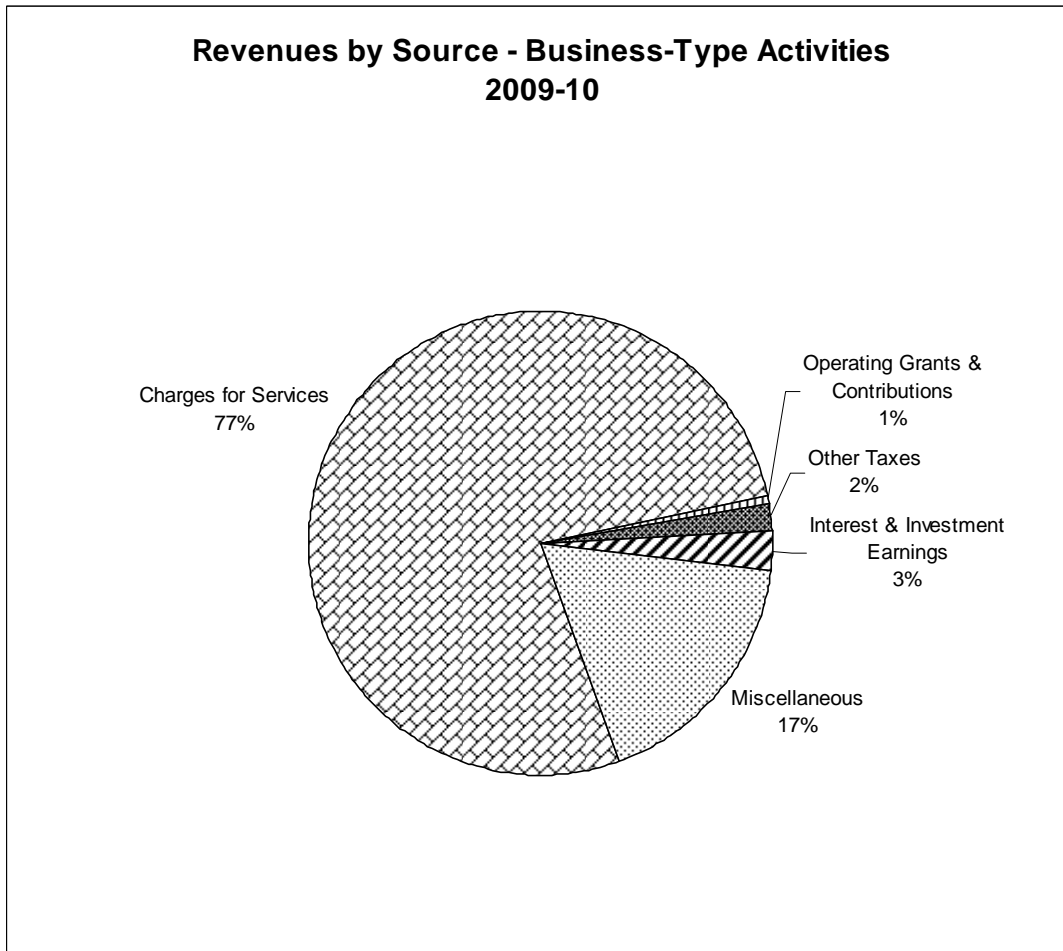
- The General Government category increased by \$958,013, or 28.49%. The biggest portion of this increase was a \$600,000 payment to the Yuba Community College District. The County agreed to contribute \$600,000 towards the purchase of the ground for the site of the new Woodland Community College facility in Williams. The County Board of Supervisors and the County Superintendent of Schools worked tirelessly to bring community college courses back to Colusa County.
- The Public Ways and Facilities category increased by \$888,525, or 20.04%. There was an increase emphasis on large road and bridge projects during 2009-10 while construction costs were down.
- The Health and Sanitation category decreased by \$3,370,156, or 61.30%, during the fiscal year due to State program reductions, late claim reimbursements, and a conscious effort by the County to reduce costs so that the County General Fund was not impacted.
- The Public Assistance category increased by \$3,344,850, or 31.72%, likely due to the depressed economy and the need for additional services.

Business-type activities. Business-type activities increased the County's net assets by \$173,796, accounting for 3% of the total growth in the County's net assets. Total business-type activities revenues consist of general revenues and program revenues. General revenues and transfers totaled \$403,223; program revenues totaled \$1,488,939.

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 \$1,917,162 for the year ended 2009-10. The chart below presents the percentage of total revenues by source for Business-type activities:

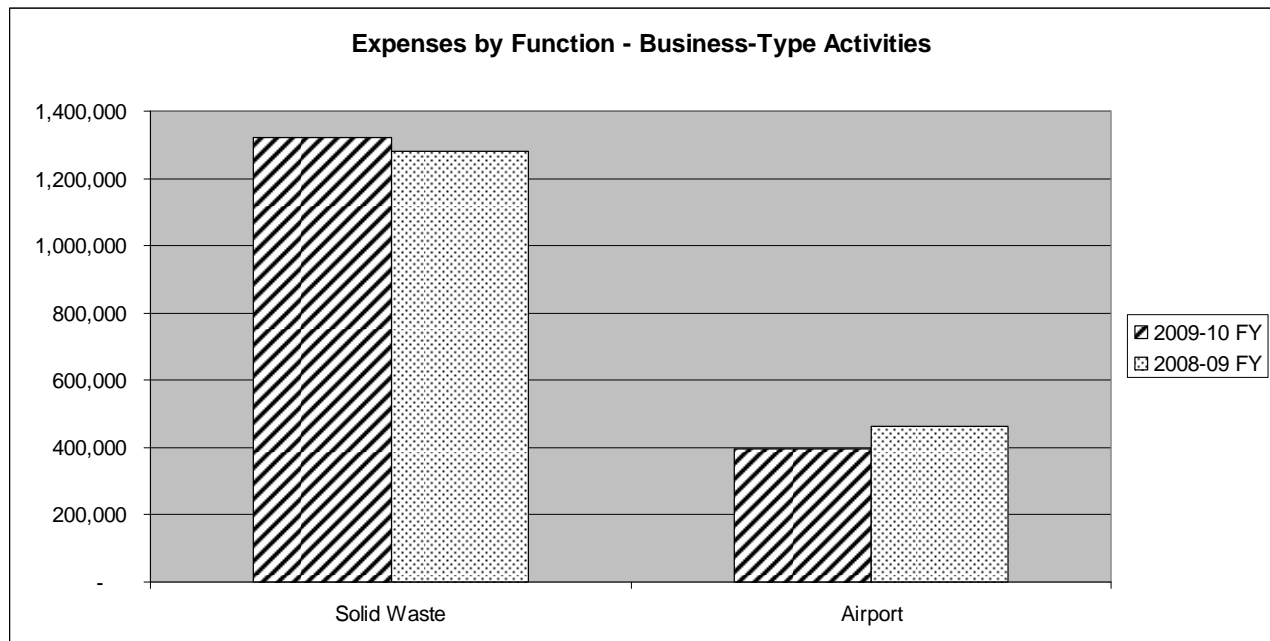


Key elements of the increase/decrease in *revenues* in the Business-type activities:

- Charges for Services decreased \$134,486, or 8.34%. This reduction is due to a decrease in the collections at the Maxwell Transfer Station for the Solid Waste Enterprise Fund. This also may be due to the uncertain economy. Unfortunately the County requires these transfer charges to reduce the deficit fund balance in the Solid Waste Enterprise Fund.
- Other Tax revenue category increased \$2,451, or 6.54%. This due primarily to the increase in Aviation Tax for the Airport Enterprise.
- Interest and Investment Earnings increased \$20,005, or 60.12%. In 2008-09 investments and interest rates declined sharply due to the economic financial crisis associated with mortgage credit and the declining stock market. The slight increase in the Airport Enterprise cash balance and the small market improvements increased the Airport's interest for 2009-10. The Solid Waste Enterprise negative interest was relatively flat.
- Miscellaneous Revenue decreased \$40,281, or 10.73%, and is due entirely to the reduction in the Sale of Gas and Oil for the Airport Enterprise. The economy and gas prices may be reducing recreational pilots.

Expenses among Business-type activities for the year ended 2009-10 totaled \$1,718,366 in comparison to the year ended 2008-09 which totaled \$1,741,286.

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 \$44,167, or 3.45%, which is attributable to a combination of increased Professional Services and a reduction of Reimbursed Projects in 2008-09.
- The Airport category decreased by \$67,087, or 14.52%. This reduction is primarily due to a reduction in the Cost of Gas and Oil, as sales were down. There were additional reductions to Maintenance of Equipment, Maintenance of Structures, Legal Notices, and Overhead Costs.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental funds. The general government functions are contained in the General, Special Revenue, Debt Service, and Capital Project funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, 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, 2010 and 2009

	<u>2010</u>	<u>2009</u>	<u>Increase/Decrease</u>	
	Amount	Amount	Amount	Variance
Fund Balance - Beginning	17,543,180	17,425,984	117,196	0.67%
Revenues	48,689,442	43,337,497	5,351,945	12.35%
Expenditures	(44,693,572)	(48,244,538)	3,550,966	-7.36%
Other Financing Sources (Uses)	1,129,318	5,000,000	(3,870,682)	-77.41%
Change in Inventory	(9,194)	24,237	(33,431)	-137.93%
Fund Balance - Ending	<u>22,659,174</u>	<u>17,543,180</u>	<u>5,115,994</u>	<u>29.16%</u>

	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Fund Balance Detail:						
Reserved	411,787	1.82%	420,981	2.40%	(9,194)	-2.18%
Unreserved						
General Fund - Designated	2,050,638	9.05%	1,921,023	10.95%	129,615	6.75%
General Fund - Undesignated	3,005,256	13.26%	1,725,581	9.84%	1,279,675	74.16%
Special Revenue Funds - Designated	5,724	0.03%	5,724	0.03%	-	0.00%
Special Revenue Funds - Undesignated	16,081,090	70.96%	12,300,926	70.12%	3,780,164	30.73%
Capital Projects Funds - Undesignated	1,104,679	4.88%	1,168,945	6.66%	(64,266)	-5.50%
Total Fund Balance	<u>22,659,174</u>	<u>100.00%</u>	<u>17,543,180</u>	<u>100.00%</u>	<u>5,115,994</u>	<u>29.16%</u>

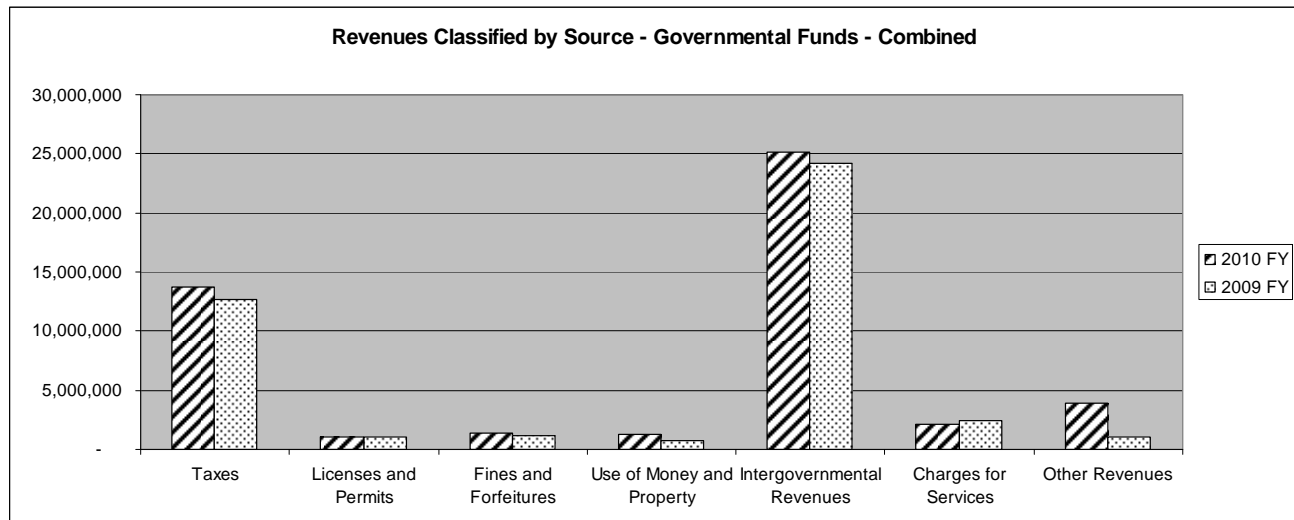
At June 30, 2010, the County's governmental funds reported combined fund balances of \$22,659,174, an increase of \$5,115,994, or 29.16%, in comparison with the prior year. Approximately 98% of this total amount, or \$22,247,387, constitutes *unreserved fund balance of the General, Special Revenue, and Capital Projects funds*. \$20,191,025 constitutes *unreserved/undesignated fund balance*, which is available to meet the County's current and future needs. The *designated fund balance* totals \$2,056,362 and indicates tentative plans for financial resource utilization in a future period. The remainder of the fund balance, \$411,787, 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, 2010 and 2009**

Revenue by Source	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Taxes	13,838,392	28.42%	12,665,931	29.23%	1,172,461	9.26%
Licenses and Permits	1,023,517	2.10%	1,048,270	2.42%	(24,753)	-2.36%
Fines and Forfeitures	1,385,184	2.84%	1,146,421	2.65%	238,763	20.83%
Use of Money and Property	1,265,974	2.60%	790,453	1.82%	475,521	60.16%
Intergovernmental Revenues	25,146,126	51.65%	24,189,977	55.82%	956,149	3.95%
Charges for Services	2,099,272	4.31%	2,450,654	5.65%	(351,382)	-14.34%
Other Revenues	3,930,977	8.08%	1,045,791	2.41%	2,885,186	275.89%
Total Revenue	48,689,442	100.00%	43,337,497	100.00%	5,351,945	12.35%

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

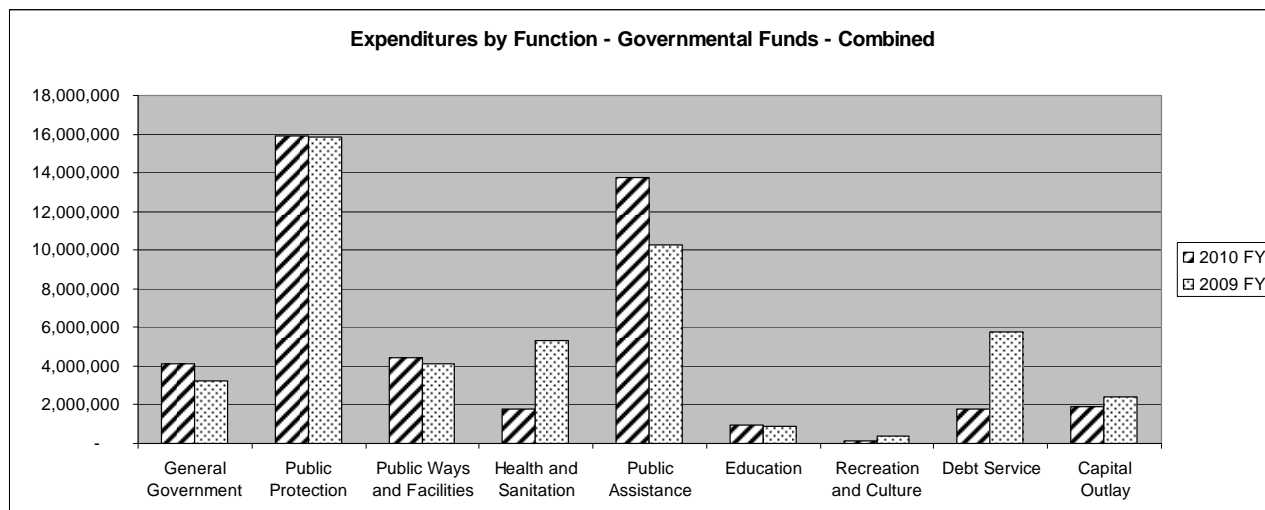


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the governmental funds.

**County of Colusa's Expenditures Classified By Function
Governmental Funds - Combined
June 30, 2010 and 2009**

Expenditures by Function	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
General Government	4,116,567	9.21%	3,224,689	6.68%	891,878	27.66%
Public Protection	15,890,915	35.55%	15,839,455	32.83%	51,460	0.32%
Public Ways and Facilities	4,431,069	9.91%	4,124,351	8.55%	306,718	7.44%
Health and Sanitation	1,786,946	4.00%	5,319,260	11.03%	(3,532,314)	-66.41%
Public Assistance	13,741,327	30.75%	10,275,444	21.30%	3,465,883	33.73%
Education	944,585	2.11%	915,611	1.90%	28,974	3.16%
Recreation and Culture	129,362	0.29%	360,793	0.75%	(231,431)	-64.15%
Debt Service	1,773,026	3.97%	5,760,577	11.94%	(3,987,551)	-69.22%
Capital Outlay	1,879,775	4.21%	2,424,358	5.02%	(544,583)	-22.46%
Total Expenditures	44,693,572	100.00%	48,244,538	100.00%	(3,550,966)	-7.36%

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, 2010 and 2009

	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Proceeds from Debt	1,071,300	94.86%	5,000,000	100.00%	(3,928,700)	-78.57%
Proceeds from Sale of Capital Assets	33,018	2.92%	-	0.00%	33,018	
Transfers In	14,012,846	1240.82%	15,417,749	308.35%	(1,404,903)	-9.11%
Transfers Out	(13,987,846)	-1238.60%	(15,417,749)	-308.35%	1,429,903	-9.27%
Total Other Financing Sources (Uses)	1,129,318	100.00%	5,000,000	100.00%	(3,870,682)	-77.41%

The General Fund. The General Fund is the primary operating fund of the County. At June 30, 2010, the total fund balance was \$5,055,894, an increase of \$1,409,290 from the prior fiscal year. Of the unreserved portion of the fund balance, \$2,050,638 was designated for specific purposes and the remaining balance of \$3,005,256 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 15.2% of total General Fund expenditures, while total fund balance represents 25.5% 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 \$5,055,894 General Fund unreserved fund balance all is available for appropriations.

**County of Colusa's Net Change in Fund Balance
General Fund
June 30, 2010 and 2009**

	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>		<u>Amount</u>		<u>Amount</u>	<u>Variance</u>
Fund Balance - Beginning	3,646,604		4,770,141		(1,123,537)	-23.55%
Revenues	20,871,128		19,554,546		1,316,582	6.73%
Expenditures	(19,811,837)		(25,090,249)		5,278,412	-21.04%
Other Financing Sources (Uses)	349,999		4,412,166		(4,062,167)	-92.07%
Fund Balance - Ending	<u>5,055,894</u>		<u>3,646,604</u>		<u>1,409,290</u>	<u>38.65%</u>

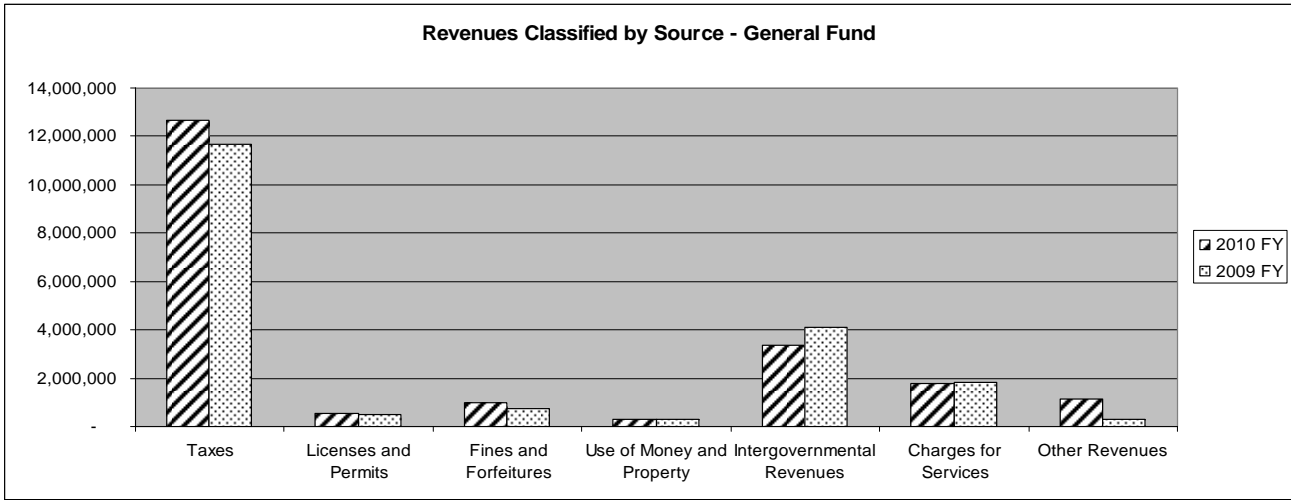
	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Fund Balance Detail:						
Unreserved						
Designated	2,050,638	40.56%	1,921,023	52.68%	129,615	6.75%
Undesignated	3,005,256	59.44%	1,725,581	47.32%	1,279,675	74.16%
Total Fund Balance	<u>5,055,894</u>	<u>100.00%</u>	<u>3,646,604</u>	<u>100.00%</u>	<u>1,409,290</u>	<u>38.65%</u>

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, 2010 and 2009**

	<u>2010</u>		<u>2009</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	12,828,300	61.46%	11,693,232	59.80%	1,135,068	9.71%
Licenses and Permits	555,856	2.66%	489,680	2.50%	66,176	13.51%
Fines and Forfeitures	975,499	4.67%	758,655	3.88%	216,844	28.58%
Use of Money and Property	281,365	1.35%	318,884	1.63%	(37,519)	-11.77%
Intergovernmental Revenues	3,340,131	16.00%	4,121,776	21.08%	(781,645)	-18.96%
Charges for Services	1,767,557	8.47%	1,853,156	9.48%	(85,599)	-4.62%
Other Revenues	1,122,420	5.39%	319,163	1.63%	803,257	251.68%
Total Revenue	<u>20,871,128</u>	<u>100.00%</u>	<u>19,554,546</u>	<u>100.00%</u>	<u>1,316,582</u>	<u>6.73%</u>

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

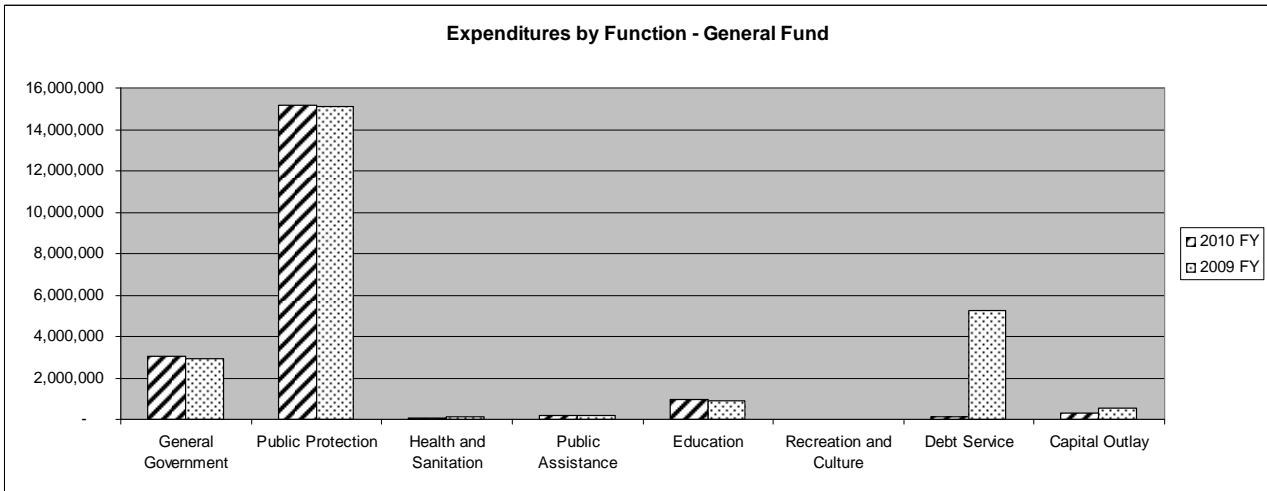


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the General Fund.

**County of Colusa's Expenditures Classified By Function
General Fund
June 30, 2010 and 2009**

Expenditures by Function	2010		2009		Increase/Decrease	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
General Government	3,069,011	15.49%	2,905,563	11.58%	163,448	5.63%
Public Protection	15,136,525	76.40%	15,127,028	60.29%	9,497	0.06%
Health and Sanitation	74,782	0.38%	139,111	0.55%	(64,329)	-46.24%
Public Assistance	153,038	0.77%	174,117	0.69%	(21,079)	-12.11%
Education	937,082	4.73%	907,266	3.62%	29,816	3.29%
Recreation and Culture	16,786	0.09%	13,929	0.06%	2,857	20.51%
Debt Service	107,662	0.54%	5,277,353	21.03%	(5,169,691)	-97.96%
Capital Outlay	316,951	1.60%	545,882	2.18%	(228,931)	-41.94%
Total Expenditures	19,811,837	100.00%	25,090,249	100.00%	(5,278,412)	-21.04%

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, 2010 and 2009

	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Variance</u>
Proceeds from Debt	-	0.00%	5,000,000	113.32%	(5,000,000)	-100.00%
Transfers In	2,149,080	614.02%	2,406,684	54.55%	(257,604)	-10.70%
Transfers Out	(1,799,081)	-514.02%	(2,994,518)	-67.87%	1,195,437	-39.92%
Total Other Financing Sources (Uses)	349,999	100.00%	4,412,166	100.00%	(4,062,167)	-92.07%

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 \$1,187,819, or 35%.

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 increase in fund balance is \$22,776.

The Countywide Road District Fund is used to account for revenues and expenditures for the Road District. The net increase in fund balance is \$963,240, or 53%.

The net fund balances for the remaining other governmental funds, which are non-major governmental funds, increased \$1,532,869 to a total of \$10,205,372, an 18% 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, 2010 and 2009**

	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	<u>Amount</u>		<u>Amount</u>		<u>Amount</u>	<u>Variance</u>
Total Net Assets - Beginning	(1,987,609)		(2,315,796)		328,187	-14.17%
Operating Revenues	1,478,939		1,613,275		(134,336)	-8.33%
Operating Expenses	(1,718,366)		(1,741,286)		22,920	-1.32%
Non-Operating Revenues (Expenses)	438,223		456,198		(17,975)	-3.94%
Transfers In	11,261		15,010		(3,749)	-24.98%
Transfers Out	(36,261)		(15,010)		(21,251)	141.58%
Total Net Assets - Ending	<u>(1,813,813)</u>		<u>(1,987,609)</u>		<u>173,796</u>	<u>-8.74%</u>

	<u>2010</u>		<u>2009</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	146,614	-8.08%	157,637	-7.93%	(11,023)	-6.99%
Restricted for Closure Maintenance	286,440	-15.79%	260,914	-13.13%	25,526	9.78%
Unrestricted	(2,246,867)	123.87%	(2,406,160)	121.06%	159,293	-6.62%
Total Net Assets	<u>(1,813,813)</u>	<u>100.00%</u>	<u>(1,987,609)</u>	<u>100.00%</u>	<u>173,796</u>	<u>-8.74%</u>

Unrestricted net assets (deficits) of the Solid Waste Enterprise amounted to (\$2,324,049); while the unrestricted net assets of the Airport Enterprise amounted to \$77,182 for the fiscal year ending June 30, 2010.

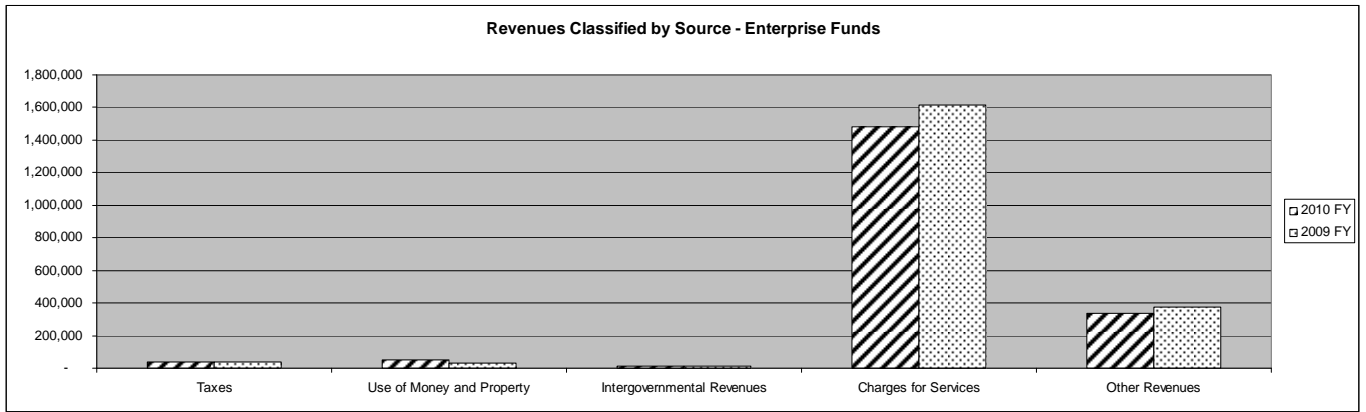
Though net assets remain in a deficit, the enterprise funds did have a positive change in net assets in the amount of \$173,796. Operating revenues decreased by 8.3%, while operating expenses decreased by 1.3%. As mentioned earlier, through cost containment and planned revenue increases it is expected that the Solid Waste Enterprise Fund will be brought back to a positive balance in future years. The Solid Waste Enterprise Fund deficit was reduced by \$165,968 in 2009-10.

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, 2010 and 2009**

	<u>2010</u>		<u>2009</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	39,903	2.08%	37,602	1.82%	2,301	6.12%
Use of Money and Property	53,279	2.78%	33,274	1.61%	20,005	60.12%
Intergovernmental Revenues	10,000	0.52%	10,000	0.48%	-	0.00%
Charges for Services	1,478,939	77.14%	1,613,275	77.95%	(134,336)	-8.33%
Other Revenues	335,041	17.48%	375,322	18.14%	(40,281)	-10.73%
Total Revenue	<u>1,917,162</u>	<u>100.00%</u>	<u>2,069,473</u>	<u>100.00%</u>	<u>(152,311)</u>	<u>-7.36%</u>

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

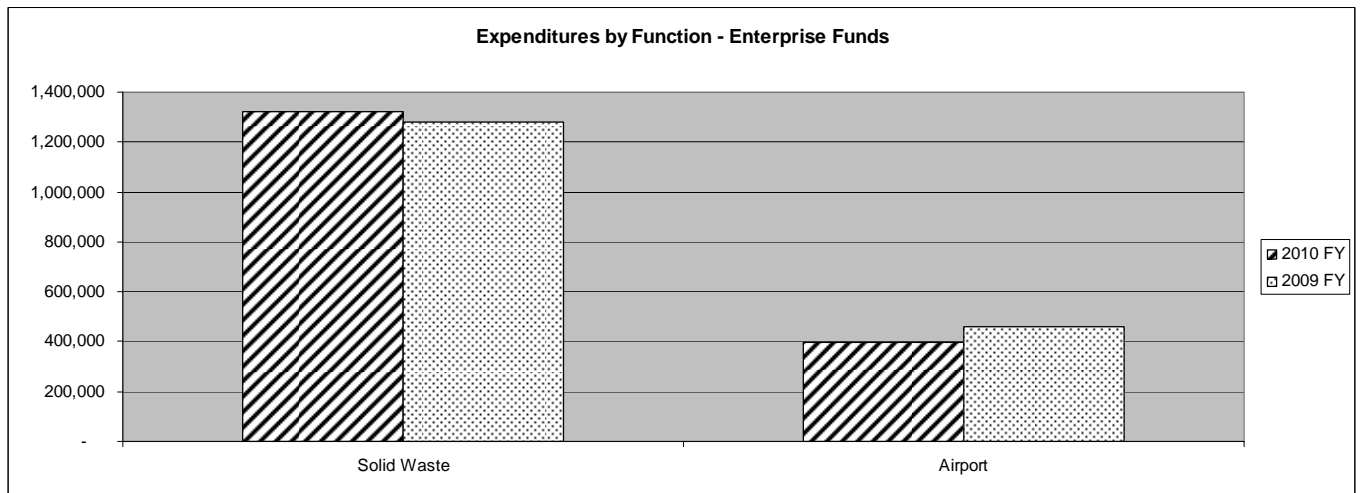


The following table presents the amount of expenditures by function as well as increases or decreases from the prior year for the enterprise funds.

**County of Colusa's Expenditures Classified by Function
Enterprise Funds
June 30, 2010 and 2009**

Expenditures Classified by Function	2010		2009		Increase/Decrease	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Solid Waste	1,323,363	77.01%	1,279,196	73.46%	44,167	3.45%
Airport	395,003	22.99%	462,090	26.54%	(67,087)	-14.52%
Total Expenditures	1,718,366	100.00%	1,741,286	100.00%	(22,920)	-1.32%

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, 2010 and 2009**

	<u>2010</u>	<u>2009</u>	<u>Increase/Decrease</u>	
	Amount	Amount	Amount	Variance
Total Net Assets - Beginning	(81,350)	(85,379)	4,029	-4.72%
Operating Revenues	1,322,771	113,475	1,209,296	1065.69%
Operating Expenses	(1,233,010)	(107,196)	(1,125,814)	1050.24%
Non-Operating Revenues (Expenses)	5,036	(2,250)	7,286	-323.82%
Prior Period Adjustments	516,783	-	516,783	0.00%
Total Net Assets - Ending	<u>530,230</u>	<u>(81,350)</u>	<u>611,580</u>	<u>-751.79%</u>

	<u>2010</u>		<u>2009</u>		<u>Increase/Decrease</u>	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Variance
Net Assets Detail:						
Invested in Capital Assets	12,237	2.31%	12,956	-15.93%	(719)	-5.55%
Unrestricted						
Undesignated	517,993	97.69%	(94,306)	115.93%	612,299	-649.27%
Total Net Assets	<u>530,230</u>	<u>100.00%</u>	<u>(81,350)</u>	<u>100.00%</u>	<u>611,580</u>	<u>-751.79%</u>

IMPORTANT NOTE - On July 1, 2009, the County established a new Internal Service Fund entitled "Insurance" (Fund #00202) to account for and finance self-insured risks of loss. The Insurance Internal Service Fund provides services to other County departments on a cost reimbursement basis. The insurance charges paid annually by County departments are used to purchase insurance and fund the County's self-insured retentions for workers' compensation, liability and property claims. Previously these transactions were processed through the County General Fund. Claim Reserves are determined by experienced claim adjusters, and Confidence Levels are developed by an independent actuarial firm. In addition to the new revenues and expenditures in the Internal Service Funds, a prior period adjustment added \$516,783 in net assets to the County's Insurance Internal Service Fund. Consequently, the increases in revenues, expenses, and net assets are misleading. The "Net Change in Fund Net Assets" table for the Internal Service Funds is provided for informational purposes only, and is not meant to be an analytical tool. No further information will be provided to explain the increase between the 2008-09 and 2009-10 fiscal years.

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 \$4,540,967 decrease in appropriations. The components of this decrease are briefly summarized as follows: \$130,662 increase to general government; \$434,021 increase to public protection; \$61,162 decrease to health and sanitation; \$21,929 increase to public assistance; \$18,119 increase to education; \$4,906 increase to recreation; \$5,050,000 decrease to debt service; \$210,804 increase in capital outlay, and \$250,246 decrease in contingencies. The largest difference was in debt service as the State of California was unable to market the budgeted TRAN.

At fiscal year end, actual revenues were higher than the final budget by \$3,045,291, or 17.08%, and actual expenditures were under the final budget by \$1,304,555, or 6.18%. The net activity, including transfers, increased the General Fund's fund balance by \$1,409,290, as opposed to the original budget that would have decreased the fund balance by \$2,869,304, or the final budget that would have decreased the fund balance by \$3,053,979.

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, Countywide Road District Fund
for Fiscal Year Ended June 30, 2010

	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	17,564,313	17,825,837	20,871,128	261,524	1.49%	3,045,291	17.08%
Total Expenditures	(25,657,359)	(21,116,392)	(19,811,837)	4,540,967	-17.70%	1,304,555	-6.18%
Other Financing Sources (Uses)	5,223,742	236,576	349,999	(4,987,166)	-95.47%	113,423	47.94%
Net Change in Fund Balance	(2,869,304)	(3,053,979)	1,409,290	(184,675)	6.44%	4,463,269	-146.15%
<u>Public Works Fund:</u>							
Total Revenues	2,994,723	3,518,628	5,102,561	523,905	17.49%	1,583,933	45.02%
Total Expenditures	(5,785,248)	(7,379,912)	(4,737,431)	(1,594,664)	27.56%	2,642,481	-35.81%
Other Financing Sources (Uses)	790,525	831,882	831,883	41,357	5.23%	1	0.00%
Change Inventory- Purchase Method	(9,194)	(9,194)	(9,194)	-	0.00%	-	0.00%
Net Change in Fund Balance	(2,009,194)	(3,038,596)	1,187,819	(1,029,402)	51.23%	4,226,415	-139.09%
<u>Health and Human Services Fund:</u>							
Total Revenues	846,542	849,672	760,912	3,130	0.37%	(88,760)	-10.45%
Total Expenditures	(6,868,297)	(7,096,510)	(6,204,854)	(228,213)	3.32%	891,656	-12.56%
Other Financing Sources (Uses)	6,021,755	6,246,838	5,466,718	225,083	3.74%	(780,120)	-12.49%
Net Change in Fund Balance	-	-	22,776	-	0.00%	22,776	100.00%
<u>Countywide Road District Fund:</u>							
Total Revenues	806,776	806,776	963,240	-	0.00%	156,464	19.39%
Total Expenditures	(2,006,776)	(2,006,776)	-	-	0.00%	2,006,776	-100.00%
Net Change in Fund Balance	(1,200,000)	(1,200,000)	963,240	-	0.00%	2,163,240	-180.27%

Additional information on the General Fund and other major funds budget can be found on pages 60 - 63.

CAPITAL ASSETS

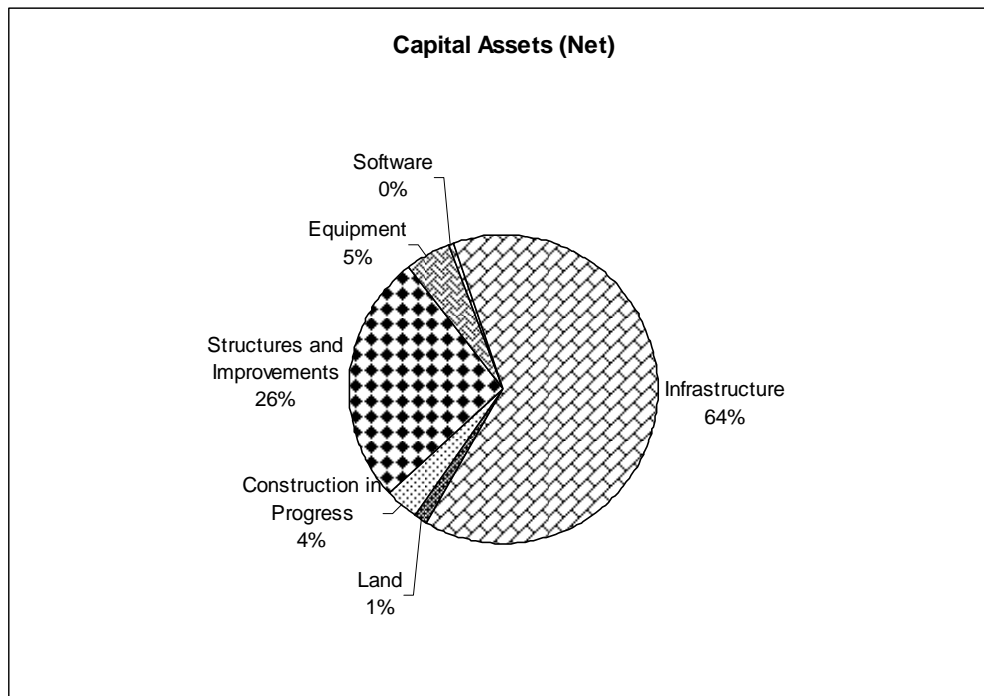
The County's investment in capital assets for its governmental and business-type activities as of June 30, 2010, amounted to \$44,753,757 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, structures and improvements, equipment, software, and infrastructure (roads and bridges, etc.).

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

County of Colusa Capital Assets

	Governmental Activities		Business-Type Activities		Total		Variance
	2010	2009	2010	2009	2010	2009	
Land	608,717	608,717	-	-	608,717	608,717	0.00%
Construction in Progress	1,581,779	886,663	-	-	1,581,779	886,663	78.40%
Structures and Improvements	11,729,338	12,362,045	141,764	150,640	11,871,102	12,512,685	-5.13%
Equipment	2,115,891	2,127,339	4,850	6,997	2,120,741	2,134,336	-0.64%
Software	180,340	-	-	-	180,340	-	-
Infrastructure	28,391,078	28,284,214	-	-	28,391,078	28,284,214	0.38%
Total Capital Assets (Net)	44,607,143	44,268,978	146,614	157,637	44,753,757	44,426,615	0.74%

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 48 - 49 of this report.

DEBT ADMINISTRATION

At June 30, 2010, the County had total long-term debt outstanding of \$7,741,137 as compared to \$8,025,605 in the prior year. During the year, retirement of debt amounted to \$3,697,763. Additions to compensated absences amounted to \$1,396,565; closure/post closure amounted to \$30,986, OPEB obligation amounted to \$921,994, and COPs amounted to 1,063,750.

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.

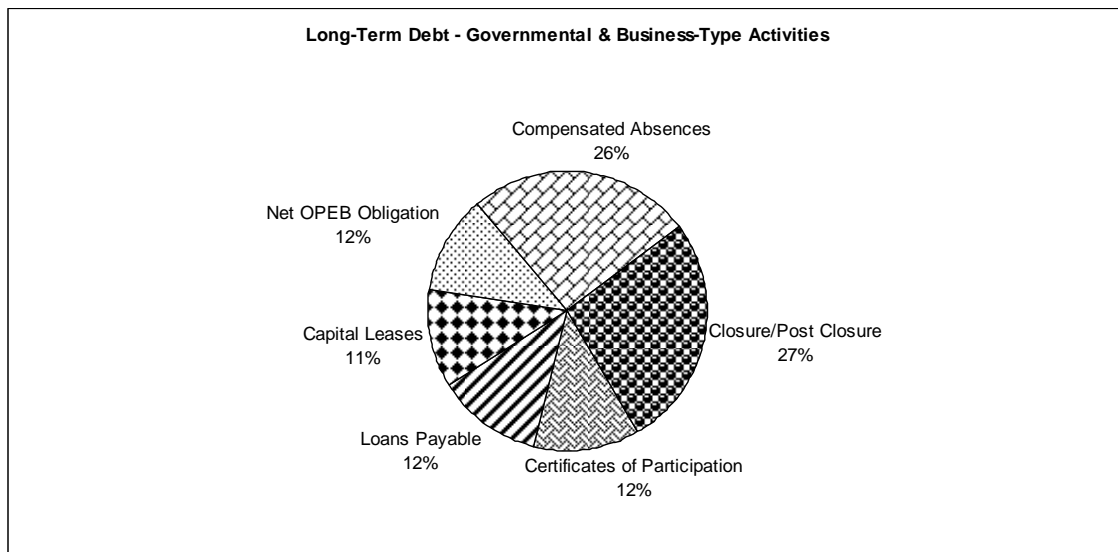
The 2008-09 Fiscal Year is the first year the County was required to calculate and disclose our OPEB Obligation (Other Post-Employee Benefits). The County is currently evaluating alternatives for an independent OPEB trustee. It is anticipated the selected trustee and firm will be in place by the end of the 2010-11 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
	2010	2009	2010	2009	2010	2009	
Certificates of Participation	948,894	1,210,000	-	-	948,894	1,210,000	-21.58%
Loans Payable	947,586	1,068,510	-	-	947,586	1,068,510	-11.32%
Capital Leases	868,636	997,230	-	-	868,636	997,230	-12.90%
Net OPEB Obligation	894,944	435,999	2,696	1,334	897,640	437,333	105.25%
Compensated Absences	1,993,182	2,230,578	1,275	7,211	1,994,457	2,237,789	-10.87%
Closure/Post Closure	-	-	2,083,924	2,074,743	2,083,924	2,074,743	0.44%
Total Long-Term Debt	5,653,242	5,942,317	2,087,895	2,083,288	7,741,137	8,025,605	-3.54%

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 50 - 51 of this report.

Economic Factors and Next Year's Budget and Rates

The County developed the 2009-10 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 2010-11 annual budget.

County administration is watching the State legislature and officials closely, testifying before legislature and committees whenever possible in defense of small counties. We expect the State's critical financial situation to impact local governments as they attempt to balance their budget, and reassign programs to the counties that have been the responsibility of the State in the past. County officials are monitoring their budgets closely and departments have been told no new increases in their 2011-12 requested budgets.

The loss of Williamson Act monies (open space subvention) has had a definite impact on Colusa County. In prior years this revenue source has always provided \$850,000 to the General Fund. It was created to replace the loss of property taxes and therefore had no program mandates attached to it. It is a devastating loss to the County because it was discretionary money that funded general operations.

The County is aware of other State programs that may be reduced or eliminated; however, in many cases the mandates still exist. We are closely monitoring the discussions at the State level with regard to the shift at State prisons and possible impacts to our County probation programs. There is a concern that the Rural Law Enforcement dollars may be eliminated by the State. In the past these revenues have been used to purchase discretionary law enforcement programs and equipment that the County General Fund can not afford. The State funded departments of Health and Human Services and Behavioral Health continue to be impacted with funding reductions and the reassignment of some programs to the County level. Regulations have changed that make it more difficult for an individual to qualify for certain services from the State, so it puts an added burden on the County to provide those services; and during this state fiscal crisis, there are more citizens that require the Health and Human services.

For the past several years Colusa County has qualified for, and received, a \$5,000,000 TRAN (Tax Revenue Anticipation Note). The TRAN is a short term loan used for cash flow purposes that allows the County to operate during the dry months. Last year the State was unable to market the TRAN due to the critical financial position of the State economy. In response to this situation, the County was able to delay making some large payments, in order to ensure an adequate cash flow. It is unknown if a TRAN issue will be successful this fiscal year.

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 was put into operation in December 2010 and should have a positive effect of the County property tax roll.

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

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COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF NET ASSETS
JUNE 30, 2010

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash and investments	\$ 19,071,101	\$ 378,183	\$ 19,449,284
Accounts receivable	4,358,561	156,537	4,515,098
Interest receivable	409,752	7,208	416,960
Taxes receivable	405,945	-	405,945
Prepaid costs	1,592,041	480	1,592,521
Due from other agencies	28,737	-	28,737
Internal balances	280,387	(280,387)	-
Inventory	417,878	-	417,878
Loans receivable	1,778,005	-	1,778,005
Capital assets:			
Non depreciable	2,190,496	-	2,190,496
Depreciable, net	42,416,647	146,614	42,563,261
Total capital assets	<u>44,607,143</u>	<u>146,614</u>	<u>44,753,757</u>
Total Assets	<u>72,949,550</u>	<u>408,635</u>	<u>73,358,185</u>
<u>LIABILITIES</u>			
Accounts payable	1,163,525	129,024	1,292,549
Interest payable	17,367	5,529	22,896
Deposits payable	11,405	-	11,405
Unearned revenue	1,807,019	-	1,807,019
Accrued claims liability	918,873	-	918,873
Long-term liabilities:			
Due within one year	1,691,847	1,129	1,692,976
Due in more than one year	3,961,395	2,086,766	6,048,161
Total Liabilities	<u>9,571,431</u>	<u>2,222,448</u>	<u>11,793,879</u>
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	41,888,424	146,614	42,035,038
Restricted for:			
Capital projects	1,104,679	-	1,104,679
Grants, taxes, and fees	16,498,601	-	16,498,601
Closure maintenance	-	286,440	286,440
Unrestricted	3,886,415	(2,246,867)	1,639,548
Total Net Assets	<u>\$ 63,378,119</u>	<u>\$ (1,813,813)</u>	<u>\$ 61,564,306</u>

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, 2010

FUNCTION/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 4,320,832	\$ 588,014	\$ 321,938	-
Public protection	16,349,306	2,895,250	1,879,627	(17,153)
Public ways and facilities	5,321,362	337,398	2,221,092	3,671,423
Health and sanitation	2,127,371	492,280	6,076,580	-
Public assistance	13,889,412	224,288	7,690,991	-
Education	960,296	18,869	45,049	-
Recreation and culture	129,042	442	110,826	-
Interest on long-term debt	190,157	-	-	-
Total Governmental Activities	43,287,778	4,556,541	18,346,103	3,654,270
Business-type activities:				
Solid waste	1,323,363	1,478,939	10,000	-
Airport	395,003	-	-	-
Total Business-Type Activities	1,718,366	1,478,939	10,000	-
Total	\$ 45,006,144	\$ 6,035,480	\$ 18,356,103	\$ 3,654,270

General revenues:

Taxes:

 Property taxes
 Sales and use taxes
 Franchise taxes
 Aviation taxes

Tobacco settlement

Interest and investment earning:

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets - Beginning

Prior period adjustment

Cumulative change in accounting principle

Net Assets - Beginning, Restated

Net Assets - Ending

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

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

Governmental Activities	Business- Type Activities	Total
\$ (3,410,880)	\$ -	\$ (3,410,880)
(11,591,582)	-	(11,591,582)
908,551	-	908,551
4,441,489	-	4,441,489
(5,974,133)	-	(5,974,133)
(896,378)	-	(896,378)
(17,774)	-	(17,774)
(190,157)	-	(190,157)
<u>(16,730,864)</u>	<u>-</u>	<u>(16,730,864)</u>
-	165,576	165,576
-	(395,003)	(395,003)
<u>-</u>	<u>(229,427)</u>	<u>(229,427)</u>
<u>(16,730,864)</u>	<u>(229,427)</u>	<u>(16,960,291)</u>
11,047,788	-	11,047,788
3,588,197	-	3,588,197
487,258	450	487,708
-	39,453	39,453
112,500	-	112,500
1,271,010	53,279	1,324,289
4,562,215	335,041	4,897,256
25,000	(25,000)	-
<u>21,093,968</u>	<u>403,223</u>	<u>21,497,191</u>
<u>4,363,104</u>	<u>173,796</u>	<u>4,536,900</u>
58,185,690	(1,987,609)	56,198,081
626,359	-	626,359
202,966	-	202,966
<u>59,015,015</u>	<u>(1,987,609)</u>	<u>57,027,406</u>
<u>\$ 63,378,119</u>	<u>\$ (1,813,813)</u>	<u>\$ 61,564,306</u>

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BASIC FINANCIAL STATEMENTS
Fund Financial Statements

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COUNTY OF COLUSA, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	<u>General Fund</u>	<u>Public Works</u>	<u>Health and Human Services</u>	<u>Road District</u>	<u>Tristar Brick Grant</u>
<u>ASSETS</u>					
Cash and investments	\$ 4,865,348	\$ 2,444,182	\$ 200	\$ 2,743,480	\$ -
Accounts receivable	896,867	1,787,132	95,524	-	-
Interest receivable	104,599	47,439	-	51,419	-
Taxes receivable	139,527	107,401	-	-	-
Prepaid costs	26,126	-	-	-	-
Due from other agencies	28,737	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory	-	411,787	-	-	-
Loans receivable	-	-	-	-	853,368
Total Assets	\$ 6,061,204	\$ 4,797,941	\$ 95,724	\$ 2,794,899	\$ 853,368
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ 549,938	\$ 166,371	\$ 28,993	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	50	-	-	-	-
Due to other funds	-	-	5,854	-	-
Deferred revenue	431,472	2,308	82,530	-	-
Unearned revenue	23,850	4,600	-	-	853,368
Total Liabilities	1,005,310	173,279	117,377	-	853,368
FUND BALANCES					
Reserved for:					
Inventory	-	411,787	-	-	-
Unreserved, reported in:					
General					
Designated	2,050,638	-	-	-	-
Undesignated	3,005,256	-	-	-	-
Special revenue funds					
Designated	-	-	-	-	-
Undesignated	-	4,212,875	(21,653)	2,794,899	-
Capital projects funds					
Undesignated	-	-	-	-	-
Total Fund Balances	5,055,894	4,624,662	(21,653)	2,794,899	-
Total Liabilities and Fund Balances	\$ 6,061,204	\$ 4,797,941	\$ 95,724	\$ 2,794,899	\$ 853,368

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

Other Governmental Funds	Total
\$ 9,009,891	\$ 19,063,101
704,269	3,483,792
206,295	409,752
159,017	405,945
6,636	32,762
-	28,737
1,103,324	1,103,324
-	411,787
924,637	1,778,005
<u>\$ 12,114,069</u>	<u>\$ 26,717,205</u>

\$ 210,444	\$ 955,746
15,690	15,690
11,355	11,405
724,641	730,495
21,366	537,676
925,201	1,807,019
<u>1,908,697</u>	<u>4,058,031</u>

- 411,787

- 2,050,638

- 3,005,256

5,724	5,724
9,094,969	16,081,090
<u>1,104,679</u>	<u>1,104,679</u>
<u>10,205,372</u>	<u>22,659,174</u>
<u>\$ 12,114,069</u>	<u>\$ 26,717,205</u>

COUNTY OF COLUSA, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCES
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS -
GOVERNMENTAL ACTIVITIES
JUNE 30, 2010

Total Fund Balance - Total Governmental Funds	\$ 22,659,174
 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.	44,594,906
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	874,769
Deferred revenue	537,676
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Accounts payable	(179,928)
Certificates of participation	(948,894)
Loans payable	(947,586)
Capital leases	(868,636)
Compensated absences	(1,984,039)
Net OPEB obligation	(889,553)
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.	
	530,230
Net Assets of Governmental Activities	\$ 63,378,119

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

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COUNTY OF COLUSA, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	General Fund	Public Works	Health and Human Services	Road District	Tristar Brick Grant
<u>REVENUES</u>					
Taxes	\$ 12,828,300	\$ 11,924	\$ -	\$ 831,788	\$ -
Licenses and permits	555,856	11,425	142,333	-	-
Fines and forfeitures	975,499	-	-	-	-
Use of money and property	281,365	131,008	295	121,168	-
Intergovernmental revenues	3,340,131	4,849,675	284,511	10,284	-
Charges for services	1,767,557	61,812	83,791	-	-
Other revenues	1,122,420	36,717	249,982	-	-
Total Revenues	20,871,128	5,102,561	760,912	963,240	-
<u>EXPENDITURES</u>					
Current:					
General government	3,069,011	-	-	-	-
Public protection	15,136,525	-	-	-	-
Public ways and facilities	-	3,124,161	-	-	-
Health and sanitation	74,782	-	-	-	-
Public assistance	153,038	-	6,194,854	-	-
Education	937,082	-	-	-	-
Recreation and culture	16,786	-	-	-	-
Debt service:					
Principal	77,604	70,684	-	-	-
Interest and other charges	30,058	18,285	-	-	-
Certificates of participation issue cost	-	-	-	-	-
Capital outlay	316,951	1,524,301	10,000	-	-
Total Expenditures	19,811,837	4,737,431	6,204,854	-	-
Excess of Revenues Over (Under) Expenditures	1,059,291	365,130	(5,443,942)	963,240	-
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	2,149,080	802,587	5,466,687	-	-
Transfers out	(1,799,081)	-	-	-	-
Proceeds from sale of capital assets	-	29,296	31	-	-
Issuance of debt	-	-	-	-	-
Total Other Financing Sources (Uses)	349,999	831,883	5,466,718	-	-
Net Change in Fund Balances	1,409,290	1,197,013	22,776	963,240	-
Fund Balances - Beginning	3,646,604	3,436,843	(44,429)	1,831,659	-
Change in inventory on purchase method	-	(9,194)	-	-	-
Fund Balances - Ending	\$ 5,055,894	\$ 4,624,662	\$ (21,653)	\$ 2,794,899	\$ -

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

Other Governmental Funds	Total
\$ 166,380	\$ 13,838,392
313,903	1,023,517
409,685	1,385,184
732,138	1,265,974
16,661,525	25,146,126
186,112	2,099,272
2,521,858	3,930,977
<hr/>	<hr/>
20,991,601	48,689,442
<hr/>	<hr/>
1,047,556	4,116,567
754,390	15,890,915
1,306,908	4,431,069
1,712,164	1,786,946
7,393,435	13,741,327
7,503	944,585
112,576	129,362
1,427,031	1,575,319
141,814	190,157
7,550	7,550
28,523	1,879,775
<hr/>	<hr/>
13,939,450	44,693,572
<hr/>	<hr/>
7,052,151	3,995,870
<hr/>	<hr/>
5,594,492	14,012,846
(12,188,765)	(13,987,846)
3,691	33,018
1,071,300	1,071,300
<hr/>	<hr/>
(5,519,282)	1,129,318
<hr/>	<hr/>
1,532,869	5,125,188
8,672,503	17,543,180
-	(9,194)
<hr/>	<hr/>
\$ 10,205,372	\$ 22,659,174
<hr/>	<hr/>

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, 2010

Net Change in Fund Balances - Total Governmental Funds \$ 5,125,188

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	1,879,775
Depreciation expense	(1,845,701)
Various adjustments affecting capital assets (including sales and trade-ins)	(7,732)

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	1,575,319
Proceeds from issuance of debt, net of cost of issuance of \$7,550	(1,063,750)

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	(1,119,125)
Change in taxes receivable	(78,967)
Change in deferred revenue	104,210

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	(9,194)
Change in accounts payable	(74,676)
Change in compensated absences	240,125
Change in net OPEB obligation	(456,221)
Amortization of certificate of participation issuance costs	(944)

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

94,797

Change in Net Assets of Governmental Activities **\$ 4,363,104**

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, 2010

	Business-Type Activities Enterprise Funds			Governmental Activities
	Solid Waste	Airport	Totals	Internal Service Funds
<u>ASSETS</u>				
Current Assets:				
Cash and investments	\$ 299,410	\$ 78,773	\$ 378,183	\$ 8,000
Accounts receivable	128,588	27,949	156,537	-
Interest receivable	5,372	1,836	7,208	-
Prepaid costs	-	480	480	1,559,279
Inventory	-	-	-	6,091
Total Current Assets	433,370	109,038	542,408	1,573,370
Noncurrent Assets:				
Capital assets:				
Depreciable, net	138,761	7,853	146,614	12,237
Total Noncurrent Assets	138,761	7,853	146,614	12,237
Total Assets	572,131	116,891	689,022	1,585,607
<u>LIABILITIES</u>				
Current Liabilities:				
Accounts payable	97,168	31,856	129,024	27,851
Interest payable	5,529	-	5,529	1,677
Due to other funds	280,387	-	280,387	92,442
Claims payable	-	-	-	918,873
Compensated absences	1,129	-	1,129	4,959
Total Current Liabilities	384,213	31,856	416,069	1,045,802
Noncurrent Liabilities:				
Compensated absences	146	-	146	4,184
Closure/postclosure liability	2,083,924	-	2,083,924	-
Net OPEB obligation	2,696	-	2,696	5,391
Total Noncurrent Liabilities	2,086,766	-	2,086,766	9,575
Total Liabilities	2,470,979	31,856	2,502,835	1,055,377
<u>NET ASSETS</u>				
Invested in capital assets	138,761	7,853	146,614	12,237
Restricted for closure maintenance	286,440	-	286,440	-
Unrestricted	(2,324,049)	77,182	(2,246,867)	517,993
Total Net Assets	\$ (1,898,848)	\$ 85,035	\$ (1,813,813)	\$ 530,230

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, 2010

	Business-Type Activities Enterprise Funds			Governmental Activities
	Solid Waste	Airport	Totals	Internal Service Funds
<u>OPERATING REVENUES</u>				
Charges for services	\$ 1,478,939	\$ -	\$ 1,478,939	\$ 1,322,771
Total Operating Revenues	<u>1,478,939</u>	<u>-</u>	<u>1,478,939</u>	<u>1,322,771</u>
<u>OPERATING EXPENSES</u>				
Salaries and benefits	57,228	6,707	63,935	114,047
Services and supplies	1,258,426	384,982	1,643,408	117,922
Claims expense	-	-	-	1,000,322
Depreciation	7,709	3,314	11,023	719
Total Operating Expenses	<u>1,323,363</u>	<u>395,003</u>	<u>1,718,366</u>	<u>1,233,010</u>
Operating Income (Loss)	<u>155,576</u>	<u>(395,003)</u>	<u>(239,427)</u>	<u>89,761</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>				
Taxes	450	39,453	39,903	-
Intergovernmental revenue	10,000	-	10,000	-
Interest income	(2,197)	55,476	53,279	5,036
Other revenues	2,139	332,902	335,041	-
Total Non-Operating Revenues (Expenses)	<u>10,392</u>	<u>427,831</u>	<u>438,223</u>	<u>5,036</u>
Income (Loss) Before Transfers	<u>165,968</u>	<u>32,828</u>	<u>198,796</u>	<u>94,797</u>
Transfers in	11,261	-	11,261	-
Transfers out	(11,261)	(25,000)	(36,261)	-
Change in Net Assets	<u>165,968</u>	<u>7,828</u>	<u>173,796</u>	<u>94,797</u>
Total Net Assets - Beginning	<u>(2,064,816)</u>	<u>77,207</u>	<u>(1,987,609)</u>	<u>(81,350)</u>
Prior period adjustment	-	-	-	516,783
Total Net Assets - Beginning, Restated	<u>(2,064,816)</u>	<u>77,207</u>	<u>(1,987,609)</u>	<u>435,433</u>
Total Net Assets - Ending	<u>\$ (1,898,848)</u>	<u>\$ 85,035</u>	<u>\$ (1,813,813)</u>	<u>\$ 530,230</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, 2010

	Business-Type Activities Enterprise Funds			Governmental Activities
	Solid Waste	Airport	Totals	Internal Service Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>				
Receipts from customers	\$ 1,462,333	\$ 1,897	\$ 1,464,230	\$ 1,322,771
Payments to suppliers	(1,327,357)	(353,706)	(1,681,063)	(1,228,196)
Payments to employees	(61,802)	(6,707)	(68,509)	(108,593)
Net Cash Provided (Used) by Operating Activities	73,174	(358,516)	(285,342)	(14,018)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>				
Taxes received	450	39,453	39,903	-
Intergovernmental revenue received	10,000	-	10,000	-
Other revenues received	2,139	332,902	335,041	-
Transfers from (to) other funds	-	(25,000)	(25,000)	-
Interfund loans made	-	25,000	25,000	-
Interfund loans repaid	(61,435)	-	(61,435)	5,073
Net Cash Provided (Used) by Noncapital Financing Activities	(48,846)	372,355	323,509	5,073
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Interest and dividends	(2,498)	53,856	51,358	6,469
Net Cash Provided (Used) by Investing Activities	(2,498)	53,856	51,358	6,469
Net Increase (Decrease) in Cash and Cash Equivalents	21,830	67,695	89,525	(2,476)
Balances - Beginning of the Year	277,580	11,078	288,658	10,476
Balances - End of the Year	\$ 299,410	\$ 78,773	\$ 378,183	\$ 8,000
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>				
Operating income (loss)	\$ 155,576	\$ (395,003)	\$ (239,427)	\$ 89,761
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	7,709	3,314	11,023	719
Decrease (increase) in:				
Accounts receivable	(16,606)	1,897	(14,709)	-
Prepaid expenses	-	289	289	(1,559,279)
Inventory	-	-	-	(6,091)
Increase (decrease) in:				
Accounts payable	(78,112)	30,987	(47,125)	19,762
Claims payable	-	-	-	1,435,656
Compensated absences	(5,936)	-	(5,936)	2,730
Closure/postclosure costs	9,181	-	9,181	2,724
Net OPEB obligation	1,362	-	1,362	-
Net Cash Provided (Used) by Operating Activities	\$ 73,174	\$ (358,516)	\$ (285,342)	\$ (14,018)

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, 2010

	Investment Trust Funds	Agency Funds
<u>ASSETS</u>		
Cash and investments	\$ 26,749,567	\$ 940,142
Taxes receivable	-	1,977,800
Total Assets	26,749,567	2,917,942
<u>LIABILITIES</u>		
Due to other agencies	\$ -	\$ 28,737
Agency obligations	-	2,889,205
Total Liabilities	-	2,917,942
<u>NET ASSETS</u>		
Net assets held in trust for investment pool participants	\$ 26,749,567	\$ -

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, 2010

	Investment Trust Funds
<u>ADDITIONS</u>	
Contributions to investment pool	\$ 78,635,413
Total Additions	78,635,413
<u>DEDUCTIONS</u>	
Distributions from investment pool	76,741,815
Total Deductions	76,741,815
Change in Net Assets	1,893,598
Net Assets - Beginning	24,855,969
Net Assets - Ending	\$ 26,749,567

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

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BASIC FINANCIAL STATEMENTS
Notes to Basic Financial Statements

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COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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 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

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. 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 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, 2010

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 identified and broken down, are included in the program expense reported for individual functions and activities. Program revenues include 1) charges paid by the recipients of goods and services offered by the program, 2) operating grants and contributions, and 3) capital grants and contributions. Taxes and other items not properly included among program revenues are 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 sanitation, 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 Health and Human Services fund is a special revenue fund used to account fo revenues and expenditures related to health and human services.
- The Road District fund is a special revenue fund used to account for revenues and expenditures for the Road District.
- 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 and self insurance 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, 2010

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 those 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 two separate components.

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

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements, and donations. 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.

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. 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.

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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

C. Basis of Accounting and Measurement Focus (Continued)

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

D. Cash and Cash Equivalents

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

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 (or cost if it approximates 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, 2010, 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, 2010

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. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

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 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, equipment and infrastructure (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

In the government-wide financial statements, property, plant, equipment, and infrastructure are accounted for as capital assets in the Governmental or Business-Type activities column. Capital assets, which include property, plant, equipment, and infrastructure assets (roads, bridges, sidewalks, water, sewer, and similar items), are defined by the County as an asset 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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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, loans, accrued compensated absences, capital leases, closure/post closure liability, and OPEB obligation.

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. Long-term debt associated with proprietary fund operations is accounted for the same as in the government-wide 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, 2010

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

N. Other Postemployment Benefits (OPEB)

The County of Colusa sponsors, under a defined benefit pension plan, a retiree healthcare plan to qualifying employees retiring directly from the County. The benefit level is determined by date of hire and length of service. The County has contracted for medical coverage to be provided through an agent multiple-employer CalPERS Healthcare (PEMHCA) plan.

O. Fund Balances/Net Assets

Net Assets

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

- Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects 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 Balances

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, 2010, 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, 2010, 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.

P. 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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

P. Property Tax (Continued)

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

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

	Secured	Unsecured
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

On the government-wide financial statements, property tax revenues are recognized in the fiscal year for which they are levied. On the fund financial statements 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.

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 \$266,542 at June 30, 2010. 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.

Q. 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.

R. 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

S. Estimates

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

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Restatement of Fund Balance/Net Assets

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning net assets. During the current year adjustments to net assets were required to correct a prior year misstatement of capital assets and correction for funds not reported in prior years.

GASB Statement No. 51, Accounting and Financial Reporting for Intangible Assets, was implemented. The County recorded a cumulative effect of change in accounting principle for the net amount of the software acquired prior to July 1, 2009.

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

	Governmental Activities
Net Assets, June 30, 2009, as previously reported	\$ 58,185,690
Adjustment associated with:	
Correction of prior year prepaid insurance	516,783
Correction of capital assets	109,576
Cumulative effect of change in accounting principle	202,966
Total Adjustments	829,325
Net Assets, July 1, 2009, as restated	\$ 59,015,015

B. Deficit Fund Balance/Net Assets

The following major governmental fund had a deficit fund balance at June 30, 2010. This deficit balance is the result of timing differences in revenue accruals.

The Health and Human Services fund had a fund balance deficit of \$21,653.

The following nonmajor governmental funds had deficit fund balances at June 30, 2010. 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 \$55,583.

The Parks and Recreation fund had a fund balance deficit of \$16,622.

The Welfare Administration-Cash fund had a fund balance deficit of \$207,890.

The Law Library fund had a fund balance deficit of \$19,604.

The Local Enforcement Agency fund had a fund balance deficit of \$2.

The JAG Offender Treatment Program fund had a fund balance deficit of \$84.

The CSA #2 Stoneyford fund had a fund balance deficit of \$249,027.

The Realignment - Mental Health fund had a fund deficit balance deficit of \$39,818.

The Criminal Justice Construction fund had a fund balance deficit of \$4.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

B. Deficit Fund Balance/Net Assets (Continued)

The following major Enterprise fund had deficit net assets at June 30, 2010. 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 \$1,898,848.

The following internal service fund had a deficit net asset balance at June 30, 2010. 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 \$110,176.

C. Rebatable Arbitrage

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

D. Gann Spending Limitation

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

E. Implementation of Governmental Accounting Standards Board Statements

GASB Statement No. 51

GASB has issued Statement No. 51, Accounting and Financial Reporting for Intangible Assets. The objective of this Statement is to establish accounting and financial reporting requirements for intangible assets to reduce prior inconsistencies in accounting for these assets. This statement requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. This change is reported as a cumulative effect of a change in accounting principle in the net amount of \$202,966 and is reflected as a restatement of beginning net assets invested in capital assets and an increase in capital assets in the governmental activities of the government-wide financial statements. As permitted by GASB Statement No. 51, the financial statements have not been restated for prior year costs associated with internally generated computer software. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2009.

GASB Statement No. 53

GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments is effective for the County for fiscal year June 30, 2010. This statement establishes accounting and financial reporting requirements for derivative instruments entered into by state and local governments. The County has evaluated the requirements of GASB 53 and has determined that it does not hold any derivative instruments as defined in this Statement at June 30, 2010.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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.

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 \$26,749,567 at June 30, 2010.

As of June 30, 2010, the County's cash and investments are reported in the financial statements as follows:

Primary government	\$ 19,449,284
Investment trust funds	26,749,567
Agency funds	<u>940,142</u>
Total Cash	<u>\$ 47,138,993</u>

As of June 30, 2010, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 279,963
Deposits in Treasurer's Pool (less outstanding warrants)	<u>4,511,082</u>
Total Cash	<u>4,791,045</u>
Investments:	
In Treasurer's pool	<u>42,347,948</u>
Total Investments	<u>42,347,948</u>
Total Cash and Investments	<u>\$ 47,138,993</u>

Cash

At year end, the carrying amount of the County's cash deposits (including amounts in checking accounts and money market accounts) was \$4,511,082 and the bank balance was \$4,526,664. 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. The County's investment policy requires that deposits in banks must meet the requirements of California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the County's deposit are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits of more than the \$250,000 insured amount are collateralized. The County does not have a formal investment policy that further limit its deposits.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

A. Cash and Investments (Continued)

Investments

As of June 30, 2010, the County had the following investments:

	Interest Rates	Maturities			Fair Value	Weighted Average Maturity (Years)
		0-1 year	1-5 years	Over 5 years		
Pooled Investments						
Local Agency Investment Fund (LAIF)	Variable	\$ 42,347,948	-	-	\$ 42,347,948	-
Total Pooled Investments		42,347,948	-	-	42,347,948	-
Total Investments		<u>\$ 42,347,948</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,347,948</u>	<u>-</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 market interest rates. 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 unless specifically approved by the Board of Supervisors. Of the County's \$42,347,948 investment portfolio, 100% of the investments have a maturity of one year or less. 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 securities and U.S. government agency securities. The County's investment policy does not further limit its investment choices.

<u>Investments at June 30, 2010</u>	Standard & Poor's Rating	% of Portfolio
LAIF	Unrated	100%
Total		<u>100%</u>

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.

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 % of its investment pool and to 10 % per issuer, corporate bonds and medium term notes to 30 % of its investment pool and to 10 % per issuer, and banker's acceptances to 15 % of its investment pool and to 10 % per issuer. All of the County's investments at year-end are in the State of California Local Agency Investment Fund (LAIF). There is no limitation on amounts invested in these types of 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, 2010, the County's investment position in the State of California Local Agency Investment Fund (LAIF) was \$42,347,948, 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 \$69,555,776,591. Of that amount, 94.58 percent is invested in non-derivative financial products and 5.42 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 OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

A. Cash and Investments (Continued)

County Investment Pool Condensed Financial Information

A condensed statement of net assets and changes in net assets for the investment pool at June 30, 2010 follows:

	Internal Participants	External Participants	Total Pool
Statement of Net Assets			
Cash on hand	\$ 279,963	\$ -	\$ 279,963
Deposits (Less outstanding warrants)	4,511,082	-	4,511,082
Investments	<u>15,598,381</u>	<u>26,749,567</u>	<u>42,347,948</u>
Net Assets Held for Pool Participants	<u>\$ 20,389,426</u>	<u>\$ 26,749,567</u>	<u>\$ 47,138,993</u>
Statement of Changes in Net Assets			
Net assets at July 1, 2009	\$ 15,289,184	\$ 24,854,788	\$ 40,143,972
Net changes in investments by pool participants	<u>5,100,242</u>	<u>1,894,779</u>	<u>6,995,021</u>
Net Assets at June 30, 2010	<u>\$ 20,389,426</u>	<u>\$ 26,749,567</u>	<u>\$ 47,138,993</u>

B. Capital Assets

Capital assets activity for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2010
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 608,717	\$ -	\$ -	\$ -	\$ 608,717
Construction in progress	<u>886,663</u>	<u>1,499,471</u>	-	(804,355)	<u>1,581,779</u>
Total Capital Assets, Not Being Depreciated:	<u>1,495,380</u>	<u>1,499,471</u>	-	(804,355)	<u>2,190,496</u>
Capital Assets, Being Depreciated:					
Structures and improvements	21,541,280	-	-	-	21,541,280
Equipment	8,006,662	380,304	(242,377)	182,323	8,326,912
Software	-	-	-	339,385	339,385
Infrastructure	<u>35,045,497</u>	-	-	<u>824,257</u>	<u>35,869,754</u>
Total Capital Assets, Being Depreciated	<u>64,593,439</u>	<u>380,304</u>	(242,377)	<u>1,345,965</u>	<u>66,077,331</u>
Less Accumulated Depreciation For:					
Structures and improvements	(9,179,235)	(631,952)	-	(755)	(9,811,942)
Equipment	(5,879,323)	(474,449)	234,645	(91,894)	(6,211,021)
Software	-	(22,626)	-	(136,419)	(159,045)
Infrastructure	<u>(6,761,283)</u>	<u>(717,393)</u>	-	-	<u>(7,478,676)</u>
Total Accumulated Depreciation	<u>(21,819,841)</u>	<u>(1,846,420)</u>	<u>234,645</u>	<u>(229,068)</u>	<u>(23,660,684)</u>
Total Capital Assets, Being Depreciated, Net	<u>42,773,598</u>	<u>(1,466,116)</u>	<u>(7,732)</u>	<u>1,116,897</u>	<u>42,416,647</u>
Governmental Activities Capital Assets, Net	<u>\$ 44,268,978</u>	<u>\$ 33,355</u>	<u>(\$ 7,732)</u>	<u>\$ 312,542</u>	<u>\$ 44,607,143</u>
Business-Type Activities					
Capital Assets, Being Depreciated:					
Structures and improvements	\$ 295,857	-	-	-	\$ 295,857
Equipment	<u>72,918</u>	-	-	-	<u>72,918</u>
Total Capital Assets, Being Depreciated	<u>368,775</u>	-	-	-	<u>368,775</u>
Less accumulated depreciation for:					
Structures and improvements	(145,217)	(8,876)	-	-	(154,093)
Equipment	<u>(65,921)</u>	<u>(2,147)</u>	-	-	<u>(68,068)</u>
Total Accumulated Depreciation	<u>(211,138)</u>	<u>(11,023)</u>	-	-	<u>(222,161)</u>
Total Capital Assets, Being Depreciated, Net	<u>157,637</u>	<u>(11,023)</u>	-	-	<u>146,614</u>
Business-Type Activities Capital Assets, Net	<u>\$ 157,637</u>	<u>(\$ 11,023)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 146,614</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

B. Capital Assets (Continued)

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$	143,272
Public protection		437,076
Health and welfare		119,079
Public assistance		231,690
Education		11,736
Public ways and facilities		<u>902,848</u>
Subtotal Governmental Funds		1,845,701
Depreciation on capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets		<u>719</u>
Total Depreciation Expense – Governmental Functions	\$	<u><u>1,846,420</u></u>

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

Solid Waste	\$	7,709
Airport		<u>3,314</u>
Total Depreciation Expense – Business-Type Functions	\$	<u><u>11,023</u></u>

Construction in Progress

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

C. Unearned/Deferred Revenue

At June 30, 2010, the components of deferred revenue and 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	\$ 431,472	\$ -	\$ 431,472
Bailiff and court security fees received prior to incurring expenditures	-	23,850	23,850
Public Works			
State, Federal and other agency grant revenue receivables	2,308	-	2,308
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	82,530	-	82,530
Tristar Brick Grant			
Loans receivable (balance may be forgiven)	-	853,368	853,368
Non major governmental funds			
Loans receivable (balance may be forgiven)	-	924,447	924,447
Revenue received prior to incurring expenditure	-	754	754
State, Federal and other agency grant revenue receivables	<u>21,366</u>	<u>-</u>	<u>21,366</u>
Total Unearned/Deferred Revenue	<u><u>\$ 537,676</u></u>	<u><u>\$ 1,807,019</u></u>	<u><u>\$2,344,695</u></u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

D. Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2010:

	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Balance June 30, 2010</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Certificates of Participation	\$ 1,210,000	\$ 1,071,300	\$ 1,325,800	\$ 955,500	\$ 118,800
Less: Cost of Issuance	-	(7,550)	944	(6,606)	(944)
Certificates of Participation, Net	1,210,000	1,063,750	1,324,856	948,894	117,856
Loans Payable	1,068,510	-	120,924	947,586	127,895
Capital Leases (Note 3E)	997,230	-	128,594	868,636	119,897
Compensated Absences (Note 1M)	2,230,578	1,395,418	1,632,814	1,993,182	1,326,199
Net OPEB Obligation	435,999	919,266	460,321	894,944	-
Total Governmental Activities	<u>\$ 5,942,317</u>	<u>\$ 3,378,434</u>	<u>\$ 3,667,509</u>	<u>\$ 5,653,242</u>	<u>\$ 1,691,847</u>
Business-Type Activities					
Compensated Absences (Note 1M)	\$ 7,211	\$ 1,147	\$ 7,083	\$ 1,275	\$ 1,129
Net OPEB Obligation	1,334	2,728	1,366	2,696	-
Closure/Post Closure (Note 3F)	2,074,743	30,986	21,805	2,083,924	-
Total Business-Type Activities	<u>\$ 2,083,288</u>	<u>\$ 34,861</u>	<u>\$ 30,254</u>	<u>\$ 2,087,895</u>	<u>\$ 1,129</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. Estimated claims are liquidated by charges for services collected through individual internal service funds. The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred.

At June 30, 2010, Certificates of Participation consisted of the following:

Certificates of Participation 2009 issue, dated December 1, 2009, in the amount of \$1,071,300, payable in annual installments of \$118,800 to \$155,800, with an interest rate of 5.15% and a maturity of February 1, 2017. These certificates were issued to refund the 1993 Certificates of Participation which had been used for capital outlay purposes.

Total Certificates of Participation

Governmental
Activities

\$ 955,500

\$ 955,500

At June 30, 2010, 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.

\$ 740,917

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.

46,397

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.

160,272

Total Loans Payable

\$ 947,586

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

D. Long-Term Liabilities (Continued)

At June 30, 2010, the annual debt service requirements were summarized as follows:

Certificates of Participation

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 118,800	\$ 49,208	\$ 168,008
2012	122,200	43,090	165,290
2013	130,500	36,797	167,297
2014	138,500	30,076	168,576
2015	141,100	22,943	164,043
2016-2020	<u>304,400</u>	<u>23,700</u>	<u>328,100</u>
Total	<u>\$ 955,500</u>	<u>\$ 205,814</u>	<u>\$ 1,161,314</u>

Loans Payable

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 127,895	\$ 41,856	\$ 169,751
2012	138,107	34,506	172,613
2013	145,888	26,724	172,612
2014	153,127	19,485	172,612
2015	162,852	9,761	172,613
2016-2020	113,823	1,532	115,355
2021-2025	28,620	-	28,620
2026-2030	28,620	-	28,620
2031-2035	28,620	-	28,620
2036-2040	<u>20,034</u>	<u>-</u>	<u>20,034</u>
Total	<u>\$ 947,586</u>	<u>\$ 133,864</u>	<u>\$ 1,081,450</u>

E. Leases

Operating Leases

Rental expenses incurred under operating leases are not considered material.

Capital Leases

The County has entered into certain capital lease agreements under which the related structures and improvements 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, 2010</u>
Governmental activities	4.80-5.25%	\$ 868,636
Total		<u>\$ 868,636</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	(641,462)
Net Value	<u>\$ 1,646,913</u>

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

E. Leases (Continued)

Capital Leases (Continued)

As of June 30, 2010, capital lease annual amortization is as follows:

Year Ending June 30:	Governmental Activities
2011	\$ 162,831
2012	141,243
2013	141,243
2014	141,243
2015	141,243
2016-2020	<u>317,902</u>
Total Requirements	1,045,705
Less Interest	<u>(177,069)</u>
Present Value of Remaining Payments	<u>\$ 868,636</u>

F. Closure/Post Closure

The County of Colusa is responsible for one operating and one closed landfill site. State and federal laws and regulations require the County to perform certain closure and 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.

The total liability of \$2,083,924 is reported as closure/post-closure liability in the Solid Waste enterprise fund at June 30, 2010. 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 42 percent of total estimated site capacity and is \$78,015. The corrective action liability for Evans Road is \$1,259,500 and for Stonyford is \$431,066. The remainder of the total liability is for post-closure. Evans Road post-closure costs are estimated at \$67,585, based on usage of 100 percent and Stonyford post-closure costs are estimated at \$247,758, based on usage of approximately 42 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 2010. 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, 2010, net assets of \$263,860 was held for funding purposes for Stonyford Landfill and \$22,580 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 \$1,898,848. 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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3: DETAILED NOTES (CONTINUED)

G. 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, 2010:

	<u>Due from Other funds</u>	<u>Due to Other funds</u>
Health and Human Services	\$ -	\$ 5,854
Nonmajor Governmental Funds	1,103,324	724,641
Solid Waste	-	280,387
Internal Service Funds	-	92,442
Total	<u>\$ 1,103,324</u>	<u>\$ 1,103,324</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, 2010:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 2,149,080	\$ 1,799,081
Public Works	802,587	-
Health and Human Services	5,466,687	-
Nonmajor Governmental Funds	5,594,492	12,188,765
Solid Waste	11,261	11,261
Airport	-	25,000
Total	<u>\$ 14,024,107</u>	<u>\$ 14,024,107</u>

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 2009/2010 was 17.530 percent for miscellaneous employees and 32.750 percent for safety employees. The contribution requirements of the plan are established by State statute and the employer contribution rate is established and may be amended by PERS. The County is required to contribute the remaining amounts necessary to fund the benefits of its members using the actuarial basis adopted by the PERS Board of Administrators.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 4: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

Annual Pension Cost

For fiscal year 2009/2010, the County's annual pension cost of \$2,153,308 for the miscellaneous plan and \$1,108,711 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, 2007, 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 (c) 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, 2008	\$ 2,103,452	100%	-
June 30, 2009	2,098,154	100%	-
June 30, 2010	2,153,308	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, 2008	\$ 1,064,304	100%	-
June 30, 2009	1,137,984	100%	-
June 30, 2010	1,108,711	100%	-

Funded Status and Funding Progress

As of June 30, 2009, the most recent actuarial valuation date, the miscellaneous plan was 78.5 percent funded. The actuarial accrued liability for benefits was \$85,988,342, and the actuarial value of assets was \$67,510,340, resulting in an unfunded actuarial accrued liability (UAAL) of \$18,478,002. The covered payroll (annual payroll of active employees covered by the plan) was \$12,670,394, and the ratio of the UAAL to the covered payroll was 145.8 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.

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: OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

The County contributes to California Public Employees Retirement System (CalPERS), a cost sharing multiple-employer defined benefit postemployment 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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 5: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Funding Policy (Continued)

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 postemployment 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	\$ 951,000
Interest Net OPEB Obligation	19,000
Amortization Net OPEB Obligation	<u>(18,000)</u>
Annual OPEB Cost/Expense	952,000
Contributions Made:	
Pay As You Go Contribution	<u>(476,712)</u>
Increase in Net OPEB Obligation	475,288
Net OPEB Obligation Beginning of Year	<u>452,000</u>
Net OPEB Obligation Ending of Year	<u><u>\$ 927,288</u></u>

The County's Annual OPEB Cost, the actual contributions, the percentage of Annual OPEB cost contributed to the plan, and the Net OPEB Obligation (Asset) for the fiscal years ended June 30, 2009 and June 30, 2010 are 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
June 30, 2010	952,000	476,712	50.07%	927,288

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

The table below shows how the total net OPEB asset as of June 30, 2010, 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.

	<u>Net OPEB Obligation (Asset)</u>
Governmental Activities	\$ 894,944
Business-Type Activities	2,696
Colusa County Transit Agency	<u>29,648</u>
Total	<u><u>\$ 927,288</u></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.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 5: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Funded Status and Funding Progress (Continued)

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.

NOTE 6: RISK MANAGEMENT

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

Actual claims unpaid as of June 30, 2010, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2010 was as follows:

Liability	<u>\$ 918,873</u>
Total	<u>\$ 918,873</u>

All funds of the County participate in the program and make payments to the Risk Management Fund based on estimates of the amounts needed to pay prior and current year claims. At June 30, 2010, the Risk Management Fund fund equity was \$640,406. The claims liability of \$918,873 reported in the fund at June 30, 2010, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported in information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably determined.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 6: RISK MANAGEMENT (CONTINUED)

Changes in the County's claims liability amount for the fiscal year 2010 were as follows:

	Balance Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Claims Payments	Balance at End of Fiscal Year
2010	\$ 769,668	\$ 1,149,527	\$ 1,000,322	\$ 918,873

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

NOTE 7: OTHER INFORMATION

A. Construction Commitments

The County has signed agreements to construct various capital improvements subsequent to June 30, 2010. The balance owed on the commitments at June 30, 2010, was approximately \$433,168.

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.

C. Joint Agencies

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

Complete audited financial statements for CSAC Excess Insurance Authority can be obtained from the Authority's office at 3017 Gold Canal Drive, Suite 300, Rancho Cordova, California 95670.

The Trindel Insurance Fund is governed by a Joint Powers Agreement between the member counties pursuant to Article 1 (commencing with Section 6500), Chapter 5 of Division 7, Title 1 of the Government Code of California. Its purpose is to provide for the creation and operation of a common risk sharing and insurance purchasing pool to be used to meet the obligations of the member counties to provide Worker's Compensation benefits for their employees and to provide public liability and property damage insurance for its members.

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

D. Subsequent Events

Management has evaluated events subsequent to June 30, 2010 through March 29, 2011, the date on which the financial statements were available for issuance. Management has determined no subsequent events requiring disclosure have occurred.

COUNTY OF COLUSA, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 7: OTHER INFORMATION (CONTINUED)

E. Proposition 1A Borrowing by the State of California

Under the provisions of Proposition 1A and as part of the 2009-10 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties and special districts (excluding redevelopment agencies). The state is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to the County was \$791,196.

Authorized with the 2009-10 State budget package, the Proposition 1A Securitization Program was instituted by the California Statewide Communities Development Authority ("California Communities"), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local governments to sell their Proposition 1A receivables to California Communities. Under the Securitization Program, California Communities simultaneously purchased the Proposition 1A receivables and issued bonds ("Prop 1A Bonds") to provide local agencies with cash proceeds in two equal installments, on January 15, 2010 and May 3, 2010. The purchase price paid to the local agencies equaled 100% of the amount of the property tax reduction. All transaction costs of issuance and interest were paid to the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. The County participated in the securitization program and accordingly property taxes have been recorded in the same manner as if the State had not exercised its rights under Proposition 1A. The receivable sale proceeds were equal to the book value and, as a result, no gain or loss was recorded.

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REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

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COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2010

1. 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, 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%
June 30, 2009	85,988,342	67,510,340	18,478,002	78.5%	57.3%	12,670,394	145.8%

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

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 Postemployment Benefit Plan. As additional years are available, a three year trend analysis will be presented.

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
June 30, 2009	-	\$ 9,315,000	\$ 9,315,000	-	\$ 15,203,000	61.27%

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Taxes	\$ 10,908,174	\$ 10,908,174	\$ 12,828,300	\$ 1,920,126
License and permits	441,127	441,127	555,856	114,729
Fines and forfeitures	787,970	864,120	975,499	111,379
Use of money and property	248,467	178,973	281,365	102,392
Intergovernmental revenues	3,140,338	3,298,580	3,340,131	41,551
Charges for services	1,673,728	1,751,492	1,767,557	16,065
Other revenues	364,509	383,371	1,122,420	739,049
Total Revenues	17,564,313	17,825,837	20,871,128	3,045,291
<u>EXPENDITURES</u>				
Current:				
General government	3,031,922	3,162,584	3,069,011	93,573
Public protection	15,480,379	15,914,400	15,136,525	777,875
Health and sanitation	205,868	144,706	74,782	69,924
Public assistance	132,307	154,236	153,038	1,198
Education	924,149	942,268	937,082	5,186
Recreation and culture	9,836	14,742	16,786	(2,044)
Contingencies	710,726	460,480	-	460,480
Debt service:				
Principal	5,082,207	82,207	77,604	4,603
Interest and other charges	79,965	29,965	30,058	(93)
Capital outlay	-	210,804	316,951	(106,147)
Total Expenditures	25,657,359	21,116,392	19,811,837	1,304,555
Excess of Revenues Over (Under) Expenditures	(8,093,046)	(3,290,555)	1,059,291	4,349,846
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	2,252,131	2,365,876	2,149,080	(216,796)
Transfers out	(2,028,389)	(2,129,300)	(1,799,081)	330,219
Issuance of debt	5,000,000	-	-	-
Total Other Financing Sources (Uses)	5,223,742	236,576	349,999	113,423
Net Change in Fund Balances	(2,869,304)	(3,053,979)	1,409,290	4,463,269
Fund Balances - Beginning	3,646,604	3,646,604	3,646,604	-
Fund Balances - Ending	\$ 777,300	\$ 592,625	\$ 5,055,894	\$ 4,463,269

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
PUBLIC WORKS - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Taxes	\$ 10,000	\$ 11,924	\$ 11,924	\$ -
License and permits	25,000	11,424	11,425	1
Use of money and property	50,000	60,398	131,008	70,610
Intergovernmental revenues	2,829,273	3,336,353	4,849,675	1,513,322
Charges for services	75,000	61,812	61,812	-
Other revenues	5,450	36,717	36,717	-
Total Revenues	<u>2,994,723</u>	<u>3,518,628</u>	<u>5,102,561</u>	<u>1,583,933</u>
<u>EXPENDITURES</u>				
Current:				
Public ways and facilities	5,655,279	7,206,438	3,124,161	4,082,277
Debt service:				
Principal	70,933	70,933	70,684	249
Interest and other charges	18,036	18,036	18,285	(249)
Capital outlay	41,000	84,505	1,524,301	(1,439,796)
Total Expenditures	<u>5,785,248</u>	<u>7,379,912</u>	<u>4,737,431</u>	<u>2,642,481</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,790,525)</u>	<u>(3,861,284)</u>	<u>365,130</u>	<u>4,226,414</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	790,525	802,586	802,587	1
Proceeds from sale of capital assets	-	29,296	29,296	-
Total Other Financing Sources (Uses)	<u>790,525</u>	<u>831,882</u>	<u>831,883</u>	<u>1</u>
Net Change in Fund Balances	<u>(2,000,000)</u>	<u>(3,029,402)</u>	<u>1,197,013</u>	<u>4,226,415</u>
Fund Balances - Beginning	3,436,843	3,436,843	3,436,843	-
Change in inventory of purchase method	(9,194)	(9,194)	(9,194)	-
Fund Balances - Ending	<u>\$ 1,427,649</u>	<u>\$ 398,247</u>	<u>\$ 4,624,662</u>	<u>\$ 4,226,415</u>

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
HEALTH AND HUMAN SERVICES - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Licenses and permits	\$ 165,896	\$ 165,896	\$ 142,333	\$ (23,563)
Use of money and property	-	-	295	295
Intergovernmental revenues	566,938	569,868	284,511	(285,357)
Charges for services	90,636	90,636	83,791	(6,845)
Other revenues	23,072	23,272	249,982	226,710
Total Revenues	<u>846,542</u>	<u>849,672</u>	<u>760,912</u>	<u>(88,760)</u>
<u>EXPENDITURES</u>				
Current:				
Public assistance	6,868,297	7,067,682	6,194,854	872,828
Capital outlay	-	28,828	10,000	18,828
Total Expenditures	<u>6,868,297</u>	<u>7,096,510</u>	<u>6,204,854</u>	<u>891,656</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,021,755)</u>	<u>(6,246,838)</u>	<u>(5,443,942)</u>	<u>802,896</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	6,021,755	6,246,838	5,466,687	(780,151)
Proceeds from sale of capital assets	-	-	31	31
Total Other Financing Sources (Uses)	<u>6,021,755</u>	<u>6,246,838</u>	<u>5,466,718</u>	<u>(780,120)</u>
Net Change in Fund Balances	-	-	22,776	22,776
Fund Balances - Beginning	<u>(44,429)</u>	<u>(44,429)</u>	<u>(44,429)</u>	<u>-</u>
Fund Balances - Ending	<u>\$ (44,429)</u>	<u>\$ (44,429)</u>	<u>\$ (21,653)</u>	<u>\$ 22,776</u>

See accompanying notes to the required supplementary information.

COUNTY OF COLUSA, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
ROAD DISTRICT - MAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Taxes	\$ 748,276	\$ 748,276	\$ 831,788	\$ 83,512
Use of money and property	50,000	50,000	121,168	71,168
Intergovernmental revenues	8,500	8,500	10,284	1,784
Total Revenues	<u>806,776</u>	<u>806,776</u>	<u>963,240</u>	<u>156,464</u>
<u>EXPENDITURES</u>				
Current:				
Public ways and facilities	<u>2,006,776</u>	<u>2,006,776</u>	-	<u>2,006,776</u>
Total Expenditures	<u>2,006,776</u>	<u>2,006,776</u>	-	<u>2,006,776</u>
Net Change in Fund Balances	(1,200,000)	(1,200,000)	963,240	2,163,240
Fund Balances - Beginning	<u>1,831,659</u>	<u>1,831,659</u>	<u>1,831,659</u>	-
Fund Balances - Ending	<u>\$ 631,659</u>	<u>\$ 631,659</u>	<u>\$ 2,794,899</u>	<u>\$ 2,163,240</u>

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, 2010

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

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

C. 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

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NONMAJOR GOVERNMENTAL FUNDS

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COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Special Revenue Funds	Capital Projects Funds	Totals
<u>ASSETS</u>			
Cash and investments	\$ 7,922,032	\$ 1,087,859	\$ 9,009,891
Accounts receivable	704,241	28	704,269
Interest receivable	185,577	20,718	206,295
Taxes receivable	159,017	-	159,017
Prepaid costs	6,636	-	6,636
Due from other funds	1,103,324	-	1,103,324
Loans receivable	924,637	-	924,637
	Total Assets	\$ 1,108,605	\$ 12,114,069
	\$ 11,005,464	\$ 1,108,605	\$ 12,114,069
<u>LIABILITIES AND FUND BALANCES</u>			
LIABILITIES			
Accounts payable	\$ 210,444	\$ -	\$ 210,444
Interest payable	14,663	1,027	15,690
Deposits payable	11,355	-	11,355
Due to other funds	721,742	2,899	724,641
Deferred revenue	21,366	-	21,366
Unearned revenue	925,201	-	925,201
	Total Liabilities	3,926	1,908,697
	1,904,771	3,926	1,908,697
FUND BALANCES			
Unreserved:			
Designated	5,724	-	5,724
Undesignated	9,094,969	1,104,679	10,199,648
	Total Fund Balances	1,104,679	10,205,372
	9,100,693	1,104,679	10,205,372
	\$ 11,005,464	\$ 1,108,605	\$ 12,114,069

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Special Revenue Funds	Capital Projects Funds	Totals
<u>REVENUES</u>			
Taxes	\$ 166,380	\$ -	\$ 166,380
Licenses and permits	313,903	-	313,903
Fines and forfeitures	171,524	238,161	409,685
Use of money and property	679,245	52,893	732,138
Intergovernmental revenues	16,661,525	-	16,661,525
Charges for services	186,112	-	186,112
Other revenues	2,074,831	447,027	2,521,858
	<hr/>	<hr/>	<hr/>
Total Revenues	20,253,520	738,081	20,991,601
	<hr/>	<hr/>	<hr/>
<u>EXPENDITURES</u>			
Current:			
General government	740,095	307,461	1,047,556
Public protection	754,390	-	754,390
Public ways and facilities	1,306,908	-	1,306,908
Health and sanitation	1,712,164	-	1,712,164
Public assistance	7,393,435	-	7,393,435
Education	7,503	-	7,503
Recreation and culture	112,576	-	112,576
Debt service:			
Principal	7,591	1,419,440	1,427,031
Interest and other charges	2,618	139,196	141,814
Certificates of participation issue cost	-	7,550	7,550
Capital outlay	28,523	-	28,523
	<hr/>	<hr/>	<hr/>
Total Expenditures	12,065,803	1,873,647	13,939,450
	<hr/>	<hr/>	<hr/>
Excess of Revenues Over (Under) Expenditures	8,187,717	(1,135,566)	7,052,151
	<hr/>	<hr/>	<hr/>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	5,594,492	-	5,594,492
Transfers out	(12,188,765)	-	(12,188,765)
Proceeds from sale of capital assets	3,691	-	3,691
Issuance of debt	-	1,071,300	1,071,300
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(6,590,582)	1,071,300	(5,519,282)
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	1,597,135	(64,266)	1,532,869
	<hr/>	<hr/>	<hr/>
Fund Balances - Beginning	7,503,558	1,168,945	8,672,503
	<hr/>	<hr/>	<hr/>
Fund Balances - Ending	\$ 9,100,693	\$ 1,104,679	\$ 10,205,372
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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Behavioral Health	ABCD	Bridges	Air and Water Pollution Control	Fish and Game
<u>ASSETS</u>					
Cash and investments	\$ 30,806	\$ 60,000	\$ 115,885	\$ -	\$ 32,759
Accounts receivable	42,099	-	161,503	9,579	-
Interest receivable	-	-	6,636	993	727
Taxes receivable	-	-	-	-	-
Prepaid costs	6,636	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	190	-
Total Assets	\$ 79,541	\$ 60,000	\$ 284,024	\$ 10,762	\$ 33,486
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ 63,907	\$ -	\$ -	\$ 918	\$ 721
Interest payable	9,276	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	115,583	-	9,536	-
Deferred revenue	-	-	-	-	-
Unearned revenue	600	-	-	154	-
Total Liabilities	73,783	115,583	-	10,608	721
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	5,758	(55,583)	284,024	154	32,765
Total Fund Balances	5,758	(55,583)	284,024	154	32,765
Total Liabilities and Fund Balances	\$ 79,541	\$ 60,000	\$ 284,024	\$ 10,762	\$ 33,486

<u>Special Airport</u>	<u>Parks and Recreation</u>	<u>Migrant Farm Housing</u>	<u>Williams Farm Housing</u>	<u>Migrant Housing Emergency Services</u>	<u>Forest Reserve - Title III</u>	<u>Stonyford Maintenance</u>	<u>MFH Soccer Field</u>
\$ 40,856	\$ -	\$ 138,935	\$ -	\$ 27,019	\$ 103,976	\$ 8,077	\$ 1,478
-	21,366	15,883	-	-	-	-	-
922	433	1,922	-	529	2,036	152	29
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 41,778</u>	<u>\$ 21,799</u>	<u>\$ 156,740</u>	<u>\$ -</u>	<u>\$ 27,548</u>	<u>\$ 106,012</u>	<u>\$ 8,229</u>	<u>\$ 1,507</u>
\$ 4,569	\$ -	\$ 16,048	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	11,355	-	-	-	-	-
-	17,055	-	-	-	-	-	-
-	21,366	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>4,569</u>	<u>38,421</u>	<u>27,403</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
<u>37,209</u>	<u>(16,622)</u>	<u>129,337</u>	<u>-</u>	<u>27,548</u>	<u>106,012</u>	<u>8,229</u>	<u>1,507</u>
<u>37,209</u>	<u>(16,622)</u>	<u>129,337</u>	<u>-</u>	<u>27,548</u>	<u>106,012</u>	<u>8,229</u>	<u>1,507</u>
<u>\$ 41,778</u>	<u>\$ 21,799</u>	<u>\$ 156,740</u>	<u>\$ -</u>	<u>\$ 27,548</u>	<u>\$ 106,012</u>	<u>\$ 8,229</u>	<u>\$ 1,507</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Welfare to Work	Welfare Collections	Welfare Administration - Cash	Welfare Administration	Welfare Assistance
<u>ASSETS</u>					
Cash and investments	\$ -	\$ 22,906	\$ -	\$ 177,656	\$ 137,778
Accounts receivable	-	-	-	52,844	-
Interest receivable	-	422	-	-	-
Taxes receivable	-	295	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ -	\$ 23,623	\$ -	\$ 230,500	\$ 137,778
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 5,442
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	207,890	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	-	-	207,890	-	5,442
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	-	23,623	(207,890)	230,500	132,336
Total Fund Balances	-	23,623	(207,890)	230,500	132,336
Total Liabilities and Fund Balances	\$ -	\$ 23,623	\$ -	\$ 230,500	\$ 137,778

<u>CalWORKS Incentives</u>	<u>Tobacco Settlement</u>	<u>Law Library</u>	<u>Off Highway Vehicle License Fee</u>	<u>Counseling Center</u>	<u>Economic Development Grant</u>	<u>Civil Fee Capital Projects</u>	<u>Maxwell CDBG</u>
\$ 6,813	\$ -	\$ -	\$ 222,578	\$ 104,102	\$ 477,671	\$ 20,077	\$ 95,850
-	-	495	26,802	-	-	-	-
-	11,729	-	4,418	2,110	8,899	393	17
-	-	-	-	-	-	-	-
-	499,450	-	-	-	-	-	-
-	-	-	-	-	-	-	101,459
<u>\$ 6,813</u>	<u>\$ 511,179</u>	<u>\$ 495</u>	<u>\$ 253,798</u>	<u>\$ 106,212</u>	<u>\$ 486,570</u>	<u>\$ 20,470</u>	<u>\$ 197,326</u>
\$ -	\$ -	\$ 180	\$ -	\$ -	\$ -	\$ -	\$ 45
-	-	437	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	19,482	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	101,459
-	-	20,099	-	-	-	-	101,504
-	-	-	-	-	-	-	-
6,813	511,179	(19,604)	253,798	106,212	486,570	20,470	95,822
6,813	511,179	(19,604)	253,798	106,212	486,570	20,470	95,822
<u>\$ 6,813</u>	<u>\$ 511,179</u>	<u>\$ 495</u>	<u>\$ 253,798</u>	<u>\$ 106,212</u>	<u>\$ 486,570</u>	<u>\$ 20,470</u>	<u>\$ 197,326</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Maxwell PUD 08 STBG 5163	Lurline Rehab CDBG	94 Rehab Block Grant	96 Rehab Block Grant	97 Rehab Block Grant
<u>ASSETS</u>					
Cash and investments	\$ 213	\$ 187	\$ -	\$ 13	\$ 44
Accounts receivable	-	-	-	-	-
Interest receivable	19	4	280	105	1
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	192,294	265,111	80,552	111,266
Total Assets	\$ 232	\$ 192,485	\$ 265,391	\$ 80,670	\$ 111,311
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ -	\$ 191	\$ -	\$ 118	\$ 45
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	280	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	192,294	265,111	80,552	111,266
Total Liabilities	-	192,485	265,391	80,670	111,311
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	232	-	-	-	-
Total Fund Balances	232	-	-	-	-
Total Liabilities and Fund Balances	\$ 232	\$ 192,485	\$ 265,391	\$ 80,670	\$ 111,311

HOME Loan Program	SB 163 Wraparound	Assessor's Tax Admin AB 818	Consumer Protection Council	Inmate Welfare	Booking Fees	Live Scan Fingerprinting	Substance Abuse/Crime Prevention
\$ 5,941	\$ 161,712	\$ 20,007	\$ 5	\$ 110,577	\$ 146,399	\$ 111,944	\$ 70
-	-	-	250,000	1,331	1,539	-	-
115	2,826	392	-	2,394	2,862	2,234	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
173,765	-	-	-	-	-	-	-
<u>\$ 179,821</u>	<u>\$ 164,538</u>	<u>\$ 20,399</u>	<u>\$ 250,005</u>	<u>\$ 114,302</u>	<u>\$ 150,800</u>	<u>\$ 114,178</u>	<u>\$ 70</u>
\$ -	\$ -	\$ -	\$ -	\$ 478	\$ -	\$ -	\$ 70
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
173,765	-	-	-	-	-	-	-
<u>173,765</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>478</u>	<u>-</u>	<u>-</u>	<u>70</u>
-	-	-	-	-	-	-	-
6,056	164,538	20,399	250,005	113,824	150,800	114,178	-
6,056	164,538	20,399	250,005	113,824	150,800	114,178	-
<u>\$ 179,821</u>	<u>\$ 164,538</u>	<u>\$ 20,399</u>	<u>\$ 250,005</u>	<u>\$ 114,302</u>	<u>\$ 150,800</u>	<u>\$ 114,178</u>	<u>\$ 70</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	<u>Sheriff K9 Donations</u>	<u>Local Enforcement Agency</u>	<u>Sheriff</u>	<u>JAG Offender Treatment Program</u>	<u>Child Support Enforcement</u>
<u>ASSETS</u>					
Cash and investments	\$ 4,216	\$ -	\$ 2,549	\$ -	\$ 175,658
Accounts receivable	-	-	-	-	-
Interest receivable	83	-	50	-	4,820
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 4,299</u>	<u>\$ -</u>	<u>\$ 2,599</u>	<u>\$ -</u>	<u>\$ 180,478</u>
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	2	-	2	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	82	-
Deferred revenue	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>2</u>	<u>-</u>	<u>84</u>	<u>-</u>
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	4,299	(2)	2,599	(84)	180,478
Total Fund Balances	<u>4,299</u>	<u>(2)</u>	<u>2,599</u>	<u>(84)</u>	<u>180,478</u>
Total Liabilities and Fund Balances	<u>\$ 4,299</u>	<u>\$ -</u>	<u>\$ 2,599</u>	<u>\$ -</u>	<u>\$ 180,478</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	EMS	AB 75 Tobacco Education	Animal Control	Air Pollution	Almond Paradise Lighting
<u>ASSETS</u>					
Cash and investments	\$ 131,817	\$ 24,970	\$ 6,686	\$ 196,479	\$ 3,451
Accounts receivable	-	-	-	-	-
Interest receivable	3,564	1,533	120	2,007	60
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ 135,381	\$ 26,503	\$ 6,806	\$ 198,486	\$ 3,511
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ 2,142	\$ -	\$ 15	\$ -	\$ 256
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	2,142	-	15	-	256
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	133,239	26,503	6,791	198,486	3,255
Total Fund Balances	133,239	26,503	6,791	198,486	3,255
Total Liabilities and Fund Balances	\$ 135,381	\$ 26,503	\$ 6,806	\$ 198,486	\$ 3,511

<u>Thompson Street Lighting</u>	<u>Cross Creek/ Whisper Creek Lighting</u>	<u>Walnut Ranch #1 Lighting</u>	<u>Walnut Ranch #2 & #3 Lighting</u>	<u>CSA #1 Century Ranch</u>	<u>CSA #2 Stonyford</u>	<u>CSA #2 Reserve Stonyford</u>	<u>Realignment - Social Services</u>
\$ 671	\$ 9,841	\$ 23,650	\$ 3,330	\$ 42,619	\$ -	\$ 7,358	\$ 480,747
-	-	-	-	1,878	1,505	-	3,422
16	10	465	73	900	-	-	10,038
-	-	-	-	-	-	-	76,460
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 687</u>	<u>\$ 9,851</u>	<u>\$ 24,115</u>	<u>\$ 3,403</u>	<u>\$ 45,397</u>	<u>\$ 1,505</u>	<u>\$ 7,358</u>	<u>\$ 570,667</u>
\$ 33	\$ 112	\$ 245	\$ 234	\$ 788	\$ 678	\$ -	\$ -
-	-	-	-	-	4,522	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	245,332	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>33</u>	<u>112</u>	<u>245</u>	<u>234</u>	<u>788</u>	<u>250,532</u>	<u>-</u>	<u>-</u>
-	-	-	-	2,862	2,862	-	-
<u>654</u>	<u>9,739</u>	<u>23,870</u>	<u>3,169</u>	<u>41,747</u>	<u>(251,889)</u>	<u>7,358</u>	<u>570,667</u>
<u>654</u>	<u>9,739</u>	<u>23,870</u>	<u>3,169</u>	<u>44,609</u>	<u>(249,027)</u>	<u>7,358</u>	<u>570,667</u>
<u>\$ 687</u>	<u>\$ 9,851</u>	<u>\$ 24,115</u>	<u>\$ 3,403</u>	<u>\$ 45,397</u>	<u>\$ 1,505</u>	<u>\$ 7,358</u>	<u>\$ 570,667</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Realignment - Health	Realignment - Mental Health	D.A. Forfeiture	S.O. Forfeiture	County Library Special Projects
<u>ASSETS</u>					
Cash and investments	\$ 220,135	\$ -	\$ 5,227	\$ 1,274	\$ 22,061
Accounts receivable	73,246	11,905	-	-	-
Interest receivable	18,849	5,953	102	25	209
Taxes receivable	33,436	48,826	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	603,874	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	\$ 949,540	\$ 66,684	\$ 5,329	\$ 1,299	\$ 22,270
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	106,502	-	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	-	106,502	-	-	-
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	949,540	(39,818)	5,329	1,299	22,270
Total Fund Balances	949,540	(39,818)	5,329	1,299	22,270
Total Liabilities and Fund Balances	\$ 949,540	\$ 66,684	\$ 5,329	\$ 1,299	\$ 22,270

Literacy Grant	Library - Guy Morse	County Libraries	Development Fees	Drug Enforcement Asset Forfeiture	Affordable Housing In-Lieu	Groundwater Grant	Safe Drinking Water Bond
\$ 7,222	\$ 146,650	\$ 27,657	\$ 1,066,449	\$ 15,704	\$ 12,523	\$ 15,187	\$ 4,933
-	-	-	-	-	-	-	-
215	2,871	631	22,614	307	245	297	97
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 7,437</u>	<u>\$ 149,521</u>	<u>\$ 28,288</u>	<u>\$ 1,089,063</u>	<u>\$ 16,011</u>	<u>\$ 12,768</u>	<u>\$ 15,484</u>	<u>\$ 5,030</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
7,437	149,521	28,288	1,089,063	16,011	12,768	15,484	5,030
7,437	149,521	28,288	1,089,063	16,011	12,768	15,484	5,030
<u>\$ 7,437</u>	<u>\$ 149,521</u>	<u>\$ 28,288</u>	<u>\$ 1,089,063</u>	<u>\$ 16,011</u>	<u>\$ 12,768</u>	<u>\$ 15,484</u>	<u>\$ 5,030</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	<u>S/T Traffic Fee - Roads</u>	<u>Mental Health Services Fund</u>	<u>Mental Health Services Prudent Reserve</u>	<u>Mental Health Services Workforce Education & Training</u>	<u>Mental Health Services Prevention and Early Intervention</u>
<u>ASSETS</u>					
Cash and investments	\$ 98,229	\$ 700,195	\$ 224,196	\$ 366,145	\$ 275,348
Accounts receivable	-	-	-	-	-
Interest receivable	2,059	13,611	3,668	7,080	5,468
Taxes receivable	-	-	-	-	-
Prepaid costs	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 100,288</u>	<u>\$ 713,806</u>	<u>\$ 227,864</u>	<u>\$ 373,225</u>	<u>\$ 280,816</u>
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES					
Accounts payable	\$ -	\$ 61,917	\$ -	\$ 50,399	\$ -
Interest payable	-	-	-	-	-
Deposits payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>61,917</u>	<u>-</u>	<u>50,399</u>	<u>-</u>
FUND BALANCES					
Unreserved:					
Designated	-	-	-	-	-
Undesignated	100,288	651,889	227,864	322,826	280,816
Total Fund Balances	<u>100,288</u>	<u>651,889</u>	<u>227,864</u>	<u>322,826</u>	<u>280,816</u>
Total Liabilities and Fund Balances	<u>\$ 100,288</u>	<u>\$ 713,806</u>	<u>\$ 227,864</u>	<u>\$ 373,225</u>	<u>\$ 280,816</u>

Mental Health Services Innovation	Mental Health Services Capital and IT	Carl Moyer Grant	Vehicle Fees AB923	United States & California Flag Fund	Cortina Integrated Waste Management	Department of Public Works Projects Fund	Indian Gaming
\$ 52,213	\$ 428,229	\$ 96,209	\$ 107,798	\$ 1,022	\$ -	\$ 4,579	\$ 73,124
-	-	-	-	-	-	-	-
1,022	9,071	2,494	2,005	20	-	-	1,694
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 53,235</u>	<u>\$ 437,300</u>	<u>\$ 98,703</u>	<u>\$ 109,803</u>	<u>\$ 1,042</u>	<u>\$ -</u>	<u>\$ 4,579</u>	<u>\$ 74,818</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	424
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	424
-	-	-	-	-	-	-	-
53,235	437,300	98,703	109,803	1,042	-	4,579	74,394
53,235	437,300	98,703	109,803	1,042	-	4,579	74,394
<u>\$ 53,235</u>	<u>\$ 437,300</u>	<u>\$ 98,703</u>	<u>\$ 109,803</u>	<u>\$ 1,042</u>	<u>\$ -</u>	<u>\$ 4,579</u>	<u>\$ 74,818</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Supplemental Law Enforcement Services Fund	Treasurer's Cash Difference	Totals
<u>ASSETS</u>			
Cash and investments	\$ 108,706	\$ 300	\$ 7,922,032
Accounts receivable	-	-	704,241
Interest receivable	536	-	185,577
Taxes receivable	-	-	159,017
Prepaid costs	-	-	6,636
Due from other funds	-	-	1,103,324
Loans receivable	-	-	924,637
	\$ 109,242	\$ 300	\$ 11,005,464
<u>LIABILITIES AND FUND BALANCES</u>			
LIABILITIES			
Accounts payable	\$ 893	\$ -	\$ 210,444
Interest payable	-	-	14,663
Deposits payable	-	-	11,355
Due to other funds	-	-	721,742
Deferred revenue	-	-	21,366
Unearned revenue	-	-	925,201
	893	-	1,904,771
FUND BALANCES			
Unreserved:			
Designated	-	-	5,724
Undesignated	108,349	300	9,094,969
	108,349	300	9,100,693
Total Liabilities and Fund Balances	\$ 109,242	\$ 300	\$ 11,005,464

Continued (Page 8 of 8)

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COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Behavioral Health	ABCD	Bridges	Air and Water Pollution Control	Fish and Game
REVENUES					
Taxes	\$ -	\$ -	\$ 135,305	\$ -	\$ -
Licenses and permits	-	-	-	277,092	-
Fines and forfeitures	-	-	-	28,644	7,361
Use of money and property	(18,812)	(1,357)	14,961	1,579	2,239
Intergovernmental revenues	2,477,454	-	737,832	46,168	27
Charges for services	6,872	-	-	33,333	-
Other revenues	1,260,653	14,076	-	380	82
Total Revenues	3,726,167	12,719	888,098	387,196	9,709
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	28,443
Public ways and facilities	-	-	867,820	-	-
Health and sanitation	-	-	-	373,363	-
Public assistance	3,835,885	2,765,999	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	3,835,885	2,765,999	867,820	373,363	28,443
Excess of Revenues Over (Under) Expenditures	(109,718)	(2,753,280)	20,278	13,833	(18,734)
OTHER FINANCING SOURCES (USES)					
Transfers in	664,556	3,369,719	-	80,000	-
Transfers out	(12,174)	(633,939)	-	(93,833)	-
Proceeds from sale of capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	652,382	2,735,780	-	(13,833)	-
Net Change in Fund Balances	542,664	(17,500)	20,278	-	(18,734)
Fund Balances - Beginning	(536,906)	(38,083)	263,746	154	51,499
Fund Balances - Ending	\$ 5,758	\$ (55,583)	\$ 284,024	\$ 154	\$ 32,765

Special Airport	Parks and Recreation	Migrant Farm Housing	Williams Farm Housing	Migrant Housing Emergency Services	Forest Reserve - Title III	Stonyford Maintenance	MFH Soccer Field
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,834	22	191,408	(1,013)	1,427	5,491	3,359	78
86,377	89,460	303,900	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	295,655	-	-	-	-	-
<u>88,211</u>	<u>89,482</u>	<u>790,963</u>	<u>(1,013)</u>	<u>1,427</u>	<u>5,491</u>	<u>3,359</u>	<u>78</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
21,357	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	608,375	-	-	-	-	-
-	-	-	-	-	-	-	-
-	112,576	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>21,357</u>	<u>112,576</u>	<u>608,375</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>66,854</u>	<u>(23,094)</u>	<u>182,588</u>	<u>(1,013)</u>	<u>1,427</u>	<u>5,491</u>	<u>3,359</u>	<u>78</u>
25,000	-	103,686	42,436	-	-	-	-
-	-	(146,122)	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>25,000</u>	<u>-</u>	<u>(42,436)</u>	<u>42,436</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
91,854	(23,094)	140,152	41,423	1,427	5,491	3,359	78
(54,645)	6,472	(10,815)	(41,423)	26,121	100,521	4,870	1,429
<u>\$ 37,209</u>	<u>\$ (16,622)</u>	<u>\$ 129,337</u>	<u>\$ -</u>	<u>\$ 27,548</u>	<u>\$ 106,012</u>	<u>\$ 8,229</u>	<u>\$ 1,507</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, 2010

	Welfare to Work	Welfare Collections	Welfare Administration - Cash	Welfare Administration	Welfare Assistance
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	5	1,220	(1,304)	(206)	941
Intergovernmental revenues	-	-	212,397	2,930,851	2,290,157
Charges for services	-	-	-	-	-
Other revenues	-	9,183	-	70,305	8,774
Total Revenues	5	10,403	211,093	3,000,950	2,299,872
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	13,943	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	13,943	-	-	-	-
Excess of Revenues Over (Under) Expenditures	(13,938)	10,403	211,093	3,000,950	2,299,872
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	13,946	-	-	6,439	1
Transfers out	-	(10,365)	(266,719)	(2,720,177)	(2,278,933)
Proceeds from sale of capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	13,946	(10,365)	(266,719)	(2,713,738)	(2,278,932)
Net Change in Fund Balances	8	38	(55,626)	287,212	20,940
Fund Balances - Beginning	(8)	23,585	(152,264)	(56,712)	111,396
Fund Balances - Ending	\$ -	\$ 23,623	\$ (207,890)	\$ 230,500	\$ 132,336

CalWORKS Incentives	Tobacco Settlement	Law Library	Off Highway Vehicle License Fee	Counseling Center	Economic Development Grant	Civil Fee Capital Projects	Maxwell CDBG
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	8,190	-	-	-	-	-
18	47,358	(1,283)	11,225	5,844	24,039	967	5,564
-	-	-	46,812	-	-	-	-
-	-	-	-	-	-	5,732	-
5,511	-	-	-	-	-	-	-
<u>5,529</u>	<u>47,358</u>	<u>6,907</u>	<u>58,037</u>	<u>5,844</u>	<u>24,039</u>	<u>6,699</u>	<u>5,564</u>
-	658,113	-	3,738	-	-	-	-
-	-	1,980	-	-	-	1,057	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	658,113	1,980	3,738	-	-	1,057	-
<u>5,529</u>	<u>(610,755)</u>	<u>4,927</u>	<u>54,299</u>	<u>5,844</u>	<u>24,039</u>	<u>5,642</u>	<u>5,564</u>
-	-	2,160	-	-	23,120	-	-
-	(42,449)	-	-	(9,650)	-	-	(857)
-	-	-	-	-	-	-	-
-	(42,449)	2,160	-	(9,650)	23,120	-	(857)
5,529	(653,204)	7,087	54,299	(3,806)	47,159	5,642	4,707
1,284	1,164,383	(26,691)	199,499	110,018	439,411	14,828	91,115
<u>\$ 6,813</u>	<u>\$ 511,179</u>	<u>\$ (19,604)</u>	<u>\$ 253,798</u>	<u>\$ 106,212</u>	<u>\$ 486,570</u>	<u>\$ 20,470</u>	<u>\$ 95,822</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, 2010

	Maxwell PUD 08 STBG 5163	Lurline Rehab CDBG	94 Rehab Block Grant	96 Rehab Block Grant	97 Rehab Block Grant
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	35	10	16,152	6,082	2
Intergovernmental revenues	12,000	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	12,035	10	16,152	6,082	2
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	11,803	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	11,803	-	-	-	-
Excess of Revenues Over (Under) Expenditures	232	10	16,152	6,082	2
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	-
Transfers out	-	(9)	(16,164)	(6,087)	(2)
Proceeds from sale of capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(9)	(16,164)	(6,087)	(2)
Net Change in Fund Balances	232	1	(12)	(5)	-
Fund Balances - Beginning	-	(1)	12	5	-
Fund Balances - Ending	\$ 232	\$ -	\$ -	\$ -	\$ -

HOME Loan Program	SB 163 Wraparound	Assessor's Tax Admin AB 818	Consumer Protection Council	Inmate Welfare	Booking Fees	Live Scan Fingerprinting	Substance Abuse/Crime Prevention
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
534	6,306	1,057	-	6,517	7,644	5,641	2,947
-	-	-	-	-	-	-	3,287
-	-	-	-	27,200	5,183	22,955	-
-	-	-	250,000	18,686	-	-	644
534	6,306	1,057	250,000	52,403	12,827	28,596	6,878
-	5,000	-	-	-	-	-	-
-	-	-	-	54,459	-	5,188	142,676
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	5,000	-	-	54,459	-	5,188	142,676
534	1,306	1,057	250,000	(2,056)	12,827	23,408	(135,798)
-	235,937	-	-	-	-	-	25,848
-	(130,833)	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	105,104	-	-	-	-	-	25,848
534	106,410	1,057	250,000	(2,056)	12,827	23,408	(109,950)
5,522	58,128	19,342	5	115,880	137,973	90,770	109,950
\$ 6,056	\$ 164,538	\$ 20,399	\$ 250,005	\$ 113,824	\$ 150,800	\$ 114,178	\$ -

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Sheriff K9 Donations	Local Enforcement Agency	Sheriff	JAG Offender Treatment Program	Child Support Enforcement
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	224	212	135	(2)	13,432
Intergovernmental revenues	-	16,226	-	-	619,834
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	224	16,438	135	(2)	633,266
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	82	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	82	-
Excess of Revenues Over (Under) Expenditures	224	16,438	135	(84)	633,266
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	-
Transfers out	-	(16,490)	-	-	(660,155)
Proceeds from sale of capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(16,490)	-	-	(660,155)
Net Change in Fund Balances	224	(52)	135	(84)	(26,889)
Fund Balances - Beginning	4,075	50	2,464	-	207,367
Fund Balances - Ending	\$ 4,299	\$ (2)	\$ 2,599	\$ (84)	\$ 180,478

Vital Records Improvement Project	Historic Records Commission	CUPA	CDC Pher	Hospital Preparedness Program H1N1	Bioterrorism Grant	Health Department	Medical Assistance Administration
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	4,006	-
149	342	2,602	3,386	315	5,505	741	150
-	12	60,000	258,000	7,131	377,854	369	1,065,374
1,077	442	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,226</u>	<u>796</u>	<u>62,602</u>	<u>261,386</u>	<u>7,446</u>	<u>383,359</u>	<u>5,116</u>	<u>1,065,524</u>
1,995	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	45	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,995</u>	<u>45</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(769)</u>	<u>751</u>	<u>62,602</u>	<u>261,386</u>	<u>7,446</u>	<u>383,359</u>	<u>5,116</u>	<u>1,065,524</u>
-	-	-	-	-	-	-	-
-	-	(64,874)	(170,582)	-	(327,930)	(467)	(908,925)
-	-	-	-	-	-	-	-
-	-	(64,874)	(170,582)	-	(327,930)	(467)	(908,925)
(769)	751	(2,272)	90,804	7,446	55,429	4,649	156,599
3,777	6,093	11,410	-	-	45,023	11,273	(9,932)
<u>\$ 3,008</u>	<u>\$ 6,844</u>	<u>\$ 9,138</u>	<u>\$ 90,804</u>	<u>\$ 7,446</u>	<u>\$ 100,452</u>	<u>\$ 15,922</u>	<u>\$ 146,667</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, 2010

	<u>EMS</u>	<u>AB 75 Tobacco Education</u>	<u>Animal Control</u>	<u>Air Pollution</u>	<u>Almond Paradise Lighting</u>
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 3,136
Licenses and permits	-	-	-	-	-
Fines and forfeitures	123,323	-	-	-	-
Use of money and property	9,833	4,542	239	6,426	199
Intergovernmental revenues	-	112,500	-	-	-
Charges for services	-	-	-	-	-
Other revenues	2,726	-	5,580	-	30
Total Revenues	135,882	117,042	5,819	6,426	3,365
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	3,300
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	169,106	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	169,106	-	-	-	3,300
Excess of Revenues Over (Under) Expenditures	(33,224)	117,042	5,819	6,426	65
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	7,882	-	-	93,833	-
Transfers out	(15,695)	(131,169)	-	(80,000)	-
Proceeds from sale of capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	(7,813)	(131,169)	-	13,833	-
Net Change in Fund Balances	(41,037)	(14,127)	5,819	20,259	65
Fund Balances - Beginning	174,276	40,630	972	178,227	3,190
Fund Balances - Ending	\$ 133,239	\$ 26,503	\$ 6,791	\$ 198,486	\$ 3,255

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	Realignment - Social Services
\$ 630	\$ 11,400	\$ 5,075	\$ 3,154	\$ 5,601	\$ 2,079	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
38	2	1,200	175	2,649	(11,854)	59	17,270
-	-	52	-	-	-	-	867,583
-	-	-	-	50,622	32,696	-	-
15	-	30	30	4,802	11,591	-	-
<u>683</u>	<u>11,402</u>	<u>6,357</u>	<u>3,359</u>	<u>63,674</u>	<u>34,512</u>	<u>59</u>	<u>884,853</u>
-	1,441	-	-	69,303	-	-	-
648	-	3,410	3,272	-	57,377	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	7,591	-	-
-	-	-	-	-	2,618	-	-
-	-	-	-	-	-	-	-
<u>648</u>	<u>1,441</u>	<u>3,410</u>	<u>3,272</u>	<u>69,303</u>	<u>67,586</u>	<u>-</u>	<u>-</u>
35	9,961	2,947	87	(5,629)	(33,074)	59	884,853
-	-	-	-	-	-	-	333,944
-	-	-	-	-	-	-	(1,138,764)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(804,820)
35	9,961	2,947	87	(5,629)	(33,074)	59	80,033
619	(222)	20,923	3,082	50,238	(215,953)	7,299	490,634
<u>\$ 654</u>	<u>\$ 9,739</u>	<u>\$ 23,870</u>	<u>\$ 3,169</u>	<u>\$ 44,609</u>	<u>\$ (249,027)</u>	<u>\$ 7,358</u>	<u>\$ 570,667</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, 2010

	Realignment - Health	Realignment - Mental Health	D.A. Forfeiture	S.O. Forfeiture	County Library Special Projects
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	54,438	6,636	277	68	568
Intergovernmental revenues	699,777	664,563	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	12,626
Total Revenues	754,215	671,199	277	68	13,194
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	-
Public assistance	-	-	-	-	-
Education	-	-	-	-	1,431
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	-	1,431
Excess of Revenues Over (Under) Expenditures	754,215	671,199	277	68	11,763
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	237,754	12,174	-	-	-
Transfers out	(1,224,793)	(723,591)	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	(987,039)	(711,417)	-	-	-
Net Change in Fund Balances	(232,824)	(40,218)	277	68	11,763
Fund Balances - Beginning	1,182,364	400	5,052	1,231	10,507
Fund Balances - Ending	\$ 949,540	\$ (39,818)	\$ 5,329	\$ 1,299	\$ 22,270

Literacy Grant	Library - Guy Morse	County Libraries	Development Fees	Drug Enforcement Asset Forfeiture	Affordable Housing In-Lieu	Groundwater Grant	Safe Drinking Water Bond
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
486	7,744	1,667	60,983	829	660	799	261
4,071	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
100	-	2,094	96,199	-	-	-	-
<u>4,657</u>	<u>7,744</u>	<u>3,761</u>	<u>157,182</u>	<u>829</u>	<u>660</u>	<u>799</u>	<u>261</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
932	-	5,140	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>932</u>	<u>-</u>	<u>5,140</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,725</u>	<u>7,744</u>	<u>(1,379)</u>	<u>157,182</u>	<u>829</u>	<u>660</u>	<u>799</u>	<u>261</u>
-	-	-	-	-	-	-	-
(3,898)	-	-	(183,194)	-	-	-	-
-	-	-	-	-	-	-	-
<u>(3,898)</u>	<u>-</u>	<u>-</u>	<u>(183,194)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(173)	7,744	(1,379)	(26,012)	829	660	799	261
<u>7,610</u>	<u>141,777</u>	<u>29,667</u>	<u>1,115,075</u>	<u>15,182</u>	<u>12,108</u>	<u>14,685</u>	<u>4,769</u>
<u>\$ 7,437</u>	<u>\$ 149,521</u>	<u>\$ 28,288</u>	<u>\$ 1,089,063</u>	<u>\$ 16,011</u>	<u>\$ 12,768</u>	<u>\$ 15,484</u>	<u>\$ 5,030</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, 2010

	<u>S/T Traffic Fee - Roads</u>	<u>Mental Health Services Fund</u>	<u>Mental Health Services Prudent Reserve</u>	<u>Mental Health Services Workforce Education & Training</u>	<u>Mental Health Services Prevention and Early Intervention</u>
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	7,235	40,496	9,237	16,481	12,984
Intergovernmental revenues	-	1,469,500	40,000	-	228,100
Charges for services	-	-	-	-	-
Other revenues	3,371	3	-	-	-
Total Revenues	<u>10,606</u>	<u>1,509,999</u>	<u>49,237</u>	<u>16,481</u>	<u>241,084</u>
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	-	-
Public protection	-	-	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	1,054,907	-	110,617	127,754
Public assistance	-	-	-	-	-
Education	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>1,054,907</u>	<u>-</u>	<u>110,617</u>	<u>127,754</u>
Excess of Revenues Over (Under) Expenditures	<u>10,606</u>	<u>455,092</u>	<u>49,237</u>	<u>(94,136)</u>	<u>113,330</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	192,599	50,000	-	-
Transfers out	(85,480)	-	-	-	(50,000)
Proceeds from sale of capital assets	-	3,691	-	-	-
Total Other Financing Sources (Uses)	<u>(85,480)</u>	<u>196,290</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net Change in Fund Balances	<u>(74,874)</u>	<u>651,382</u>	<u>99,237</u>	<u>(94,136)</u>	<u>63,330</u>
Fund Balances - Beginning	<u>175,162</u>	<u>507</u>	<u>128,627</u>	<u>416,962</u>	<u>217,486</u>
Fund Balances - Ending	<u>\$ 100,288</u>	<u>\$ 651,889</u>	<u>\$ 227,864</u>	<u>\$ 322,826</u>	<u>\$ 280,816</u>

Mental Health Services Innovation	Mental Health Services Capital and IT	Carl Moyer Grant	Vehicle Fees AB923	United States & California Flag Fund	Cortina Integrated Waste Management	Department of Public Works Projects Fund	Indian Gaming
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	36,811	-	-	-	-
-	-	-	-	-	-	-	-
2,559	19,882	10,908	4,429	46	(770)	37	10,618
25,400	462,941	340,291	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	955	-	-	-
<u>27,959</u>	<u>482,823</u>	<u>351,199</u>	<u>41,240</u>	<u>1,001</u>	<u>(770)</u>	<u>37</u>	<u>10,618</u>
-	-	-	-	505	-	-	-
-	-	-	-	-	-	-	384,951
-	-	405,928	-	-	-	-	-
-	45,523	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	826
-	45,523	405,928	-	505	-	-	385,777
<u>27,959</u>	<u>437,300</u>	<u>(54,729)</u>	<u>41,240</u>	<u>496</u>	<u>(770)</u>	<u>37</u>	<u>(375,159)</u>
-	-	-	33,709	-	-	-	39,749
-	-	(33,709)	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	(33,709)	33,709	-	-	-	39,749
27,959	437,300	(88,438)	74,949	496	(770)	37	(335,410)
25,276	-	187,141	34,854	546	770	4,542	409,804
<u>\$ 53,235</u>	<u>\$ 437,300</u>	<u>\$ 98,703</u>	<u>\$ 109,803</u>	<u>\$ 1,042</u>	<u>\$ -</u>	<u>\$ 4,579</u>	<u>\$ 74,394</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, 2010

	Supplemental Law Enforcement Services Fund	Treasurer's Cash Difference	Totals
<u>REVENUES</u>			
Taxes	\$ -	\$ -	\$ 166,380
Licenses and permits	-	-	313,903
Fines and forfeitures	-	-	171,524
Use of money and property	3,185	2	679,245
Intergovernmental revenues	105,225	-	16,661,525
Charges for services	-	-	186,112
Other revenues	-	730	2,074,831
	<hr/>	<hr/>	<hr/>
Total Revenues	108,410	732	20,253,520
<u>EXPENDITURES</u>			
Current:			
General government	-	-	740,095
Public protection	67,629	-	754,390
Public ways and facilities	-	-	1,306,908
Health and sanitation	-	-	1,712,164
Public assistance	-	-	7,393,435
Education	-	-	7,503
Recreation and culture	-	-	112,576
Debt service:			
Principal	-	-	7,591
Interest and other charges	-	-	2,618
Capital outlay	27,697	-	28,523
	<hr/>	<hr/>	<hr/>
Total Expenditures	95,326	-	12,065,803
Excess of Revenues Over (Under) Expenditures	13,084	732	8,187,717
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	-	-	5,594,492
Transfers out	(6)	(730)	(12,188,765)
Proceeds from sale of capital assets	-	-	3,691
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(6)	(730)	(6,590,582)
Net Change in Fund Balances	13,078	2	1,597,135
Fund Balances - Beginning	95,271	298	7,503,558
	<hr/>	<hr/>	<hr/>
Fund Balances - Ending	\$ 108,349	\$ 300	\$ 9,100,693
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Continued (Page 8 of 8)

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

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COUNTY OF COLUSA, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2010

	Building Fund	Courthouse Construction	Criminal Justice Construction	Totals
<u>ASSETS</u>				
Cash and investments	\$ 167,720	\$ 920,139	\$ -	\$ 1,087,859
Accounts receivable	-	14	14	28
Interest receivable	-	17,837	2,881	20,718
Total Assets	\$ 167,720	\$ 937,990	\$ 2,895	\$ 1,108,605
<u>LIABILITIES AND FUND BALANCES</u>				
LIABILITIES				
Interest payable	\$ 1,027	\$ -	\$ -	\$ 1,027
Due to other funds	-	-	2,899	2,899
Total Liabilities	1,027	-	2,899	3,926
FUND BALANCES				
Unreserved:				
Undesignated	166,693	937,990	(4)	1,104,679
Total Fund Balances	166,693	937,990	(4)	1,104,679
Total Liabilities and Fund Balances	\$ 167,720	\$ 937,990	\$ 2,895	\$ 1,108,605

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Building Fund	Courthouse Construction	Criminal Justice Construction	Totals
<u>REVENUES</u>				
Fines and forfeitures	\$ -	\$ 49,899	\$ 188,262	\$ 238,161
Use of money and property	(2,022)	47,280	7,635	52,893
Other revenues	447,027	-	-	447,027
Total Revenues	445,005	97,179	195,897	738,081
<u>EXPENDITURES</u>				
Current:				
General government	-	-	307,461	307,461
Debt service:				
Principal	1,419,440	-	-	1,419,440
Interest and other charges	139,196	-	-	139,196
Certificates of participation issue cost	7,550	-	-	7,550
Total Expenditures	1,566,186	-	307,461	1,866,097
Excess of Revenues Over (Under) Expenditures	(1,121,181)	97,179	(111,564)	(1,135,566)
<u>OTHER FINANCING SOURCES (USES)</u>				
Issuance of debt	1,071,300	-	-	1,071,300
Total Other Financing Sources (Uses)	1,071,300	-	-	1,071,300
Net Change in Fund Balances	(49,881)	97,179	(111,564)	(64,266)
Fund Balances - Beginning	216,574	840,811	111,560	1,168,945
Fund Balances - Ending	\$ 166,693	\$ 937,990	\$ (4)	\$ 1,104,679

INTERNAL SERVICE FUNDS

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COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2010

	Central Services	Insurance	Total
<u>ASSETS</u>			
Current Assets:			
Cash and investments	\$ 8,000	\$ -	\$ 8,000
Prepaid costs	-	1,559,279	1,559,279
Inventory	6,091	-	6,091
Total Current Assets	14,091	1,559,279	1,573,370
Noncurrent Assets:			
Capital assets:			
Depreciable, net	12,237	-	12,237
Total Noncurrent Assets	12,237	-	12,237
Total Assets	26,328	1,559,279	1,585,607
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts payable	27,851	-	27,851
Interest payable	1,677	-	1,677
Due to other funds	92,442	-	92,442
Claims payable	-	918,873	918,873
Compensated absences	4,959	-	4,959
Total Current Liabilities	126,929	918,873	1,045,802
Noncurrent Liabilities:			
Compensated absences	4,184	-	4,184
Net OPEB obligation	5,391	-	5,391
Total Noncurrent Liabilities	9,575	-	9,575
Total Liabilities	136,504	918,873	1,055,377
<u>NET ASSETS</u>			
Invested in capital assets	12,237	-	12,237
Unrestricted	(122,413)	640,406	517,993
Total Net Assets	\$ (110,176)	\$ 640,406	\$ 530,230

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Central Services</u>	<u>Insurance</u>	<u>Total</u>
<u>OPERATING REVENUES</u>			
Charges for services	\$ 90,404	\$ 1,232,367	\$ 1,322,771
Total Operating Revenues	<u>90,404</u>	<u>1,232,367</u>	<u>1,322,771</u>
<u>OPERATING EXPENSES</u>			
Salaries and benefits	114,047	-	114,047
Services and Supplies	-	117,922	117,922
Claims expense	-	1,000,322	1,000,322
Depreciation	719	-	719
Total Operating Expenses	<u>114,766</u>	<u>1,118,244</u>	<u>1,233,010</u>
Operating Income (Loss)	<u>(24,362)</u>	<u>114,123</u>	<u>89,761</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>			
Interest income	(4,464)	9,500	5,036
Total Non-Operating Revenues (Expenses)	<u>(4,464)</u>	<u>9,500</u>	<u>5,036</u>
Change in Net Assets	<u>(28,826)</u>	<u>123,623</u>	<u>94,797</u>
Total Net Assets - Beginning	(81,350)	-	(81,350)
Prior period adjustment	-	516,783	516,783
Total Net Assets - Beginning, Restated	<u>(81,350)</u>	<u>516,783</u>	<u>435,433</u>
Total Net Assets - Ending	<u>\$ (110,176)</u>	<u>\$ 640,406</u>	<u>\$ 530,230</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Central Services</u>	<u>Insurance</u>	<u>Total</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Receipts from customers	\$ 90,404	\$ 1,232,367	\$ 1,322,771
Payments to suppliers	13,671	(1,241,867)	(1,228,196)
Payments to employees	(108,593)	-	(108,593)
Net Cash Provided (Used) by Operating Activities	<u>(4,518)</u>	<u>(9,500)</u>	<u>(14,018)</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>			
Interfund loans received	5,073	-	5,073
Net Cash Provided (Used) by Noncapital Financing Activities	<u>5,073</u>	<u>-</u>	<u>5,073</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Interest and dividends	(3,031)	9,500	6,469
Net Cash Provided (Used) by Investing Activities	<u>(3,031)</u>	<u>9,500</u>	<u>6,469</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(2,476)	-	(2,476)
Balances - Beginning of the Year	10,476	-	10,476
Balances - End of the Year	<u>\$ 8,000</u>	<u>\$ -</u>	<u>\$ 8,000</u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>			
Operating income (loss)	\$ (24,362)	\$ 114,123	\$ 89,761
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	719	-	719
Decrease (increase) in:			
Prepaid costs	-	(1,559,279)	(1,559,279)
Inventory	(6,091)	-	(6,091)
Increase (decrease) in:			
Accounts payable	19,762	-	19,762
Claims payable	-	1,435,656	1,435,656
Compensated absences	2,730	-	2,730
Net OPEB obligation	2,724	-	2,724
Net Cash Provided (Used) by Operating Activities	<u>\$ (4,518)</u>	<u>\$ (9,500)</u>	<u>\$ (14,018)</u>

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FIDUCIARY FUNDS

Trust and Agency Funds

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COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
INVESTMENT TRUST FUNDS
JUNE 30, 2010

	School Districts	Special Districts Governed by Local Boards	Courts	Total Investment Trust Funds
<u>ASSETS</u>				
Cash and investments	\$ 15,491,884	\$ 11,339,836	\$ (82,153)	\$ 26,749,567
Total Assets	\$ 15,491,884	\$ 11,339,836	\$ (82,153)	\$ 26,749,567
<u>NET ASSETS</u>				
Net assets held in trust for investment pool participants	\$ 15,491,884	\$ 11,339,836	\$ (82,153)	\$ 26,749,567

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
INVESTMENT TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	<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	\$ 60,506,681	\$ 16,476,141	\$ 1,652,591	\$ 78,635,413
Total Additions	<u>60,506,681</u>	<u>16,476,141</u>	<u>1,652,591</u>	<u>78,635,413</u>
<u>DEDUCTIONS</u>				
Distributions from investment pool	59,276,924	15,813,564	1,651,327	76,741,815
Total Deductions	<u>59,276,924</u>	<u>15,813,564</u>	<u>1,651,327</u>	<u>76,741,815</u>
Change in Net Assets	1,229,757	662,577	1,264	1,893,598
Net Assets - Beginning	<u>14,262,127</u>	<u>10,677,259</u>	<u>(83,417)</u>	<u>24,855,969</u>
Net Assets - Ending	<u>\$ 15,491,884</u>	<u>\$ 11,339,836</u>	<u>\$ (82,153)</u>	<u>\$ 26,749,567</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2010

	<u>Accrued County Trust Funds</u>	<u>Total Agency Funds</u>
<u>ASSETS</u>		
Cash and investments	\$ 940,142	\$ 940,142
Taxes receivable	1,977,800	1,977,800
Total Assets	<u>\$ 2,917,942</u>	<u>\$ 2,917,942</u>
<u>LIABILITIES</u>		
Due to other agencies	\$ 28,737	\$ 28,737
Agency obligations	2,889,205	2,889,205
Total Liabilities	<u>\$ 2,917,942</u>	<u>\$ 2,917,942</u>

COUNTY OF COLUSA, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

<u>Accrued County Trust Funds</u>	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
<u>ASSETS</u>				
Cash and investments	\$ 129,558	\$ 49,042,928	\$ 48,232,344	\$ 940,142
Cash with fiscal agent	49,861	-	49,861	-
Taxes receivable	1,968,487	1,977,800	1,968,487	1,977,800
Total Assets	<u>\$ 2,147,906</u>	<u>\$ 51,020,728</u>	<u>\$ 50,250,692</u>	<u>\$ 2,917,942</u>
<u>LIABILITIES</u>				
Due to other agencies	28,737	-	-	28,737
Agency obligations	2,119,169	51,020,728	50,250,692	2,889,205
Total Liabilities	<u>\$ 2,147,906</u>	<u>\$ 51,020,728</u>	<u>\$ 50,250,692</u>	<u>\$ 2,917,942</u>