

County of Glenn, California



Comprehensive Annual Financial Report

For the Fiscal Year Ended

June 30, 2005

Prepared by:

Department of Finance

Don Santoro, CPA
Director of Finance

**COUNTY OF GLENN, CALIFORNIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Table of Contents

	<i>Page(s)</i>
INTRODUCTORY SECTION:	
Letter of Transmittal	i-iv
List of Elected and Appointed Officials	v
Organization Chart.....	vi
GFOA Certificate of Achievement	vii
 FINANCIAL SECTION:	
Independent Auditor's Report	1-2
Management Discussion and Analysis (Required Supplementary Information).....	3-12
 Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	13
Statement of Activities	14-15
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Reconciliation of the Balance Sheet to Statement of Net Assets – Governmental Funds	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Net Assets – Proprietary Funds.....	20
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds	21
Statement of Cash Flows – Proprietary Funds	22
Statement of Fiduciary Net Assets	23
Statement of Changes in Fiduciary Net Assets	24
Notes to the Basic Financial Statements.....	25-50
Required Supplementary Information:	
Schedule of Funding Progress – Historical Pension Data	51
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund	52-56
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Community Action Agency Special Revenue Fund.....	57
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Road Special Revenue Fund.....	58
Note to Required Supplementary Information	59

**COUNTY OF GLENN, CALIFORNIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Table of Contents (Continued)

	<i>Page(s)</i>
Combining and Individual Nonmajor Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	60
Combining Statement of Revenues, Expenditures and Changes In Fund Balances – Nonmajor Governmental Funds	61
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	62-66
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	67-71
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Nonmajor Special Revenue Funds:	
Advertising	72
Fish and Game	73
Property Administration Grant	74
CalWorks Incentive	75
Cal Boat Launching	76
Prop 36.....	77
Recorders Modernization	78
Memorial Hall.....	79
Cal Waste Management Grant.....	80
Property Characteristics	81
Vital and Health Statistics.....	82
Micrographics Conversion.....	83
Surface/Groundwater and Weed Grants	84
Title III Forest Reserve.....	85
Bio Terrorism Grant	86
IHSS Public Authority.....	87
SDD Stuart Foundation.....	88
Superintendent of Schools	89
Artois Fire Protection District.....	90
Bayliss Fire Protection District.....	91
Hamilton Fire Protection District	92
Willows Fire Protection District.....	93
Storm Drainage Maintenance #1	94
Storm Drainage Maintenance #3	95
North Willows County Service Area	96
Olive Fruit Fly District	97
Air Pollution Control District.....	98
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	99
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Nonmajor Capital Projects Funds.....	100

**COUNTY OF GLENN, CALIFORNIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Table of Contents (Continued)

	<i>Page(s)</i>
Combining Statement of Net Assets – Internal Service Funds	101-102
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets – Internal Service Funds	103-104
Combining Statement of Cash Flows – Internal Service Funds	105-106
Statement of Changes in Assets and Liabilities – Agency Funds	107-109

STATISTICAL SECTION:

General Government Expenditures by Function	110
General Government Revenues by Source	111
Property Tax Levies and Collections	112
Assessed Value of Property	113
Property Tax Rates – Direct and Overlapping Governments	114
Computation of Legal Debt Margin	115
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita	116
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures	117
Computation of Direct and Overlapping Bonded Debt	118
Principal Taxpayers	119
Building Permit Valuation	120
Deposits in FDIC Insured Institutions	121
Demographic Statistics	122
Miscellaneous Statistics	123



Intentionally Blank



GLENN COUNTY
DEPARTMENT OF FINANCE
516 West Sycamore Street
Willows, California 95988
Telephone (530) 934-6476
FAX (530) 934-6421



Don Santoro, CPA
Director of Finance

Debbie Newman
Assistant Director of Finance

December 14, 2005

To the Board of Supervisors and Citizens of Glenn County:

The comprehensive annual financial report (CAFR) of the County of Glenn, California (County) for the fiscal year ended June 30, 2005, is submitted in accordance with Section 25253 of the Government Code of the State of California. This statute requires that the County annually issue a report on its financial position and changes in financial position, and that an independent firm of certified public accountants audit this report.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the costs of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, the information contained herein is complete and reliable in all material respects.

The County's financial statements have been audited by Macias Gini & Company LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for the fiscal year ended June 30, 2005 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County of Glenn's financial statements for the year ended June 30, 2005, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal

is designed to be read with and complement the MD&A. The MD&A can be found immediately following the report of the independent auditors.

The Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report consists of three main sections:

- The Introductory Section is intended to help readers become acquainted with the County, its organizational structure, the scope of its services and the legal context.
- The Financial Section presents the independent auditor's report, management's discussion and analysis, the basic financial statements, which include the government-wide financial statements, the fund financial statements and the notes to the basic financial statements and required supplementary information.
- The Statistical Section presents multi-year statistics on demographic and other data of interest to the reader.

Profile of the Government

The County is located 90 miles north of Sacramento, and Willows, the County seat, is located 70 miles south of Redding along Interstate 5. The County encompasses over 1,327 square miles (including 12.4 square miles of water) and is bordered by Colusa County to the south, Butte County to the east, Tehama County to the north, Mendocino County to the west and Lake County to the southwest.

The County is recognized for its agriculture. In the year 2002, the agriculture industry provided over 18 percent of the total employment. The County's most common crops are rice, wheat, oranges, dried plums, walnuts, almonds and corn. The County is also home to numerous dairies and cattle ranches. A strong agribusiness foundation and a stable government sector are key factors in the County's economy.

Government is the dominant industry, providing almost 30 percent of the total employment. The majority of jobs are in local government, which includes local education, city government, county government and Indian tribal government. Projections estimate that services, manufacturing and retail trade will be dominant industries in the County's future economy.

The County's population grew at a slightly slower rate on average than California during the 1990's. Between 1990 and 2000, the County experienced an average annual growth rate of 0.7 percent. According to population projections, the County will grow to 46,500 residents by the year 2020, a substantial increase of 76 percent over current figures.

The County provides a wide range of services to its residents, including public protection through the Sheriff's Department, Fire Services and District Attorney's office, medical and health services, public assistance programs, sanitation services, the construction and maintenance of roads and infrastructure, environmental services, parks, libraries and a variety of other general governmental services. Every resident of the County, directly or indirectly, benefits from these services. Most services performed by the County are provided for all residents, regardless of whether those residents live in cities or unincorporated areas. A major challenge to the County in future years will be the maintenance of these services to the extent feasible within the County's financial resources.

The financial reporting entity (County of Glenn) includes all the funds of the primary government (the County of Glenn as legally defined), as well as all of its component units. Blended component units, although legally separate entities, are considered part of the primary government's operations for financial reporting purposes, as required by GAAP. The following component units are blended: Glenn County Community Action Agency, Artois Fire Protection District, Hamilton Fire Protection District, Bayliss Fire Protection District, Willows Rural Fire Protection District, Storm Drain Maintenance District No. 1, Storm Drain Maintenance District No 3, North Willows Community Services Area, Air Pollution Control District and Olive Fruit Fly Pest District. The Glenn County Children and Families Commission is included in this report as a discretely presented component unit.

In accordance with the provisions of California Government Code Sections 29000 through 29143 inclusive, commonly known as the County Budget Act, the County prepares and adopts a budget for each fiscal year. Activities of the General Fund, Special Revenue Funds and Capital Projects Funds are included in the annual budget. The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the object (category) level except for capital assets, which are controlled at the line item level. The budgeted expenditures become law through the passage of an Appropriation Resolution. This Resolution constitutes the authorized spending threshold for the fiscal year, and cannot be exceeded except by subsequent amendment of the budget by the Board of Supervisors. In the governmental funds, an encumbrance system is used to ensure effective budgetary control and to enhance cash planning and control. Encumbrances outstanding at June 30 are reported as reservations of fund balance.

Factors Affecting Financial Condition

Glenn County Economy: Although California experienced a general trend toward an increasing labor force, increasing employment, and lower unemployment rates from 1990 to 2002, the trends in the County of Glenn were different. The County has experienced decreases in labor force and employment. As a result, per capita income and spending is lower, and sales tax revenues are relatively flat. However, new housing units are being constructed and some former Chico residents are moving to Hamilton City and Orland and commuting to and from the City of Chico. In addition, the County is taking steps to bring businesses into the county that would add jobs, increase the tax base and increase the health of the local economy.

State Government: The County is a political subdivision of the State of California and as such, its government is subject to State subventions and regulations. Intergovernmental revenues account for 70 percent of all governmental funds' revenue. Therefore, the County's financial health is tied closely to the financial condition of the State government. With the recall of Governor Davis and the Election of Governor Schwarzenegger the outlook for local governments seems brighter. Proposition 1A, supported by the new governor, gives some stability to local government revenues. For 2003/04 and 2005, local governments agreed to assist in the State's deficit by contributing \$1.3 billion. Glenn County's share was approximately \$320,000. Coupled with this reduction is the knowledge that no further contributions will be expected from the County. This allows a budget process at the County level to be controlled by the County and not the State.

Long-term Financial Plans: The County has embarked on several projects with long-term financial impacts, including the following:

- A new building for the Superintendent of Schools and Office of Education is now completed. The building is funded by a \$ 2,750,000 loan from the United States Department of Agriculture, with payments over the next 40 years. This loan will have no County general fund impact. Now that the building is occupied, the space formerly occupied by the Schools offices will be available for other County departments.

Cash Management Policies and Procedures

Except for amounts held with trustees under bond indentures or other restrictive agreements, the County Treasurer invests the County's cash and investments. The Treasury Oversight Committee has regulatory oversight for all monies deposited in the Treasury Pool. The County Treasurer invests such amounts in accordance with investment policy guidelines established by the County Treasurer and approved by the Board. The objectives of the policy are, in order of priority, safety of principal, liquidity and yield. The policy addresses the soundness of financial institutions in which the County will deposit funds, types of investment instruments permitted by the California Government Code and the percentage of the portfolio that may be invested in certain instruments with longer terms to maturity.

Risk Management

Golden State Risk Management Authority insures the County. Coverage is deemed adequate and all policies have been paid on a timely basis.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the County of Glenn for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004. This was the second consecutive year that the County received this prestigious award. In order to be awarded a Certificate, a government unit must publish an easily readable and efficiently organized CAFR, the contents of which conform to program standards and satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting to GFOA to determine its eligibility for another certificate.

The County also earned the State of California Controller's "Award for Achieving Excellence in Financial Reporting" for the fiscal year ended June 30, 2004. Key criteria for the award include timely submission of the financial transactions report and county budget, proper classification of revenue and expenditure data, and complete and proper reporting of outstanding debt.

The preparation of the CAFR was made possible by the dedicated services of the entire staff of the Department of Finance and by our contract auditor, Macias Gini & Company LLP, who was instrumental in its preparation. I would like to express my appreciation to all members of the department who assisted and contributed to its preparation. In addition, I acknowledge the leadership and support provided by the Board of Supervisors who have made the preparation of this report possible.

Respectfully submitted,

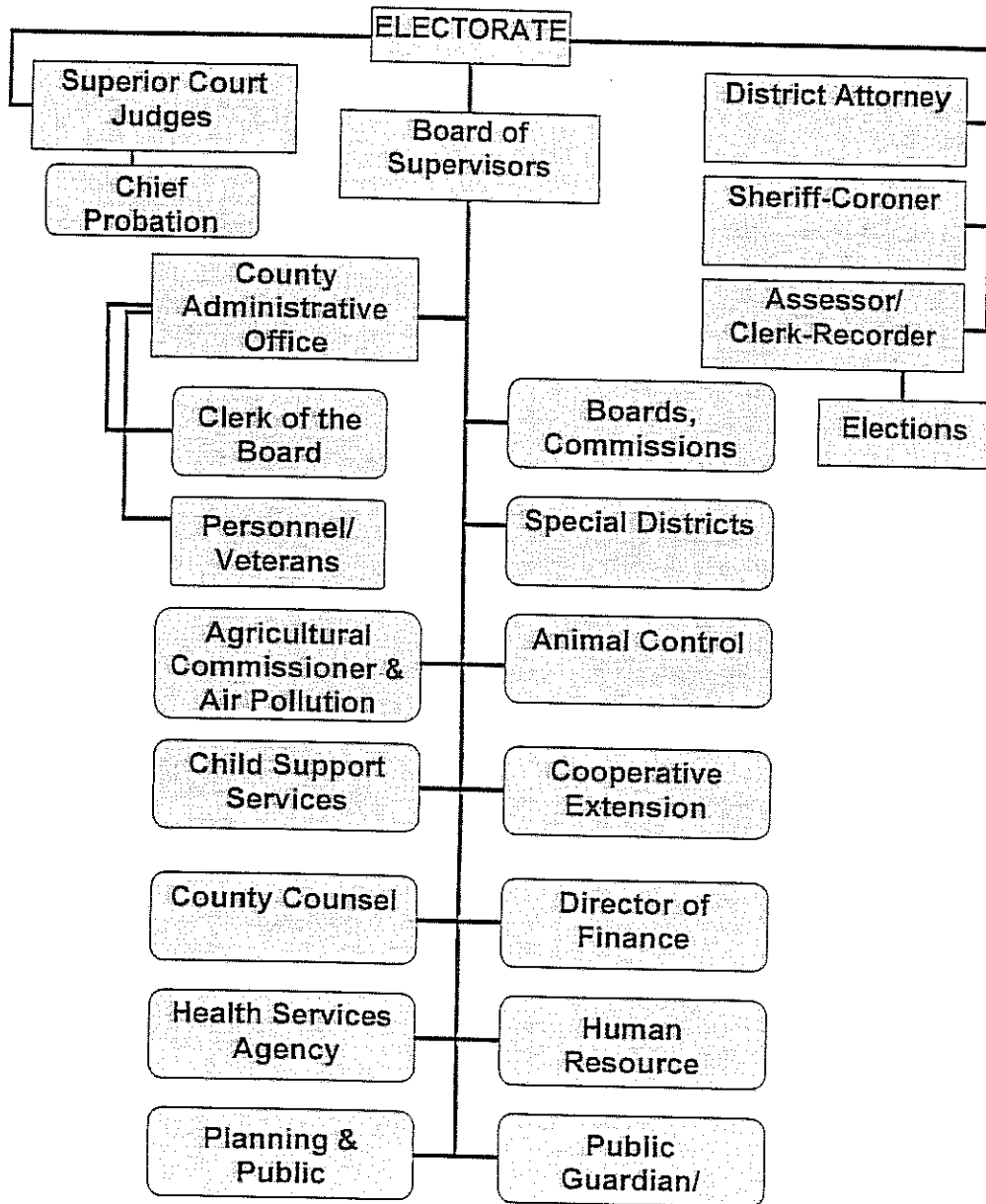


Don Santoro, CPA
Director of Finance

DIRECTORY OF ELECTIVE AND APPOINTIVE OFFICERS

TITLE	NAME	TELEPHONE
<u>ELECTIVE OFFICERS</u>		
Assessor, Clerk-Recorder, Elections	Vince Minto	(530) 934-6402
District Attorney	Robert Holzapfel	(530) 934-6525
Public Administrator	Deanna Rakestraw	(530) 934-6453
Sheriff-Coroner	Larry Jones	(530) 934-6441
Superintendent of Schools	Joni Samples	(530) 934-6575
Superior Court Judge	Donald Cole Byrd	(530) 934-6382
Superior Court Judge	Angus I. Saint-Evens	(530) 934-6382
Supervisor, District 1	Tom McGowan	(530) 934-6400
Supervisor, District 2	Gary Freeman	(530) 934-6400
Supervisor, District 3	John Amaro	(530) 934-6400
Supervisor, District 4	Denny Bungarz	(530) 934-6400
Supervisor, District 5	Keith Hansen	(530) 934-6400
<u>APPOINTIVE OFFICERS</u>		
Agricultural Commissioner	Mark Black	(530) 934-6501
Animal Control Officer	Raymond J. Cavier	(530) 934-6507
Child Support Services	Carroll Ragland	(530) 934-6527
Cooperative Extension	Bill Krueger	(530) 865-1107
County Counsel	Thomas Agin	(530) 934-6455
Director of Finance	Don Santoro	(530) 934-6476
Emergency Services Coordinator	Larry Jones.	(530) 934-6441
Health Services Director	Vacant	(530) 934-6582
Human Resource Agency	Kim Gaghagen	(530) 934-6638
Personnel Director	John Greco	(530) 934-6451
Probation Officer	Linda Shelton	(530) 934-6416
Public Guardian	Deanna Rakestraw	(530) 934-6453
Planning & Public Works Director	Dan Obermeyer	(530) 934-6530
Sealer of Weights and Measures	Mark Black	(530) 934-6501
Surveyor	Dan Obermeyer	(530) 934-6530
Veteran's Service Officer	John Greco	(530) 934-6524

COUNTY OF GLENN ORGANIZATIONAL CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Glenn,
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Nancy L. Zjelke

President

Jeffrey R. Emery

Executive Director



Intentionally Blank



MACIAS GINI & COMPANY LLP

3000 S Street, Ste. 300
Sacramento, California 95816
916.928.4600 PHONE
916.928.2755 FAX

The Honorable Board of Supervisors
of the County of Glenn, California
Willows, California

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the County of Glenn, California (County), as of and for the fiscal year ended June 30, 2005, 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 did not audit the financial statements of the Children & Families Commission component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Children and Families Commission, is based solely on the report of the other auditors.

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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and 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, based on our audit and the report of the other auditors, 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 discretely presented component unit and remaining fund information of the County of Glenn, California, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1 to the financial statements, effective July 1, 2004, the County implemented Governmental Accounting Standards Board (GASB) Statement No. 40, *Deposit and Investment Risk Disclosures, an amendment of GASB Statement No. 3.*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2005, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, schedules of funding progress and budgetary comparison information for the General Fund and major special revenue funds as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Macior Meiri & Company LLP

Certified Public Accountants

Sacramento, California
December 8, 2005

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the County of Glenn's (County) comprehensive annual financial report presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2005. It should be read in conjunction with the transmittal letter, which can be found on pages i - iv of this report, and the County's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded liabilities at the close of FY 2004-05 by \$24,325,401 (*net assets*). Of the net assets amount, \$4,537,876 in *unrestricted net assets* is available to meet ongoing obligations to citizens and creditors, \$6,243,522 in *restricted net assets* must be used only for specific purposes and \$13,544,003 is *invested in capital assets, net of related debt*.
- The County's total net assets increased by \$1,328,114. Most of this growth is due to increases in property taxes and investment earnings.
- As of June 30, 2005, the County's governmental funds reported combined fund balances of \$12,212,053, an increase of \$1,608,663 in comparison with the prior year. Approximately 82 % of the combined fund balances, or \$10,023,157 is available to meet the County's current and future needs (*unreserved fund balance*).
- At the end of the fiscal year, the undesignated, unreserved fund balance for the General Fund, the county's largest fund, was \$4,320,103 or approximately 10% of total General Fund expenditures. However, this entire amount has been budgeted either for expenditure in fiscal year 2005/06 or is reserved for future uses, although there is usually increased carryover fund balance each year from budget savings or revenues in excess of budget.
- The County's total long-term obligations increased by \$2,403,918 in comparison with the prior year. The increase is attributed to the new loan for the Glenn County schools building.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis in this section are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: (1) Government-wide financial statements, (2) Fund financial statements, and (3) Notes to the basic financial statements. 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 the County's finances, using accounting methods similar to those of a private-sector business. These statements provide both long-term and short-term information about the County's overall financial status. The government-wide financial statements can be found on pages 13 - 15 of this report.

The *Statement of Net Assets* presents information on all the County's assets and liabilities as of the end of the fiscal year, 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 on how net assets changed during the fiscal year, with revenues and expenses by major type or function. Revenues and expenses are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes, intergovernmental and program revenues (*governmental activities*) from other functions that are intended to recover most or all 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, and education. The business-type activities of the County include landfill operations, hospital and airports.

Component units are included in the County's 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 or provide services entirely to the County. The blended component units include the Glenn County Community Action Agency, Artois Fire Protection District, Bayliss Fire Protection District, Hamilton Fire Protection District, Willows Rural Fire Protection District, Storm Drain Maintenance District #1, Storm Drain Maintenance District #3, North Willows County Service Area, Olive Fruit Fly and Pest District and the Air Pollution Control District. The Glenn County Children and Families Commission (Commission) is reported as a discretely presented component unit because the governing body is not substantially the same as the County Board of Supervisors. For further information concerning the Glenn County Children and Families Commission, refer to the separately issued financial statements, which are available from the Commission upon request.

Fund financial statements are the more familiar groupings of related accounts that are used to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state or federal law or by debt covenants. All of the County's funds 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, the governmental funds financial statements focus on the shorter-termed financial resources, such as cash, that (1) have been spent on governmental programs during the fiscal year and (2) that will be available for financing such programs in the near future. The governmental funds financial statements are presented by major fund and for nonmajor funds in the aggregate on pages 16 - 19 of this report.

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

The County maintains 34 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund, Community Action Agency and Road Special Revenue Funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these nonmajor governmental funds are provided in the form of combining statements elsewhere in this report.

Proprietary funds are of two types: enterprise funds and internal service funds. These funds provide services that are usually supported in total or in major part by customer fees and charges. The proprietary funds financial statements can be found on pages 20 - 22 of this report.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. As noted previously, the County uses enterprise funds to account for landfill operations, hospital and airports.

Internal service funds are an accounting device used to accumulate and allocate costs for services to the County's various functions. The County uses internal service funds to account for its service center (fleet

services operations and maintenance). allocation of salaries and benefits and services and supplies in public works, human resources and health services agencies, allocation of equipment, postage and other related expenses, allocation of vegetation and environmental management maintenance, data processing costs, Certified Unified Program Agency (CUPA)/underground storage tanks program costs, and Tri-County Bee pest abatement. 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. All of the County's enterprise funds, including landfill operations, hospital and airports are considered to be major enterprise funds. The County's nine internal service funds are also combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds are provided in the form of combining statements elsewhere in this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds, except for agency funds, which have more limited accounting and financial statements because of their purely custodial character. The fiduciary fund financial statements can be found on pages 23 - 24 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 can be found on pages 25 - 50 of this report.

Required Supplementary Information is presented concerning budgetary comparison schedules for the General Fund and major Special Revenue Funds, as well as the schedules of funding progress. Required supplementary information can be found on pages 51 - 59 of this report.

Immediately following the required supplementary information, the combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental funds and internal service funds. The combining and individual fund statements and schedules can be found on pages 60 - 109 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, net assets (assets in excess of liabilities) were \$24,325,401 at June 30, 2005, the close of the County's fiscal year.

The largest portion of the County's net assets of \$13,544,003 (56%) reflects its investment in *capital assets* (e.g. land and easements, structures and improvements, infrastructure, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, such as tax revenues, since the capital assets themselves cannot be used to liquidate these liabilities. Another portion of the County's net assets (19%) represents *unrestricted net assets* of \$4,537,876, which may be used to meet the County's ongoing obligations to citizens and creditors. The remaining balance of the County's net assets of \$6,243,522 (25%) represents resources that are subject to external restrictions on how they may be used. At the end of the current 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 and business-type activities except unrestricted net assets for the business-type activities, which was (\$1,284,573).

**County of Glenn
Net Assets**

	Governmental Activities		Business-type Activities		Total		Total	
	2004	2005	2004	2005	2004	2005	Dollar Change	Percent Change
Assets:								
Current and other assets	\$ 16,091,390	\$ 17,920,120	\$ 1,947,418	\$ 2,396,536	\$ 18,038,808	\$ 20,316,656	\$ 2,277,848	13%
Capital assets	14,105,104	15,929,652	1,905,101	1,753,514	16,010,205	17,683,166	1,672,961	10%
Total assets	30,196,494	33,849,772	3,852,519	4,150,050	34,049,013	37,999,822	3,950,809	12%
Liabilities:								
Current and other liabilities	4,257,431	4,484,113	139,422	131,487	4,396,853	4,615,600	218,747	5%
Noncurrent liabilities	3,162,364	5,465,283	3,492,509	3,593,538	6,654,873	9,058,821	2,403,948	36%
Total liabilities	7,419,795	9,949,396	3,631,931	3,725,025	11,051,726	13,674,421	2,622,695	24%
Net assets:								
Invested in capital assets, net of related debt	12,456,267	11,834,405	1,758,509	1,709,598	14,214,776	13,544,003	(670,773)	-5%
Restricted	5,607,212	6,243,522	-	-	5,607,212	6,243,522	636,310	11%
Unrestricted	4,713,220	5,822,449	(1,537,921)	(1,284,573)	3,175,299	4,537,876	1,362,577	43%
Total net assets	\$ 22,776,699	\$ 23,900,376	\$ 220,588	\$ 425,025	\$ 22,997,287	\$ 24,325,401	\$ 1,328,114	6%

Governmental Activities. Governmental activities increased the County's net assets by \$1,123,677 for the year ended June 30, 2005.

Total revenues for the County's governmental activities increased 4%, or \$1,123,677 from the prior year as discussed below:

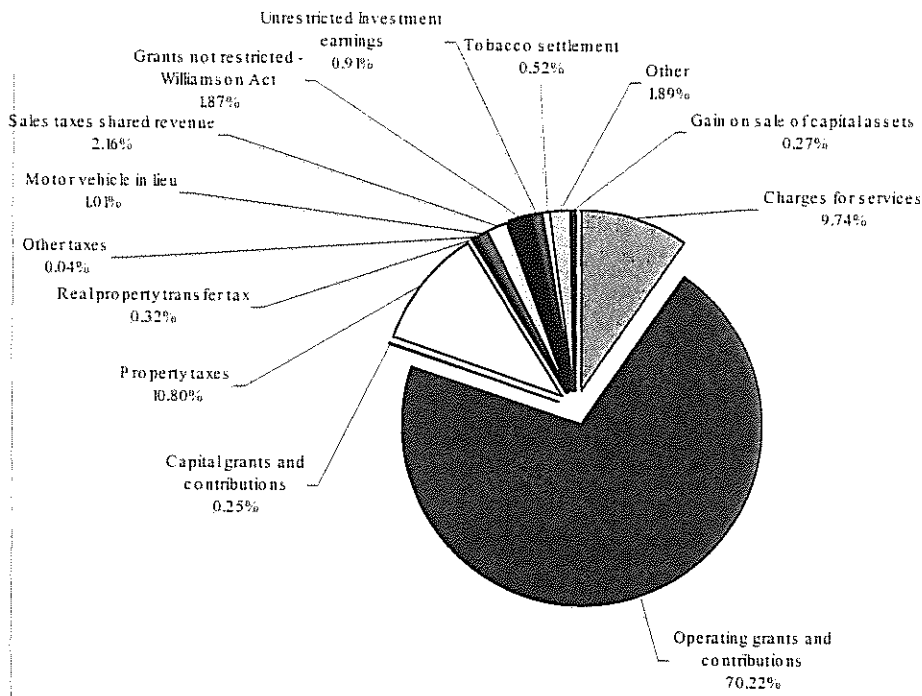
- Capital grants and contributions decreased 90%, or \$1,223,343 due to reductions in funding for the juvenile hall (completed in fiscal year 03/04) and courthouse construction (completed in fiscal year 03/04).
- Motor vehicle in-lieu increased 61%, or \$1,010,282 due to the State repaying \$555,000 of the Vehicle License Fee amounts that were withheld in fiscal year 2003/04.
- Operating grants and contributions increased 3%, or \$1,061,139 due to increases in social service and health service related funding.
- Investment earnings increased 55%, or \$179,187 due to higher interest rates and due prior year amortization not required in 2005.
- Property taxes increased 2%, or \$72,292 due to the effects of the state imposed Vehicle License Fee Swap, and increases in local construction and resale of existing homes.

Total expenses for the County's governmental activities increased 4%, or \$1,880,088 from the prior year as discussed below:

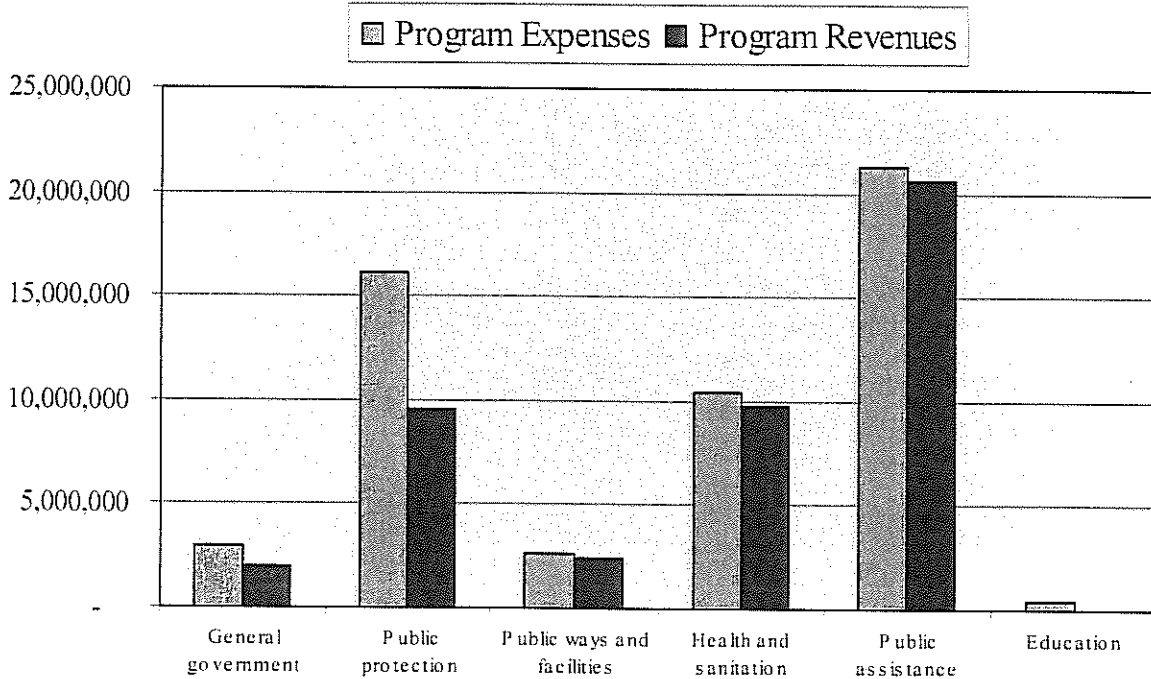
- Health and sanitation expenses increased 12%, or \$1,125,021 due to increased funding for health services related programs.
- Public assistance expenses increased 5%, or \$921,072 due to increased funding for social service related programs.

	Governmental Activities		Business-type Activities		Total		Dollar Change	Percent Change
	2004	2005	2004	2005	2004	2005		
Revenues								
Program Revenues:								
Charges for services	\$ 5,240,235	\$ 5,374,347	\$ 1,434,310	\$ 1,625,239	\$ 6,674,545	\$ 6,999,586	\$ 325,041	5%
Operating grants and contrib	37,692,919	38,754,058	75,544	71,725	37,768,463	38,825,783	1,057,320	3%
Capital grants and contributi	1,860,843	1,375,500	58,436	-	1,419,279	1,375,500	(44,779)	-3%
General Revenues:								
Property taxes	3,774,493	3,846,785	-	-	3,774,493	3,846,785	72,292	2%
Real property transfer tax	13,778	177,982	-	-	13,778	177,982	164,204	56%
Other taxes	21,664	23,711	-	-	21,664	23,711	2,047	9%
Motor vehicle in-lieu	1,661,599	2,671,881	-	-	1,661,599	2,671,881	1,010,282	61%
Sales taxes shared revenue	1,198,080	1,193,673	-	-	1,198,080	1,193,673	(4,407)	0%
Williamson Act	1,006,263	1,031,909	-	-	1,006,263	1,031,909	25,646	3%
Unrestricted investment earn	321,309	500,495	28,979	35,872	350,288	536,367	186,079	53%
Tobacco settlement	289,463	285,931	-	-	289,463	285,931	(3,532)	-1%
Other	1,062,798	1,260,054	7,093	25,889	1,069,891	1,285,943	216,052	20%
Gain on sale of capital asset	94,063	-	4,982	-	99,045	-	(99,045)	-100%
Total revenues	53,837,507	55,258,326	1,609,344	1,758,725	55,446,851	57,017,051	1,570,200	3%
Expenses:								
General government	3,368,328	3,022,884	-	-	3,368,328	3,022,884	(345,444)	-10%
Public protection	15,059,856	15,136,292	-	-	15,059,856	15,136,292	76,436	0%
Public ways and facilities	2,548,154	2,704,151	-	-	2,548,154	2,704,151	155,997	6%
Health and sanitation	9,333,079	10,458,100	-	-	9,333,079	10,458,100	1,125,021	12%
Public assistance	20,263,729	21,184,801	-	-	20,263,729	21,184,801	921,072	5%
Education	455,826	413,373	-	-	455,826	413,373	(42,453)	-9%
Interest on long-term debt	158,483	215,048	-	-	158,483	215,048	56,565	36%
Landfill	-	-	2,488,738	1,128,367	2,488,738	1,128,367	(1,360,371)	-55%
Hospital	-	-	11,655	14,489	11,655	14,489	2,834	24%
Airports	-	-	425,632	411,432	425,632	411,432	(14,200)	-3%
Total expenses	52,197,465	54,134,649	2,926,025	1,554,288	55,123,490	55,688,937	565,447	1%
Increase/(decrease) in net assets								
before transfers	1,650,042	1,123,677	(1,315,681)	204,437	333,361	1,328,111	994,750	298%
Transfers	(298)	-	298	-	-	-	-	-
Change in net assets	1,649,744	1,123,677	(1,315,383)	204,437	333,361	1,328,111	994,750	298%
Net assets - beginning	21,126,955	22,776,699	1536,971	220,588	22,663,926	22,997,287	2,677,942	12%
Net assets - ending	\$ 22,776,699	\$ 23,900,376	\$ 220,588	\$ 425,025	\$ 22,997,287	\$ 24,325,401	\$ 3,672,695	16%

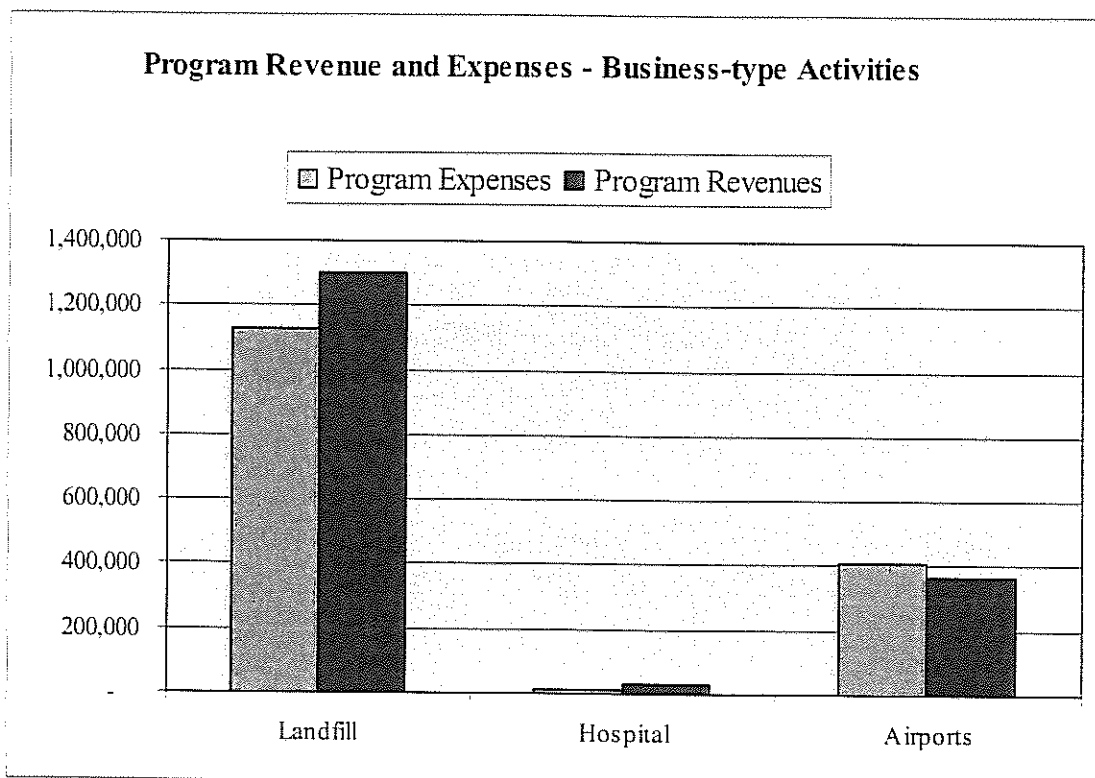
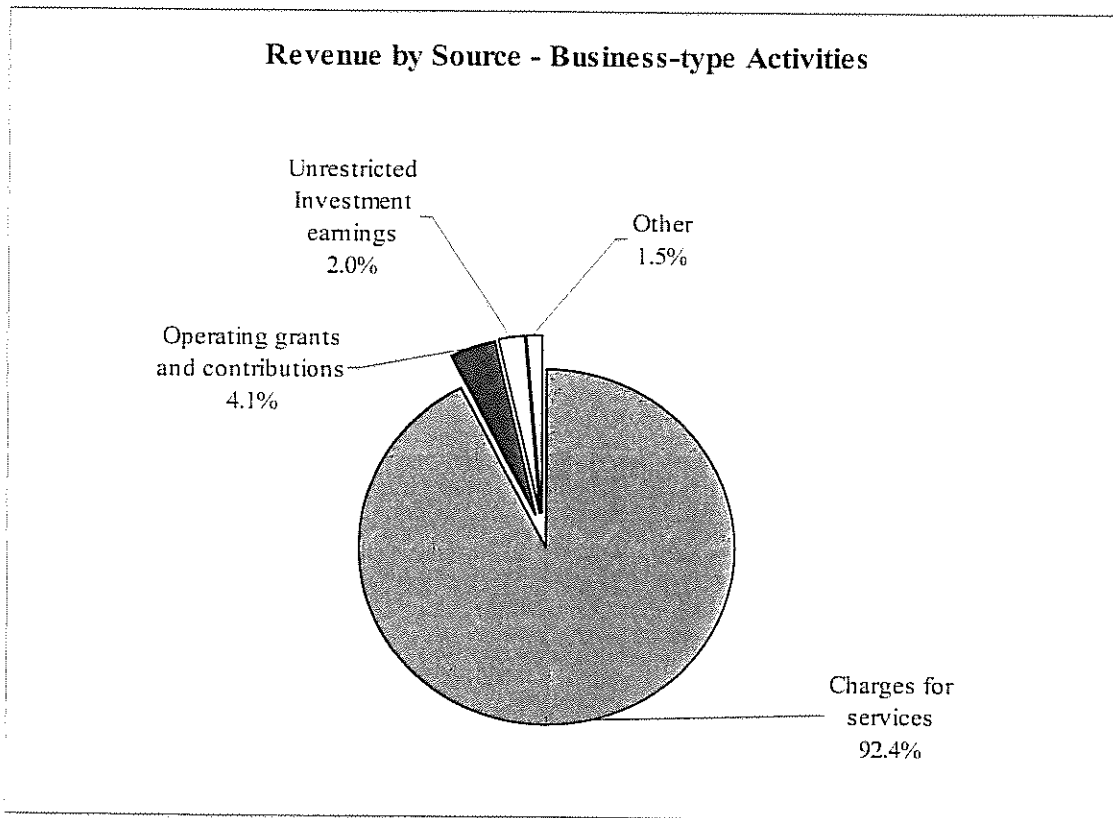
Revenue by Source - Governmental Activities



Program Revenue and Expenses - Governmental Activities



Business-type Activities. Business-type activities increased the County's net assets by \$204,437 for the year ended June 30, 2005, and was caused primarily by an increase of 13%, or \$190,929, in charges for services for the Landfill and Airports.



FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds. The County's general government functions are contained in the General, Special Revenue, Debt Service and Capital Projects Funds. Also included in these funds are the special districts governed by the Board of Supervisors. As noted previously, 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 more immediate financing requirements.

In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At June 30, 2005, the County's governmental funds reported combined fund balances of \$12,212,053, an increase of \$1,608,663 in comparison with the prior year. Approximately 82% of the combined fund balances, or \$10,023,157, constitutes unreserved fund balance, which is available to meet the County's current and future needs. The remainder of fund balance is reserved indicating that it is not available for new spending because it has been committed: (1) to reflect inventories and amounts advanced to other funds that are long-term in nature and thus do not represent available spendable resources; and (2) to liquidate contractual commitments of the period.

General Fund:

The General Fund is the chief operating fund of the County. At June 30, 2005, the undesignated, unreserved fund balance of the General Fund was \$4,320,103, while total fund balance reached \$7,346,034. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represented 10% of total fund expenditures, while total fund balance represented 16% of that same amount.

The fund balance of the General Fund increased 16%, or \$997,082 during the current fiscal year.

Community Action Agency:

The fund balance of the Community Action Agency Fund increased 5%, or \$106,250 for the current year.

Road Fund:

The fund balance of the Road Fund decreased 61%, or \$219,337 for the current year.

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

Net assets of the enterprise funds increased \$204,437 for the year and are composed of the following changes:

- Solid Waste Operating Fund net assets increased \$315,168.
- Solid Waste Closure Fund net assets decreased \$82,930.
- Hospital Fund net assets increased \$19,753.
- Orland Airport net assets decreased \$34,791.
- Willows Airport net assets decreased \$12,763.

Net assets of the internal service funds decreased \$35,870 for the year and are composed of the following changes:

- Service Center internal services fund net assets decreased \$4,137.
- Public Works internal services fund net assets decreased \$31,941.
- Human Resources Agency internal services fund net assets decreased \$2,758.

- Health Services Agency internal services fund net assets increased \$18,552.
- Central Services internal services fund net assets increased \$5,588.
- Vegetation and Environmental Management internal services fund net assets decreased \$8,444.
- Underground Storage Tanks internal services fund net assets decreased \$12,454.
- Tri-County Bee internal services fund net assets decreased \$276.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the General Fund's original budget and the final amended budget for the fiscal year ended June 30, 2005 resulted in a \$1,313,533 increase in appropriations and can be briefly summarized as follows:

- 1%, or \$64,287 in decrease allocated to general government activities.
- 4%, or \$584,825 in increases allocated to public protection.
- 6%, or \$605,955 in increases allocated to health and sanitation.
- .1%, or \$19,200 in increases allocated to public assistance.
- 7%, or \$20,850 in increases allocated to education.
- 44%, or \$146,990 in increases allocated to capital projects.

The significant change was the increase in health and sanitation. The health and sanitation budget was increased by \$605,955 due to unanticipated increases from state and federal funding sources for health services programs.

Differences between the General Fund's final amended budget and actual expenditures for the fiscal year ended June 30, 2005 totaled \$5,183,349 of unexpended appropriations and can be briefly summarized as follows:

- 5%, or \$298,476 in unexpended appropriations in the general government activities.
- 10%, or \$1,543,745 in unexpended appropriations in public protection.
- 8%, or \$862,988 in unexpended appropriations in health and sanitation.
- 13%, or \$2,221,901 in unexpended appropriations in public assistance.
- .5%, or \$1,508 in unexpended appropriations in education.
- 53%, or \$254,731 in unexpended appropriations for capital outlay.

Most of the unexpended appropriations were due to the fact that the County attempts to budget on both a realistic and optimistic level. However, some areas of funding anticipated at the beginning of the fiscal year do not materialize and unexpended appropriations may remain at the end of the year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2005, amounted to \$17,683,166 (net of accumulated depreciation). This investment in capital assets includes land and easements, infrastructure, structures and improvements, equipment and construction in progress. The total increase in the County's investment in capital assets for the current period was 2% or \$1,672,961. Most of the increase was attributed to the construction of the office of education building.

See Note 4 in the Notes to the Basic Financial Statements for additional information on the composition and changes to capital assets.

Long-term Debt

At June 30, 2005, the County had total long-term debt outstanding of \$9,058,821. This amount is comprised of \$1,378,462 of compensated absences, \$3,350,314 of landfill closure/postclosure liability, \$1,526,663 of capital leases payable, and \$2,803,382 of loans payable. During the year, retirements of debt amounted to \$442,064 and reductions of compensated absences amounted to \$142,130. Additions included \$ 203,590 for new capital leases, and \$214,749 for landfill closure/postclosure liability and \$2,612,500 in new loans.

See Note 5 in the Notes to the Basic Financial Statements for additional information on the composition and changes to long-term debt.

REQUESTS 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 Glenn County Department of Finance, 516 W. Sycamore St., Willows, CA 95988.

COUNTY OF GLENN, CALIFORNIA

**Statement of Net Assets
June 30, 2005**

	Governmental Activities	Business-type Activities	Total	Component Unit Children & Families Commission
Assets				
Cash and investments	\$ 10,268,736	\$ 2,438,077	\$ 12,706,813	\$ 757,354
Receivables (net)	7,295,492	126,398	7,421,890	68,897
Internal balances	174,839	(174,839)	-	-
Other assets	181,053	6,900	187,953	-
Capital assets:				
Nondepreciable	2,588,978	215,485	2,804,463	-
Depreciable, net	13,340,674	1,538,029	14,878,703	-
Total assets	33,849,772	4,150,050	37,999,822	826,251
Liabilities				
Payables	3,482,100	124,350	3,606,450	191,466
Unearned revenue	1,002,013	7,137	1,009,150	-
Noncurrent liabilities:				
Due within one year	3,012,942	58,427	3,071,369	-
Due in more than one year	2,452,341	3,535,111	5,987,452	-
Total liabilities	9,949,396	3,725,025	13,674,421	191,466
Net Assets				
Invested in capital assets, net of related debt	11,834,405	1,709,598	13,544,003	-
Restricted for:				
Health and social services	4,809,770	-	4,809,770	-
Public protection	1,169,510	-	1,169,510	-
Road projects	139,381	-	139,381	-
Other purposes	124,861	-	124,861	608,163
Unrestricted	5,822,449	(1,284,573)	4,537,876	26,622
Total net assets	\$ 23,900,376	\$ 425,025	\$ 24,325,401	\$ 634,785

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

COUNTY OF GLENN, CALIFORNIA

Statement of Activities
For the Fiscal Year Ended June 30, 2005

FUNCTION/PROGRAM ACTIVITIES:	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 3,022,884	\$ 1,470,151	\$ 335,248	\$ 137,500
Public protection	16,136,292	3,597,521	5,964,277	-
Public ways and facilities	2,704,151	109,801	2,300,021	-
Health and sanitation	10,458,100	187,645	9,522,337	-
Public assistance	21,184,801	9,229	20,632,175	-
Education	413,373	-	-	-
Interest on long-term debt	215,048	-	-	-
Total Governmental Activities	<u>54,134,649</u>	<u>5,374,347</u>	<u>38,754,058</u>	<u>137,500</u>
Business-type Activities:				
Landfill	1,128,367	1,260,003	40,425	-
Hospital	14,489	33,094	-	-
Airports	411,432	332,142	31,300	-
Total Business-type Activities	<u>1,554,288</u>	<u>1,625,239</u>	<u>71,725</u>	<u>-</u>
Total Primary Government	<u>\$ 55,688,937</u>	<u>\$ 6,999,586</u>	<u>\$ 38,825,783</u>	<u>\$ 137,500</u>
Component Unit:				
Children & Families Commission	<u>\$ 797,359</u>	<u>\$ 7,445</u>	<u>\$ 555,911</u>	<u>\$ -</u>

General revenues:

Taxes:
Property taxes
Real property transfer tax
Other taxes
Intergovernmental not restricted to specific programs:
Motor vehicle in-lieu
Williamson Act
Sales tax shared revenue
Sales tax in-lieu
Unrestricted investment earnings
Tobacco settlement
Other
Total general revenues
Change in net assets
Net assets - beginning
Net assets - ending

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

<u>Net (Expense) Revenue and Changes in Net Assets</u>			
<u>Primary Government</u>			<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Children & Families Commission</u>
\$ (1,079,985)	\$ -	\$ (1,079,985)	\$ -
(6,574,494)	-	(6,574,494)	-
(294,329)	-	(294,329)	-
(748,118)	-	(748,118)	-
(543,397)	-	(543,397)	-
(413,373)	-	(413,373)	-
(215,048)	-	(215,048)	-
<u>(9,868,744)</u>	<u>-</u>	<u>(9,868,744)</u>	<u>-</u>
-	172,061	172,061	-
-	18,605	18,605	-
-	(47,990)	(47,990)	-
<u>-</u>	<u>142,676</u>	<u>142,676</u>	<u>-</u>
<u>(9,868,744)</u>	<u>142,676</u>	<u>(9,726,068)</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (234,003)</u>
3,846,785	-	3,846,785	-
177,982	-	177,982	-
23,711	-	23,711	-
2,671,881	-	2,671,881	-
1,031,909	-	1,031,909	-
870,463	-	870,463	-
323,210	-	323,210	-
500,495	35,872	536,367	12,406
285,931	-	285,931	-
1,260,054	25,889	1,285,943	-
<u>10,992,421</u>	<u>61,761</u>	<u>11,054,182</u>	<u>12,406</u>
1,123,677	204,437	1,328,114	(221,597)
<u>22,776,699</u>	<u>220,588</u>	<u>22,997,287</u>	<u>856,382</u>
<u>\$ 23,900,376</u>	<u>\$ 425,025</u>	<u>\$ 24,325,401</u>	<u>\$ 634,785</u>

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

COUNTY OF GLENN, CALIFORNIA

**Balance Sheet
Governmental Funds
June 30, 2005**

Assets	General Fund	Community Action Agency Fund	Road Fund	Other Governmental Funds	Total Governmental Funds
Cash and investments	\$ 4,682,203	\$ 578,520	\$ 357,123	\$ 3,731,252	\$ 9,349,098
Accounts receivable	451,406	286,648	8,000	-	746,054
Due from other funds	235,025	213	9,243	6,674	251,155
Due from other governments	4,612,172	1,500	-	52,949	4,666,621
Prepaid items	14,846	-	-	3,606	18,452
Inventory	-	69,748	16,830	-	86,578
Other assets	45,000	-	-	-	45,000
Advances to other funds	288,284	-	-	-	288,284
Loans receivable	-	1,677,078	-	-	1,677,078
Total assets	\$ 10,328,936	\$ 2,613,707	\$ 391,196	\$ 3,794,481	\$ 17,128,320
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 596,974	\$ 107,595	\$ 69,917	\$ 279,233	\$ 1,053,719
Accrued salaries and benefits	560,994	87,211	39,706	19,638	707,549
Due to other funds	123,352	33,571	67,143	206,677	430,743
Due to other governments	1,207,281	5,826	75,049	27,560	1,315,716
Other liabilities	144,362	-	-	13,977	158,339
Deferred revenue	349,939	225,672	-	426,103	1,001,714
Advances from other funds	-	-	-	248,487	248,487
Total liabilities	2,982,902	459,875	251,815	1,221,675	4,916,267
Fund balances:					
Reserved:					
Imprest cash	4,155	250	-	7,525	11,930
Inventory	-	69,748	16,830	-	86,578
Prepaid items	14,846	-	-	3,606	18,452
Encumbrances	106,574	-	-	-	106,574
Advances to other funds	288,284	-	-	-	288,284
Loans receivable	-	1,677,078	-	-	1,677,078
Unreserved, designated for special projects	2,612,072	406,756	-	386,600	3,405,428
Unreserved, reported in:					
General fund	4,320,103	-	-	-	4,320,103
Special revenue funds	-	-	122,551	1,082,628	1,205,179
Capital project funds	-	-	-	1,092,447	1,092,447
Total fund balances	7,346,034	2,153,832	139,381	2,572,806	12,212,053
Total liabilities and fund balances	\$ 10,328,936	\$ 2,613,707	\$ 391,196	\$ 3,794,481	\$ 17,128,320

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

COUNTY OF GLENN, CALIFORNIA

Reconciliation of the Balance Sheet to Statement of Net Assets
 Governmental Funds
 June 30, 2005

Fund balances - total governmental funds (page 16)		\$ 12,212,053
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		14,800,783
Internal service funds are used by management to charge the costs of certain activities, such as, fleet services, public works, human resources, health services, central services and other activities to individual funds. The assets and liabilities of these funds are included as governmental activities in the statement of net assets.		2,131,315
Long-term liabilities are not due and payable in the current period and therefore are not reported in the statement of net assets.		
Compensated absences	(1,148,528)	
Loan payable	(2,612,500)	
Capital lease obligations	(1,482,747)	(5,243,775)
Net assets of governmental activities (page 13)		<u>\$ 23,900,376</u>

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

COUNTY OF GLENN, CALIFORNIA

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Fiscal Year Ended June 30, 2005

	General Fund	Community Action Agency Fund	Road Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 5,034,251	\$ -	\$ -	\$ 207,900	\$ 5,242,151
Licenses and permits	1,047,886	-	26,038	173,268	1,247,192
Fines, forfeitures and penalties	1,230,216	-	-	14,164	1,244,380
Intergovernmental	31,688,821	6,393,251	2,240,022	2,213,254	42,535,348
Investment earnings	374,523	13,483	13,195	82,384	483,585
Charges for services	5,204,434	-	83,763	611,231	5,899,428
Miscellaneous	988,711	93,911	30,442	321,078	1,434,142
Total revenues	<u>45,568,842</u>	<u>6,500,645</u>	<u>2,393,460</u>	<u>3,623,279</u>	<u>58,086,226</u>
Expenditures:					
Current:					
General government	5,427,402	-	-	69,526	5,496,928
Public protection	14,098,745	-	-	1,884,859	15,983,604
Public ways and facilities	-	-	2,471,927	-	2,471,927
Health and sanitation	10,063,238	-	-	387,507	10,450,745
Public assistance	14,497,711	6,385,718	-	157,963	21,041,392
Education	301,602	-	-	45,000	346,602
Capital outlay	222,072	8,677	42,580	2,644,398	2,917,727
Debt service:					
Principal	-	-	91,081	235,903	326,984
Interest	149,583	-	7,209	58,256	215,048
Total expenditures	<u>44,760,353</u>	<u>6,394,395</u>	<u>2,612,797</u>	<u>5,483,412</u>	<u>59,250,957</u>
Excess (deficiency) of revenues over (under) expenditures	<u>808,489</u>	<u>106,250</u>	<u>(219,337)</u>	<u>(1,860,133)</u>	<u>(1,164,731)</u>
Other financing sources (uses):					
Transfers in	257,632	-	-	115,539	373,171
Transfers out	(69,039)	-	-	(304,132)	(373,171)
Capital lease financing	-	-	-	160,894	160,894
Loan proceeds	-	-	-	2,612,500	2,612,500
Total other financing sources (uses):	<u>188,593</u>	<u>-</u>	<u>-</u>	<u>2,584,801</u>	<u>2,773,394</u>
Net change in fund balances	997,082	106,250	(219,337)	724,668	1,608,663
Fund balances - beginning	<u>6,348,952</u>	<u>2,047,582</u>	<u>358,718</u>	<u>1,848,138</u>	<u>10,603,390</u>
Fund balances - ending	<u>\$ 7,346,034</u>	<u>\$ 2,153,832</u>	<u>\$ 139,381</u>	<u>\$ 2,572,806</u>	<u>\$ 12,212,053</u>

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

COUNTY OF GLENN, CALIFORNIA

Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2005

Net change in fund balances - total governmental funds (page 18)		\$ 1,608,663
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay expenditures	2,917,727	
Depreciation expense	<u>(1,093,728)</u>	1,823,999
Net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations, etc.) is to increase net assets.		51,723
Long-term 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 payments	326,984	
Capital lease financing	(160,894)	
Loan proceeds	<u>(2,612,500)</u>	(2,446,410)
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 governmental funds:		
Change in long-term compensated absences		121,572
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net expense of the internal service funds is reported with governmental activities.		<u>(35,870)</u>
Change in net assets of governmental activities (page 15)		<u>\$ 1,123,677</u>

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

COUNTY OF GLENN, CALIFORNIA

Statement of Net Assets
Proprietary Funds
June 30, 2005

Assets	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Hospital	Orland Airport	Willows Airport	Total	
Current assets:							
Cash and investments	\$ 523,650	\$ 1,827,055	\$ 62,431	\$ 4,458	\$ 20,483	\$ 2,438,077	\$ 919,638
Accounts receivable	108,080	-	2,335	2,371	13,612	126,398	136,634
Due from other funds	1,048	-	-	4,254	-	5,302	355,548
Due from other governments	7	-	-	-	-	7	69,105
Prepaid items	200	-	-	-	-	200	590
Inventory	-	-	-	3,580	3,113	6,693	30,435
Total current assets	632,985	1,827,055	64,766	14,663	37,208	2,576,677	1,511,948
Noncurrent assets:							
Capital assets:							
Land	-	-	114,158	70,055	31,272	215,485	-
Structures and improvements	38,131	-	2,174,233	411,617	1,004,558	3,628,539	391,088
Machinery and equipment	1,446,547	-	2,419	384,450	110,240	1,943,656	2,545,298
Less accumulated depreciation	(1,027,349)	-	(2,176,652)	(422,469)	(407,696)	(4,034,166)	(1,807,517)
Total noncurrent assets	457,329	-	114,158	443,653	738,374	1,753,514	1,128,869
Total assets	1,090,314	1,827,055	178,924	458,316	775,582	4,330,191	2,640,817
Liabilities							
Current Liabilities:							
Accounts payable	105,255	-	-	413	8,523	114,191	85,215
Accrued salaries and benefits	9,159	-	-	-	-	9,159	161,562
Due to other funds	57,095	-	-	50,707	32,542	140,344	40,918
Deferred revenue	-	-	-	1,471	5,666	7,137	299
Loans payable - current	-	-	-	6,667	6,704	13,371	-
Capital lease obligations - current	43,916	-	-	-	-	43,916	-
Compensated absences	1,140	-	-	-	-	1,140	16,084
Total current liabilities	216,565	-	-	59,258	53,435	329,258	304,078
Noncurrent liabilities:							
Deposits	1,000	-	-	-	-	1,000	-
Advances from other funds	-	-	-	10,000	29,797	39,797	-
Loans payable	-	-	-	91,733	85,778	177,511	-
Compensated absences	7,286	-	-	-	-	7,286	205,424
Landfill closure/postclosure liability	-	3,350,314	-	-	-	3,350,314	-
Total noncurrent liabilities	8,286	3,350,314	-	101,733	115,575	3,575,908	205,424
Total liabilities	224,851	3,350,314	-	160,991	169,010	3,905,166	509,502
Net Assets (Deficit)							
Invested in capital assets, net of related debt	413,413	-	114,158	443,653	738,374	1,709,598	1,128,869
Unrestricted	452,050	(1,523,259)	64,766	(146,328)	(131,802)	(1,284,573)	1,002,446
Total net assets (deficit)	\$ 865,463	\$ (1,523,259)	\$ 178,924	\$ 297,325	\$ 606,572	\$ 425,025	\$ 2,131,315

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

COUNTY OF GLENN, CALIFORNIA

Statement of Revenues, Expenses and Changes in Fund Net Assets
 Proprietary Funds
 For the Fiscal Year Ended June 30, 2005

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Hospital	Orland Airport	Willows Airport		
Operating revenues:							
Charges for services	\$ 1,260,003	\$ -	\$ -	\$ 133,020	\$ 197,749	\$ 1,590,772	\$ 6,863,263
Miscellaneous	-	-	33,094	-	1,373	34,467	34,065
Total operating revenues	<u>1,260,003</u>	<u>-</u>	<u>33,094</u>	<u>133,020</u>	<u>199,122</u>	<u>1,625,239</u>	<u>6,897,328</u>
Operating expenses:							
Salaries and benefits	285,428	-	-	30,000	20,000	335,428	4,773,501
Services and supplies	544,611	-	13,345	99,047	175,724	832,727	1,908,583
Depreciation	74,520	-	-	43,657	33,410	151,587	354,079
Closure/postclosure care costs	-	214,749	-	-	-	214,749	-
Miscellaneous	-	-	1,144	-	-	1,144	-
Total operating expenses	<u>904,559</u>	<u>214,749</u>	<u>14,489</u>	<u>172,704</u>	<u>229,134</u>	<u>1,535,635</u>	<u>7,036,163</u>
Operating income (loss)	<u>355,444</u>	<u>(214,749)</u>	<u>18,605</u>	<u>(39,684)</u>	<u>(30,012)</u>	<u>89,604</u>	<u>(138,835)</u>
Nonoperating revenues (expenses):							
Investment earnings	6,100	28,319	1,148	126	179	35,872	16,910
Interest expense	(9,059)	-	-	(5,364)	(4,230)	(18,653)	-
Intergovernmental	40,425	-	-	10,000	21,300	71,725	60,000
Gain on sale of capital assets	-	-	-	-	-	-	26,055
Other	25,758	-	-	131	-	25,889	-
Total nonoperating revenues (expenses)	<u>63,224</u>	<u>28,319</u>	<u>1,148</u>	<u>4,893</u>	<u>17,249</u>	<u>114,833</u>	<u>102,965</u>
Income (loss) before transfers	<u>418,668</u>	<u>(186,430)</u>	<u>19,753</u>	<u>(34,791)</u>	<u>(12,763)</u>	<u>204,437</u>	<u>(35,870)</u>
Transfers in	-	103,500	-	-	-	103,500	-
Transfers out	<u>(103,500)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(103,500)</u>	<u>-</u>
Change in net assets	<u>315,168</u>	<u>(82,930)</u>	<u>19,753</u>	<u>(34,791)</u>	<u>(12,763)</u>	<u>204,437</u>	<u>(35,870)</u>
Net assets (deficit) - beginning	<u>550,295</u>	<u>(1,440,329)</u>	<u>159,171</u>	<u>332,116</u>	<u>619,335</u>	<u>220,588</u>	<u>2,167,185</u>
Net assets (deficit) - ending	<u>\$ 865,463</u>	<u>\$ (1,523,259)</u>	<u>\$ 178,924</u>	<u>\$ 297,325</u>	<u>\$ 606,572</u>	<u>\$ 425,025</u>	<u>\$ 2,131,315</u>

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

COUNTY OF GLENN, CALIFORNIA

Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2005

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Hospital	Orland Airport	Willows Airport		
Cash flows from operating activities:							
Receipts from customers and users	\$ 1,278,735	\$ -	\$ 34,554	\$ 131,560	\$ 188,848	\$ 1,633,697	\$ 6,874,304
Receipts from interfund services provided	(50,764)	-	-	-	-	(50,764)	(126)
Payments to suppliers	(543,300)	-	(14,489)	(99,862)	(176,094)	(833,745)	(1,898,390)
Payments to employees	(283,945)	-	-	(30,000)	(20,000)	(333,945)	(4,764,651)
Payments for interfund services used	-	-	-	(1,079)	9,858	8,779	(87,801)
Net cash provided by operating activities	400,726	-	20,065	619	2,612	424,022	123,336
Cash flows from noncapital financing activities:							
Transfers in	-	103,500	-	-	-	103,500	-
Interfund borrowings	-	80,000	-	-	-	80,000	-
Transfers out	(103,500)	-	-	-	-	(103,500)	-
Subsidy from federal/state grant	40,425	-	-	10,000	21,300	71,725	60,000
Net cash provided by (used for) noncapital financing activities	(63,075)	183,500	-	10,000	21,300	151,725	60,000
Cash flows from capital and related financing activities:							
Debt principal paid	(102,676)	-	-	(6,133)	(6,272)	(115,081)	-
Proceeds from sale of capital assets	-	-	-	-	-	-	26,055
Interest paid	(9,059)	-	-	(5,364)	(4,230)	(18,653)	-
Acquisition of capital assets	-	-	-	-	-	-	(302,903)
Net cash used for capital and related financing activities	(111,735)	-	-	(11,497)	(10,502)	(133,734)	(276,848)
Cash flows from investing activities:							
Interest received	6,100	28,319	1,148	126	179	35,872	16,908
Net increase (decrease) in cash and cash equivalents	232,016	211,819	21,213	(752)	13,589	477,885	(76,604)
Cash and cash equivalents, beginning	291,634	1,615,236	41,218	5,210	6,894	1,960,192	996,242
Cash and cash equivalents, ending	\$ 523,650	\$ 1,827,055	\$ 62,431	\$ 4,458	\$ 20,483	\$ 2,438,077	\$ 919,638
Reconciliation of operating income (loss) to net cash provided by operating activities:							
Operating income (loss)	\$ 355,444	\$ (214,749)	\$ 18,605	\$ (39,684)	\$ (30,012)	\$ 89,604	\$ (138,835)
Adjustment to reconcile operating income (loss) to net cash provided by operating activities:							
Depreciation	74,520	-	-	43,657	33,410	151,587	354,079
Other revenue	25,758	-	-	131	-	25,889	-
Changes in assets and liabilities:							
Accounts receivable	(6,789)	-	1,460	1,833	(7,663)	(11,159)	(15,236)
Due from other funds	335	-	-	(4,254)	-	(3,919)	(15,693)
Due from other governments	(7)	-	-	-	-	(7)	(8,022)
Prepaid items	-	-	-	-	-	-	(525)
Inventory	-	-	-	(1,036)	2,955	1,919	-
Accounts payable	1,311	-	-	221	(3,325)	(1,793)	27,692
Accrued salaries and benefits	122	-	-	-	-	122	13,976
Due to other funds	(51,099)	-	-	3,175	9,858	(38,066)	(72,234)
Due to other governments	-	-	-	-	-	-	(181)
Deferred revenue	(230)	-	-	(3,424)	(2,611)	(6,265)	234
Landfill closure/postclosure liability	-	214,749	-	-	-	214,749	-
Compensated absences	1,361	-	-	-	-	1,361	(21,919)
Total adjustments	45,282	214,749	1,460	40,303	32,624	334,418	262,171
Net cash provided by operating activities	\$ 400,726	\$ -	\$ 20,065	\$ 619	\$ 2,612	\$ 424,022	\$ 123,336

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

COUNTY OF GLENN, CALIFORNIA

Statement of Fiduciary Net Assets
 Fiduciary Funds
 June 30, 2005

	Investment Trust Fund	Private Purpose Trust Fund	Agency Funds
Assets			
Cash and investments	\$ 26,016,996	\$ 25,198	\$ 2,769,488
Cash with fiscal agent	-	-	588,372
Taxes receivable	-	-	1,784,670
Due from other governments	-	-	457,232
Other assets	-	-	173,515
	<u>26,016,996</u>	<u>25,198</u>	<u>5,773,277</u>
Total assets	<u>\$ 26,016,996</u>	<u>\$ 25,198</u>	<u>\$ 5,773,277</u>
Liabilities			
Accounts payable	\$ -	\$ -	\$ 996,132
Due to other governments	-	-	616,784
Agency obligations	-	-	4,160,361
	<u>-</u>	<u>-</u>	<u>5,773,277</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 5,773,277</u>
Net Assets			
Net assets held in trust for library supplies	-	25,198	
Net assets held in trust for external pool participants	26,016,996	-	
	<u>26,016,996</u>	<u>-</u>	
Total net assets	<u>\$ 26,016,996</u>	<u>\$ 25,198</u>	

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

COUNTY OF GLENN, CALIFORNIA

Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2005

	Investment Trust Fund	Private Purpose Trust Fund
Additions:		
Contributions to pooled investments	\$ 164,841,991	\$ 25,088
Investment income (net)	442,472	412
	165,284,463	25,500
Deductions:		
Distribution from pooled investments	162,616,706	-
Library supplies	-	25,391
	162,616,706	25,391
Total change in net assets	2,667,757	109
Net assets held in trust - beginning	23,349,239	25,089
Net assets held in trust - ending	\$ 26,016,996	\$ 25,198

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

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Glenn County (the County) is a political subdivision of the State of California (the State). An elected, five-member Board of Supervisors (the Board) governs the County. The County has defined its reporting entity in accordance with accounting principles generally accepted in the United States of America (GAAP), which provides guidance for determining which governmental activities, organizations, and functions should be included in the reporting entity. The accompanying financial statements present information on the activities of the reporting entity, including all fund types of the County (the primary government) and its component units.

GAAP requires that the component units be separated into blended or discretely presented units for reporting purposes. Although legally separate entities, blended component units are, in substance, part of the County's operations. Therefore, they are reported as part of the primary government. The primary government is financially accountable for these component units. Discretely presented component units are reported in a separate column in the financial statements to emphasize that they are legally separate from the County. Each blended and discretely presented component unit has a June 30 fiscal year end.

Component units blended in the County's financial statements include the Glenn County Community Action Agency, Artois Fire District, Bayliss Fire District, Hamilton Fire District, Willows Rural Fire District, Storm Drain Maintenance No.1, Storm Drain Maintenance No. 3, North Willows Community Services Area, Olive Fruit Fly Pest District and the Air Pollution Control District, which are governed by the County Board of Supervisors. The blended component units are reported in the combining nonmajor special revenue funds financial statements, except for the Glenn County Community Action Agency which is presented as a major special revenue fund. The component units governing bodies are substantially the same as the primary government; hence, these units are presented by blending them with the primary government.

The Glenn County Children and Families Commission (Commission) is a discretely presented component unit in the County's basic financial statements. The Commission was established under the provisions of the California Children and Families Act (Act). The Commission is a public entity legally separate and apart from the County and its purpose is to develop, adopt, promote and implement early childhood development programs in the County, consistent with the goals and objectives of the Act. The Commission's programs are funded by taxes levied by the State of California on tobacco products. The Commission is administered by a governing board of seven members, which are appointed by the County Board of Supervisors. Three members are representatives of the County's health care departments, County's social services departments and Board of Supervisors. The County Board of Supervisors may remove any Commission member at any time. Since the County Board of Supervisors can impose their will on the Commission, the Commission is considered a component unit of the County. Separate financial statements can be obtained through the Glenn County Department of Finance, 516 W. Sycamore St., Willows, CA 95988.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. GASB Statement No. 40

Effective July 1, 2004 the City implemented GASB Statement No. 40, *Deposits and Investment Risk Disclosures, an amendment of GASB Statement No. 3*. This statement establishes and modifies disclosure requirements related to investment risks: credit risk (including custodial credit risk and concentrations of credit risk) interest rate risk and foreign currency risk. This statement also establishes and modifies disclosure requirements for deposit risks: custodial credit risk and foreign currency risk.

C. Government-wide and Fund Financial Statements

The statement of net assets and statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the effect of internal activities. These statements distinguish between the governmental and business-type activities of the County and between the County and its discretely presented component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent on fees and charges to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are clearly identifiable with a specific program or function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given segment or function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular segment or function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

When both restricted and unrestricted net assets are available, unrestricted resources are used only after the restricted resources are depleted.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

D. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. However, because Agency Funds only report assets and liabilities, they do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 365 days of the end of the current fiscal period, except for property taxes, which the County considers available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Property taxes, franchise taxes, sales and use taxes, transient occupancy taxes, gas taxes, licenses, grants and investment earnings associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash.

The County reports the following major governmental funds:

- The General Fund is the County's primary operating fund and accounts for all financial resources, except those required to be accounted for in another fund.
- The Community Action Agency Special Revenue Fund accounts for program operations for low income, elderly, disabled, and minority residents, providing financial assistance for shelter, housing and food. Individual and family programs protect adults and children, assist youth and families in properly handling their family conflicts and help people become employed. Victim witness services and youth mentoring programs are also provided.
- The Road Special Revenue Fund accounts for activities related to the maintenance of over 860 miles of county roads of which approximately 700 miles are paved, numerous storm drainage ditches and culverts, over 200 bridges, traffic control systems and a fleet of heavy construction equipment.

The County reports the following major enterprise funds:

- The Solid Waste Operating Enterprise Fund is responsible for the operation and maintenance of the County Solid Waste Landfill operated by the County's public works department.
- The Solid Waste Closure Enterprise Fund accounts for revenues and expenses related to the future closure and post-closure maintenance of the landfill.
- The Hospital Enterprise Fund accounts for the remaining accounts receivable to be collected from the hospital's operations, current expenses related to retiree health insurance for former hospital employees and some maintenance on the hospital building.

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- The Orland Airport Enterprise Fund accounts for revenues and expenses related to the operation of the Airport. The airport has one runway, which is approximately 5,160 feet long and 50 feet wide.
- The Willows Airport Enterprise Fund accounts for revenues and expenses related to the operation of the airport located in Willows, CA at the southwest corner of State Route 162 and Interstate 5.

Additionally, the County reports the following fund types:

- Internal Service Funds account for fleet management services, public works services, human resource and health service administration, centralized County equipment usage, vegetation and environmental management, data processing services, underground storage tanks program and Tri-County Bee pests services that are provided to other departments or agencies of the County, on a cost reimbursement basis.
- The Investment Trust Fund accounts for the pooling of resources in an investment portfolio for external county agencies and legally separate participants.
- The Private Purpose Trust Fund accounts for an endowment received by the County in which the income from the principal is used for the purchase of books and supplies for the Chester Walker Memorial Public Library in Hamilton City.
- The Agency Funds account for assets held by the County as a trustee or as an agent for individuals, private organizations, related organizations and/or other governmental entities.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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 County's proprietary funds are charges to customers for sales and services rendered. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

For its business-type activities and proprietary funds, the County has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, which along with subsequent GASB pronouncements (Statements and Interpretations), are accounting principles generally accepted in the United States of America.

E. *Assets, Liabilities, Net Assets or Equity*

1. *Cash and Investments*

The County pools cash and investments with the County Treasurer. Interest from bank accounts and investments are allocated quarterly to the various funds based on the average daily cash balances of the funds entitled to receive interest. It is the County's policy to charge interest to funds which have a negative cash balance. 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 earns the interest. The County has stated required investments at fair value in the basic financial statements. The fair value of investments is based on published market prices and quotations from major investment brokers. The investments are marked to market and the net asset value is calculated annually for the County Treasurer's Investment Pool ("Pool"). For purposes of the statement of cash flows, the County considers all pooled cash and investments held by the Treasurer and imprest cash as cash equivalents. The Treasurer's investment pool values participants' shares on an amortized cost basis. At June 30, 2005, there is no material difference between pool participant's shares valued on an amortized cost basis compared to fair value.

2. *Interfund Receivables and Payables*

Activity between funds that are representative of lending and/or borrowing arrangements outstanding at the end of the fiscal year 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) in the balance sheet of governmental funds and the statement of net assets for proprietary funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances. Advances to other funds, as reported in the governmental funds balance sheet, are offset by a fund balance reserve account in the applicable governmental funds to indicate those amounts that are not available for appropriation and are not expendable available financial resources.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. *Property Tax Levy, Collection and Maximum Rates*

Property taxes, including tax rates, are regulated by the State and are administered locally by the County. The County is responsible for assessing, collecting and distributing property taxes in accordance with state law. Liens on real property are established January 1 for the ensuing fiscal year. The property tax is levied as of July 1 on all taxable property located in the County. Secured property taxes are due in two equal installments on November 1 and February 1 and are delinquent after December 10 and April 10, respectively. Additionally, supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction.

In fiscal year 1993-94, the County adopted the Alternate Method of Property Tax Allocation (commonly referred to as the Teeter Plan). Under the Teeter Plan, the County Auditor-Controller, an elected official, is authorized to pay 100 percent of the property taxes billed (secured, supplemental, and debt service) to the taxing agencies within the County. The County recognizes property tax revenues in the period for which the taxes are levied. Previously, such taxes were allocated and paid as the taxes were collected.

4. *Inventory and Prepaid Items*

Inventory is valued at average cost and consists of expendable supplies held for consumption that are expended as consumed. Inventories reported in governmental funds are equally offset by a fund balance reserve, which indicates that they do not constitute available spendable resources.

Prepaid items represent funds expended for goods and/or services prior to the end of the fiscal year but benefit periods extending beyond June 30, 2005. A portion of fund balance has been reserved to indicate that prepaid items do not represent expendable available financial resources.

5. *Capital Assets*

Capital assets, which include property (i.e. land), plant (i.e. buildings and improvements), equipment (vehicles, computers and office equipment) and infrastructure (i.e., roads, streets, bridges and easements) are reported in the applicable governmental and business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of three years. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their estimated fair market value on the date of the donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**COUNTY OF GLENN, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property, plant, equipment and depreciable infrastructure assets of the primary government, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Computer equipment	5
Vehicles	5
Audio visual equipment	7
Business machines	7
Furniture	10
Machinery and tools	10
Law enforcement equipment	10
Fire department equipment	12
Construction equipment	12
Playground equipment	15
Permanent structures	40
Streets, roads and bridges	40

GASB Statement No. 34 requires that the County report infrastructure including roads, bridges, sidewalks and traffic signals, in the government-wide financial statements. Prospective reporting of general infrastructure assets is required upon implementation of GASB Statement No. 34. However, the County has applied the transition provisions for retroactive reporting of infrastructure assets, which extends the retroactive reporting requirements through the fiscal year ending June 30, 2007. No later than this date, the County must capitalize and report major general infrastructure assets that were acquired or received major renovations, restorations, or improvements in fiscal years ended after June 30, 1980 through June 30, 2002. The County has capitalized all infrastructure assets acquired or constructed during the year. The County is not reporting any infrastructure assets using the modified approach.

6. *Federal, State and Local Grants*

Grants received within proprietary funds for operating assistance are recorded as nonoperating revenues in the year in which the grants are expended and the related grant conditions are met. Governmental fund grants received are recorded as revenues in the year they become both measurable and available and when all eligibility requirements have been met. Monies received that do not meet this criteria are recorded as deferred revenue.

7. *Due To/Due From Other Governments*

Included in “Due to/due from other governmental agencies” are amounts owed to/by governmental entities outside the reporting entity.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. *Deferred Revenue*

Deferred revenue represents financial resources received before all eligibility requirements imposed by the provider have been met or revenue that has not been earned. Primarily, these resources are advances from the State of California and the federal government for costs of various programs administered by the County's Health & Social Services Department.

9. *Compensated Absences*

Vested unused vacation pay may be accumulated and, if not taken, is paid at the date of termination from County employment. All compensated pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Currently, the General Fund, Community Action Agency and Road Special Revenue Funds liquidate compensated absences.

10. *Long-term Obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, the long-term debt and other long-term debt obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net assets.

11. *Net Assets/Fund Balances*

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.* This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted for health and social services.* This category represents external restrictions imposed by grantors, contributors and restrictions imposed by law through constitutional provisions for the implementation of various health and social services programs.
- *Restricted for public protection.* This category represents external restrictions imposed by grantors, contributors and restrictions imposed by law through constitutional provisions for public protection services to the public.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- *Restricted for road projects.* This category represents external restrictions by grantors and laws or regulations of other governments for future road improvements.
- *Restricted for other purposes.* This category represents external restrictions imposed by creditors, grantors, and laws or regulations of other governments for implementation of various county programs.
- *Unrestricted.* This category represents net assets of the County not restricted for any project or other purpose.

In the fund financial statements, reserves and designations segregate portions of fund balance that are either not available or have been earmarked for specific purposes. The various reserves and designations are established by GAAP and by actions of the Board and/or management.

As of June 30, 2005, reservations and designations of fund balance are described below:

- *Reserve for imprest cash* - to reflect the portion of the fund balance that is not available for expenditure because the County maintains various levels of revolving funds for daily operations.
- *Reserve for inventory* - to reflect balances on inventory accounts for which resources have already been expended, but not consumed.
- *Reserved for prepaid items* – to reflect balances of prepaid items accounts for which resources have already been expended, but are not considered available spendable resources.
- *Reserve for encumbrances* - to reflect the outstanding contractual obligations for which goods and services have not been received as of June 30, 2005.
- *Reserve for advances to other funds* - to reflect amounts due from other funds that are long-term in nature and that is not available for appropriation.
- *Reserve for loans receivable* - to reflect a segregation of a portion of fund balance to indicate that assets equal to long-term loans receivable are not available for appropriation.
- *Designated for special projects* - to reflect the portion of fund balance that is designated for future special project expenditures.

12. Use of Estimates

The preparation of 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 GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 2 – CASH AND INVESTMENTS

Cash and investments as of June 30, 2005 are classified in the accompanying financial statements as follows:

Statement of Net Assets:	
Cash and investments	\$ 13,464,167
Statement of Fiduciary Net Assets:	
Cash and investments	28,811,682
Cash with fiscal agent	<u>588,372</u>
 Total cash and investments	 <u>\$ 42,864,221</u>

Cash and investments as of June 30, 2005 consists of the following:

Cash and investments:	
Cash on hand	\$ 12,590
Deposits with financial institutions	1,566,979
Investments	40,696,280
Cash with fiscal agent:	
Deposits with financial institutions	<u>588,372</u>
Total cash and investments	<u>\$ 42,864,221</u>

A. Authorized Investments

Investments are selected based on safety, liquidity and yield.

The table below identifies the investment types that are authorized by the County's investment policy and California Government Code Section 53601. The County's investment policy is more restrictive than the California Government Code, as the County may not invest in derivatives or reverse repurchase agreements. This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the County rather than the general provisions of the County's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer	Minimum Rating
U.S. Treasury Securities	3 years	100%	--	None
U.S. Agency Securities	3 years	100%	50%	None
Local Agency Obligations	5 years	100%	--	None
Medium Term Notes	3 years	30%	5%	AA
Negotiable Certificates of Deposit	2 years	30%	10%	None
Collateralized Time Deposits	2 years	30%	10%	None
Commercial Paper	270 days	40%	10%	P1/A1
Bankers' Acceptance	180 days	40%	10%	None
Repurchase Agreements	365 days	30%	10%	None
Local Agency Investment Fund (LAIF)	None	--	--	None
California Asset Management Program (CAMP)	None	30%	--	None
Money Market Mutual Funds	None	20%	--	AAA

The County has a Teeter note (local agency obligation) investment representing the financing of the purchase of outstanding delinquent taxes and outstanding taxes on the supplemental roll under the Teeter Plan. The note is for a term of one year and is renewable at the option of the County.

**COUNTY OF GLENN, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 2 – CASH AND INVESTMENTS (Continued)

The County is a voluntary participant in the LAIF. The total amount invested by all public agencies in LAIF as of June 30, 2005 was \$18.6 billion. LAIF is part of the State of California's Pooled Money Investment Account (PMIA), which, as of June 30, 2005 had a balance of \$60.5 billion. PMIA is not SEC registered, but is required to invest according to California State Government Code. The weighted average maturity of PMIA investments was 165 days as of June 30, 2005. The Local Agency Advisory Board (LAIB) has oversight responsibility for LAIF. The LAIB consists of five members as designated by state statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the County's portion of the pool. Included in LAIF's investment portfolio are certain derivative securities or similar products in the form of structured notes totaling \$184,320,000, and asset-backed securities totaling \$1,271,413,000. Investments in LAIF are highly liquid, as deposits can be converted to cash within 24 hours without loss of interest.

The County's investment policy restricts the investment in a single security type or in a single financial institution or pool in excess of 30% of the total investment portfolio except for the following: U.S. Treasury Securities (100%); U.S. Agency Securities (100%); Commercial Paper (40%); and Bankers' Acceptances (40%).

B. Concentration of Credit Risk

Investments in any one issuer (other than U.S. Treasury Securities, money market mutual funds or external investment pools) that represent 5% or more of the total investments of the County are as follows:

Federal Home Loan Bank	\$ 9,511,220
Federal Home Loan Mortgage Corporation	6,069,499
Federal National Mortgage Association	8,952,619

C. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the County's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, except that the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by depository regulated under stated law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 2 – CASH AND INVESTMENTS (Continued)

D. Interest Rate and Credit Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County mitigates interest rate risk by structuring the portfolio based on historical and current cash flow analysis eliminating the need to sell securities prior to maturity, and avoiding the purchase of long-term securities for the sole purpose of short-term speculation.

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County mitigates its exposure to credit risk by purchasing investment grade securities with the minimum ratings required by the California Government Code and by diversifying the investment portfolio so that the failure of any one issuer would not unduly harm the County's capital base and cash flow.

As of June 30, 2005, the County's investments and credit ratings are as follows:

	Credit Rating (S & P and Moody's)	Maturity				Fair Value
		Under 30 Days	31 – 180 Days	181-365 Days	1-3 Years	
Cash in bank and on hand		\$ --	\$ --	\$ --	\$ --	\$ 8,934,669
Outstanding warrants		--	--	--	--	(7,355,100)
Net cash on hand						<u>1,579,569</u>
Investments managed by County Treasurer:						
LAIIF	Not Rated	--	11,565,000	--	--	11,565,000
CAMP	Not Rated	--	1,052,742	--	--	1,052,742
Teeter Plan Note	Not Rated	--	--	1,200,000	--	1,200,000
U.S. Agency Securities:						
Federal Home Loan Bank	AAA	--	--	5,502,255	4,008,965	9,511,220
Federal Home Loan Mortgage Corporation	AAA	--	1,955,239	3,030,463	1,083,797	6,069,499
Federal National Mortgage Association	AAA	--	1,953,074	4,000,000	2,999,545	8,952,619
U.S. Treasury Securities	N/A	--	1,117,938	--	--	1,117,938
Commercial Paper	A1+	--	984,700	--	--	984,700
Money Market Mutual Fund	AAA	242,562	--	--	--	<u>242,562</u>
Total investments managed by County Treasurer						<u>40,696,280</u>
Cash with Fiscal Agent:						
Cash in bank		--	--	--	--	<u>588,372</u>
Total cash and investments						<u>\$ 42,864,221</u>

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 2 – CASH AND INVESTMENTS (Continued)

E. Investment Oversight

Treasury oversight is conducted by the County Treasury Oversight Committee, which consists of a representative of the County Board of Supervisors, the County Superintendent of Schools or his/her designee, a representative selected by a majority of the special districts who are required or authorized to deposit money into the County Treasury, a representative selected by a majority of the presiding officers of the legislative bodies of the school districts and community college districts in the County, a non-partisan member of the public at large who has expertise or an academic background in public finance, and the Director of Finance.

Certain special districts and all public school districts are required by legal provisions to deposit their funds with the County Treasurer. The Treasurer's investment pool consists almost entirely of such districts and includes 80 percent involuntary participation as of June 30, 2005.

A summary of the investments held by the Treasurer's Pool is as follows:

<u>Investments</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Maturity Range</u>
LAIF	\$11,565,000	2.26%	7/05
CAMP	1,055,146	4.07%	7/05
Teeter Plan Note	1,200,000	1.48%-1.78%	6/06
U.S. Agency Securities	24,540,000	2.00%-5.50%	9/05-6/07
U.S. Treasury Securities	1,125,000	1.87%-1.89%	12/05
Commercial Paper	1,000,000	3.12%	8/05
Money Market Mutual Fund	242,562	2.73%	7/05

Condensed Investment Pool Information

The following represents a condensed statement of net assets and statement of changes in net assets for the activity in the Treasurer's investment pool as of and for the year ended June 30, 2005:

<u>Statement of net assets</u>	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total Investment Pool</u>
Net pooled cash and investments	\$ 16,233,673	\$ 26,042,176	\$ 42,275,849
<u>Statement of changes in net assets (internal and external)</u>			
Net assets at July 1, 2004			\$ 36,822,030
Net deposits and withdrawals by pool Participants			4,676,698
Net investment income for pool participants			777,121
Net assets at June 30, 2005			<u>\$ 42,275,849</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 3 – RECEIVABLES

Receivables at June 30, 2005 for the County's individual major funds, other governmental funds and internal service funds are as follows:

Receivables- Governmental Activities:	Accounts	Loans	Due From Other	
			Governments	Total
General Fund	\$ 451,406	\$ --	\$ 4,612,172	\$ 5,063,578
Community Action Agency Fund	286,648	1,677,078	1,500	1,965,226
Road Fund	8,000	--	--	8,000
Other Governmental Funds	--	--	52,949	52,949
Internal Service Funds	136,634	--	69,105	205,739
	<u>\$ 882,688</u>	<u>\$ 1,677,078</u>	<u>\$ 4,735,726</u>	<u>\$ 7,295,492</u>

Generally, loans receivable are not expected to be collected within one year.

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2005 for the governmental activities and business-type activities are as follows:

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 306,585	\$ --	\$ --	\$ 306,585
Construction in progress	--	2,282,393	--	2,282,393
Total capital assets, not being depreciated	<u>306,585</u>	<u>2,282,393</u>	<u>--</u>	<u>2,588,978</u>
Capital assets, being depreciated:				
Structures and improvements	14,733,318	158,570	--	14,891,890
Equipment	11,021,269	846,764	(521,973)	11,346,061
Infrastructure	2,193,773	--	--	2,193,773
Total capital assets, being depreciated	<u>27,948,360</u>	<u>1,005,334</u>	<u>(521,973)</u>	<u>28,431,724</u>
Less accumulated depreciation for:				
Structures and improvements	(6,495,671)	(325,569)	--	(6,821,240)
Equipment	(7,599,326)	(1,067,394)	506,601	(8,160,122)
Infrastructure	(54,844)	(54,844)	--	(109,688)
Total accumulated depreciation	<u>(14,149,841)</u>	<u>(1,447,807)</u>	<u>506,601</u>	<u>(15,091,050)</u>
Total capital assets, being depreciated, net	<u>13,798,519</u>	<u>(442,473)</u>	<u>(15,372)</u>	<u>13,340,674</u>
Governmental activities, net	<u>\$ 14,105,104</u>	<u>\$ 1,839,920</u>	<u>\$ (15,372)</u>	<u>\$ 15,929,652</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 4 – CAPITAL ASSETS (Continued)

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 215,485	\$ --	\$ --	\$ 215,485
Capital assets, being depreciated:				
Structures and improvements	3,843,341	--	(214,801)	3,628,540
Equipment	1,741,921	214,801	(13,066)	1,943,656
Total capital assets, being depreciated	<u>5,585,262</u>	<u>214,801</u>	<u>(227,867)</u>	<u>5,572,196</u>
Less accumulated depreciation for:				
Structures and improvements	(2,752,612)	(29,106)	--	(2,781,718)
Equipment	(1,143,034)	(122,481)	13,066	(1,252,449)
Total accumulated depreciation	<u>(3,895,646)</u>	<u>(151,587)</u>	<u>13,066</u>	<u>(4,034,167)</u>
Total capital assets, being depreciated, net	<u>1,689,616</u>	<u>63,214</u>	<u>(214,801)</u>	<u>1,538,029</u>
Business-type activities, net	<u>\$ 1,905,101</u>	<u>\$ 63,214</u>	<u>\$ (214,801)</u>	<u>\$ 1,753,514</u>

Depreciation expense was charged to the governmental and business-type activities as follows:

Governmental activities:

General government	\$ 369,656
Public protection	248,017
Public ways and facilities	223,307
Health and sanitation	24,532
Public assistance	162,999
Education	65,217
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	354,079
Total depreciation expense – governmental activities	<u>\$ 1,447,807</u>

Business-type activities:

Solid Waste Operating	\$ 74,520
Orland Airport	43,657
Willows Airport	33,410
Total depreciation expense – business-type activities	<u>\$ 151,587</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 5 – LONG-TERM OBLIGATIONS

Capital Leases:

The County has entered into lease agreements as lessee for financing the acquisition of equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

	Governmental Activities	Business-type Activities
Structures and improvements	\$ 3,500,000	\$ --
Equipment	442,484	588,960
Total	3,942,484	588,960
Less accumulated depreciation	(1,153,899)	(196,322)
Net capital assets under capital leases	<u>\$ 2,788,585</u>	<u>\$ 392,638</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2005 are as follows:

Year Ending June 30.	Governmental Activities	Business-type Activities
2006	\$ 350,436	\$ 46,156
2007	293,492	--
2008	293,299	--
2009	293,844	--
2010	73,047	--
2011-2015	257,004	--
2016-2020	137,968	--
Total minimum lease payments	1,699,090	46,156
Less amount representing interest	(216,343)	(2,240)
Present value of minimum lease payments	<u>\$ 1,482,747</u>	<u>\$ 43,916</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 5 – LONG-TERM OBLIGATIONS (Continued)

Loans Payable:

The County has entered into loan agreements as borrower for financing arrangements. These agreements qualify as loans payable for accounting purposes and therefore, have been recorded at their full amount as of the inception date of the loan..

The annual debt service requirements to maturity for loans payable are as follows:

Year Ending June 30.	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2006	\$ 2,612,500	\$ 108,582	\$ 13,371	\$ 9,010
2007	--	--	14,337	8,381
2008	--	--	15,302	7,706
2009	--	--	16,269	6,985
2010	--	--	17,234	6,218
2011-2015	--	--	100,659	17,979
2016-2020	--	--	13,710	653
	<u>\$ 2,612,500</u>	<u>\$ 108,582</u>	<u>\$ 190,882</u>	<u>\$ 56,932</u>

On December 7, 2004, the County entered into a loan agreement with U.S. Bank National Association in the amount of \$2,612,500 for the sole purpose of financing the construction of a 12,000 square foot Glenn County Office of Education Administration Building. Principal and interest on the loan are due and payable by March 22, 2006, or six months from the completion of construction of the building, whichever occurs first. The loan is expected to be repaid from proceeds from certain loans from the U.S. Department of Agriculture in the respective amounts of \$2,250,000 and \$500,000.

The composition of the long-term obligations for the governmental and business-type activities as of June 30, 2005 was as follows:

Type and description	Maturity	Interest rates	Original issue	Outstanding
Capital Leases:				
Caterpillar Financial Services	May, 2007	4.47%	\$ 78,000	\$ 13,741
Western Municipal Securities Corporation	November, 2006	4.40%	203,590	42,639
Western Municipal Securities Corporation	October, 2008	3.50%	1,195,000	823,000
Western Municipal Securities Corporation	July, 2018	4.0%	515,000	462,677
Public Capital Corporation	January, 2011		160,893	140,690
Total capital leases				<u>1,482,747</u>
Loan Payable:				
U.S. Bank National Association	March, 2006	4.33%	\$2,612,500	<u>2,612,500</u>
Compensated absences				
Total governmental activities				<u>\$ 5,465,283</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 5 – LONG-TERM OBLIGATIONS (Continued)

<u>Type and description</u>	<u>Maturity</u>	<u>Interest rates</u>	<u>Original issue</u>	<u>Outstanding</u>
Solid Waste Operating				
Capital Leases:				
Caterpillar Financial Services	September, 2006	6.48%	\$ 199,246	\$ 40,100
Caterpillar Financial Services	July, 2006	6.05%	417,968	3,816
Total capital leases				<u>43,916</u>
Compensated absences				<u>8,426</u>
Total solid waste operating				<u>52,342</u>
Orland Airport				
Loan Payable:				
State of California, Department of Transportation	January, 2016	5.132%	120,000	<u>98,400</u>
Willows Airport				
Loan Payable:				
State of California, Department of Transportation	January, 2016	4.283%	125,000	<u>92,482</u>
Solid Waste Closure				
Landfill closure/postclosure liability				<u>3,350,314</u>
Total business-type activities				<u>\$ 3,593,538</u>

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 at least every five years. The County does not have any outstanding bonds subject to arbitrage.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 5 – LONG-TERM OBLIGATIONS (Continued)

	Balance July 1, 2004	Additions	Retirements	Balance June 30, 2005	Due Within One Year
Governmental activities:					
Capital lease obligations	\$ 1,648,837	\$ 160,893	\$ (326,983)	\$ 1,482,747	\$ 300,217
Loans payable	--	2,612,500	--	2,612,500	2,612,500
Compensated absences	1,513,527	1,277,300	(1,420,791)	1,370,036	100,225
Total governmental activities long-term obligations	<u>\$ 3,162,364</u>	<u>\$ 4,050,693</u>	<u>\$ (1,747,804)</u>	<u>\$ 5,465,283</u>	<u>\$ 3,012,942</u>
	Balance July 1, 2004	Additions	Retirements	Balance June 30, 2005	Due Within One Year
Business-type activities:					
Capital lease obligations	\$ 146,592	\$ --	\$ (102,676)	\$ 43,916	\$ 43,916
Loans payable	203,287	--	(12,405)	190,882	13,371
Landfill postclosure liability	3,135,565	214,749	--	3,350,314	--
Compensated absences	7,065	14,406	(13,045)	8,426	1,140
Total business-type activities long-term obligations	<u>\$ 3,492,509</u>	<u>\$ 229,155</u>	<u>\$ (128,126)</u>	<u>\$ 3,593,538</u>	<u>\$ 58,427</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 6 – INTERFUND TRANSACTIONS

A. Interfund Receivables/Payables

Interfund receivables and payables result from 1) the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system or 3) payments between funds are made. The following schedule briefly summarizes the amounts due to/from other funds at June 30, 2005:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	Amount
General Fund	Community Action Agency Fund	\$ 204
	Road Fund	207
	Other Governmental Funds	186,547
	Solid Waste Operating Fund	13,654
	Orland Airport Fund	1,174
	Willows Airport Fund	1,115
	Internal Service Funds	32,124
		<u>235,025</u>
Community Action Agency Fund	Internal Service Funds	<u>213</u>
Road Fund	Solid Waste Operating Fund	744
	Internal Service Funds	8,499
		<u>9,243</u>
Other Governmental Funds	General Fund	4,452
	Other Governmental Funds	2,147
	Internal Service Funds	75
		<u>6,674</u>
Solid Waste Operating Fund	General Fund	34
	Other Governmental Funds	1,007
	Internal Service Funds	7
		<u>1,048</u>
Orland Airport Fund	Road Fund	<u>4,254</u>
Internal Service Funds	General Fund	118,866
	Community Action Agency Fund	33,367
	Road Fund	62,682
	Other Governmental Funds	16,976
	Solid Waste Operating Fund	42,697
	Orland Airport Fund	49,533
	Willows Airport Fund	31,427
		<u>355,548</u>
		<u>\$ 612,005</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 6 – INTERFUND TRANSACTIONS (Continued)

General Fund

Various nonmajor special revenue funds owed \$186,547 and internal service funds owed \$32,124 to the General Fund for short-term cash flow needs.

Internal Service Funds

Various funds and departments owed the internal service funds as follows:

The General Fund (Health and Social Service Department) owed \$118,866 to the internal service funds for expenditures incurred but not paid in cash at year-end. The Road Fund owed \$62,682 to the internal service funds for vehicle rental, labor, and public works overhead.

Advances to/from other funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 248,487
	Orland Airport Fund	10,000
	Willows Airport Fund	29,797
		<u>\$ 288,284</u>

The General Fund advanced the Surface Groundwater and Weed Grants Special Revenue Fund (other governmental funds) \$248,487. Orland and Willows Airport \$39,797 for cash flow assistance.

B. Transfers

Transfers are indicative of funding for capital projects, re-allocations of special revenues and subsidies of various County operations. The following schedule briefly summarizes the County's transfer activity for the fiscal year ended June 30, 2005:

<u>Transfer To</u>	<u>Transfer From</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 257,632
Other Governmental Funds	General Fund	69,039
	Other Governmental Funds	46,500
		<u>115,539</u>
Solid Waste Closure Fund	Solid Waste Operating Fund	<u>103,500</u>
		<u>\$ 476,671</u>

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 6 – INTERFUND TRANSACTIONS (Continued)

General Fund

The General Fund received a net contribution of \$188,593 from other funds to offset operating costs of various programs.

Of the amounts transferred in, Health Services received \$14,513 from the California Waste Management Special Revenue Fund, \$85,245 from the Proposition 36 Special Revenue Fund, \$ 36,339 from the Bio-Terrorism Special Revenue Fund. In addition the Recorder received \$62,115 from the Recorders Modernization Special Revenue Fund and \$17,500 from the Micrographics Conversion Fund. Of the amounts transferred out, the Debt Service Fund received \$58,619 and various nonmajor special revenue funds received \$10,420.

Other Governmental Funds

The Accumulated Capital Outlay Capital Projects Fund transferred \$46,500 to the Debt Service Fund for debt principal payment related to the jail facility.

Solid Waste Operating Fund

The Solid Waste Operating Fund transferred \$103,500 to the Solid Waste Closure Fund representing the minimum funding requirements for closure/postclosure care costs.

NOTE 7 – PAYABLES

Payables at year-end of the County's major individual funds, nonmajor and internal service funds, in the aggregate, are as follows:

Payables- Governmental Activities:	Accounts Payable	Accrued Salaries and Benefits	Due to Other Governments	Other Liabilities	Total
General Fund	\$ 596,974	\$ 560,994	\$ 1,207,281	\$ 144,362	\$ 2,509,611
Community Action Agency Fund	107,595	87,211	5,826	--	200,632
Road Fund	69,917	39,706	75,049	--	184,672
Other Governmental Funds	279,233	19,638	27,560	13,977	340,408
Internal Service Funds	85,215	161,562	--	--	246,777
Total payables	<u>\$ 1,138,934</u>	<u>\$ 869,111</u>	<u>\$ 1,315,716</u>	<u>\$ 158,339</u>	<u>\$ 3,482,100</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 7 – PAYABLES (Continued)

Payables-	Accounts	Accrued		
Business-type Activities:	Payable	Salaries	Deposits	Total
		and benefits		
Solid Waste Operating Fund	\$ 105,255	\$ 9,159	\$ 1,000	\$ 115,414
Orland Airport Fund	413	--	--	413
Willows Airport Fund	8,523	--	--	8,523
Total payables	\$ 114,191	\$ 9,159	\$ 1,000	\$ 124,350

NOTE 8 – EMPLOYEES RETIREMENT PLAN

Plan Description

The County of Glenn contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit pension 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 other requirements are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law and county ordinance. Copies of PERS' annual financial report may be obtained from their executive office - 400 P Street, Sacramento, CA 95814.

Funding Policy

Participants are required to contribute 7% for the Miscellaneous Plan and 9% for Safety Plan of their annual covered salary. The County makes the contributions required of County employees on their behalf and for their account. The County is required to contribute an actuarially determined rate: the current rate is 10.452% for non-safety employees and 27.701% for safety employees of annual covered payroll. The contribution requirements of plan members and the County are established and may be amended by PERS.

Annual Pension Cost

For 2004-2005, the County's annual pension cost of \$2,115,759 (exclusive of the employees share) for PERS was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2002 actuarial valuation using the entry age normal actuarial cost method with the contributions determined as a percent of pay. The actuarial assumptions included (a) 8.25% investment rate of return (net of administrative expenses), (b) projected annual salary increases that vary by duration of service from 3.75% to 14.2%, (c) 2% per year cost-of-living adjustments and (d) the Postretirement Mortality Table. Both (a) and (b) included an inflation component of 3.5% and payroll growth component of 3.75%. The actuarial value of PERS assets was determined using the techniques that smooth the effects of short-term volatility in the market value of investment over a three year period (smoothed market value). The PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll over a closed thirty-year amortization period.

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 8 – EMPLOYEES RETIREMENT PLAN (Continued)

Three-Year Trend Information

Combined Total for Safety and Miscellaneous Plan Members

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net pension obligation</u>
6/30/03	\$ 55,066	100%	\$ --
6/30/04	1,339,944	100%	--
6/30/05	2,115,759	100%	--

NOTE 9 – POST-RETIREMENT BENEFITS

In addition to the pension benefits described above, the County provides post-retirement healthcare benefits for retirees who are eligible for retirement per California Public Employee Retirement System guidelines. The retiree pays a percentage of the healthcare benefits. The benefits paid by the County are funded on a pay-as-you-go basis. At year-end, 106 retirees were covered and the cost for the year ended June 30, 2005 was \$190,460.

NOTE 10 – DEFICIT FUND EQUITY

As of June 30, 2005 the following individual funds had deficit net assets/fund balances:

<u>Fund</u>	<u>Deficit</u>
Solid Waste Closure	\$ 1,523,259
Nonmajor Special Revenue Funds:	
Prop 36	28,607
Surface/Ground Water & Weed Grants	171,774
Internal Service Funds:	
Human Resources	104,204
Health Services	16,663

The Solid Waste Closure is the result of postclosure costs exceeding current funding levels. Annual contributions are made to fund the liability, but the annual deficit may remain until closure of the landfill becomes more imminent. The deficit fund balances within the special revenue funds are expected to be resolved through transfers, increases in future year revenues and decreases in expenditures. The internal service funds net asset deficits are the result of costs associated with employee compensated absences. These costs will not be immediately funded and the deficit is expected to persist.

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 11 – CONTINGENCIES

Grants and subventions

The County participates in a number of grant programs funded, in whole or part, by federal, state and other sources. These programs are subject to audits by representatives of those agencies to determine if the monies were expended in accordance with appropriate statutes, grant terms and regulations. Such audits could lead to a request for reimbursement to grantor agencies. The County believes that no significant liabilities will be incurred as a result of those audits.

Litigation

The County from time to time is a party to various claims, legal actions, and complaints arising in the ordinary course of business. In the opinion of the County's administration the various claims, legal actions and complaints not covered by insurance resulting from such litigation would not materially affect the financial position of the County.

NOTE 12 – RISK MANAGEMENT

Golden State Risk Management Authority Liability and Worker's Compensation Plans

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County has entered into a Joint Powers Authority (JPA). The County and the County's special districts formed the Golden State Risk Management Authority (Authority) for the purpose of creating a common pool of funds to be used to meet obligations of the parties to provide coverage for worker's compensation and general liability exposures and to pay for the administration of the program. The Joint Powers Agreement established for its members the Golden State Risk Management Authority Liability and Workers' Compensation Plans.

As defined by GASB Statement No. 10, the Authority is a "risk-sharing pool." The Authority manages one pool for all members. The arrangement allows its members to transfer or pool risks and share in the cost of losses. The County currently reports all of its risk management activities in its General Fund. Premiums due to the Plans are reported when incurred. Each member of the Plans pays an annual premium to the Authority which is evaluated each year.

The agreement for the formation of the Authority provides that the Authority will be self-sustaining through member premiums and will reinsure through a commercial company for claims in excess of self-insured retention amounts. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years and there have been no reductions in insurance coverage from the prior year.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 13 – CLOSURE AND POSTCLOSURE CARE COST

The County has one landfill site. State and federal laws and regulations require the County to perform certain closure and postclosure maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an expense in each year based on landfill capacity used as of each statement of net assets date. The estimated liability for landfill closure and postclosure care costs has a balance of \$3,350,314 as of June 30, 2005, which is based on 45% usage (filled) of the landfill. As a result of the change in landfill capacity, a net adjustment of \$214,749 was recorded against operating expenses. It is estimated that an additional \$4,094,829 will be recognized as closure and postclosure care costs between the date of the statement of net assets and date the landfill is expected to be filled to capacity. At the rate of current use, the landfill has an estimated remaining life of 19 years.

The estimated total current cost of the landfill closure and postclosure care of \$7,445,143 is based on an amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill occurred as of June 30, 2005. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County is required by federal and state laws to adequately fund landfill closure costs. The County has obtained commercial insurance to adequately fund closure of the landfill. The County has also obtained insurance against the possibility that landfill contaminants could be released into the water supply. Management believes the County is in substantial compliance with federal and state requirements. At June 30, 2005, cash and investments of \$1,827,055 were held for these purposes. The County expects that future inflation costs will be paid from investment earnings on the annual contributions that the Solid Waste Operating Fund makes to the Solid Waste Closure Fund. However, if investment earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges for future landfill users or from future tax revenue.

NOTE 14 – SUBSEQUENT EVENT

On July 1, 2005 the County issued \$5,000,000 of 2005 Tax and Revenue Anticipation Notes (TRANS) through the California Statewide Communities Development Authority. The principal and interest will be due on the maturity date of June 30, 2006. The TRANS have an interest rate of 4.00% and a yield of 2.64% and are subject to scheduled set-aside of funds.

**COUNTY OF GLENN, CALIFORNIA
SCHEDULE OF FUNDING PROGRESS - HISTORICAL PENSION DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
UNAUDITED**

Actuarial Valuation Date	Entry Age Normal Accrued Liability (a)	Actuarial Value of Assets (b)	Unfunded/ (Overfunded) Liability (a)-(b)	Funded Ratio (b)/(a)	Annual Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a percentage of Covered Payroll [(a)-(b)]/(c)
6/30/02						
Miscellaneous	\$ 56,669,161	\$52,937,424	\$ 3,731,737	93.4%	\$ 16,696,965	22.3%
Safety	<u>11,777,671</u>	<u>9,492,974</u>	<u>2,284,697</u>	<u>80.6%</u>	<u>1,566,120</u>	<u>145.9%</u>
Total	<u>\$ 68,446,832</u>	<u>\$62,529,078</u>	<u>\$ 5,917,754</u>	<u>91.3%</u>	<u>\$ 18,263,085</u>	<u>32.4%</u>
6/30/03						
Miscellaneous	\$ 64,235,896	\$53,485,658	\$ 10,750,238	83.3%	\$17,803,233	60.4%
Safety	<u>12,818,774</u>	<u>9,582,102</u>	<u>3,236,672</u>	<u>74.8%</u>	<u>1,591,599</u>	<u>203.4%</u>
Total	<u>\$ 77,054,670</u>	<u>\$63,170,070</u>	<u>\$ 13,884,600</u>	<u>81.9%</u>	<u>\$19,394,832</u>	<u>71.6%</u>
6/30/04						
Miscellaneous	\$69,045,297	\$57,570,891	\$11,474,406	83.4%	\$17,916,165	64.0%
Safety*	--	--	--	--	--	--
Total	<u>\$69,045,297</u>	<u>\$57,570,891</u>	<u>\$11,474,406</u>	<u>83.4%</u>	<u>\$17,916,165</u>	<u>64.0%</u>

* Effective June 1, 2004, the safety units entered the CalPERS risk pool program. This pool is the consolidation of all public agencies with less than one hundred employees in the respective bargaining units. Individual County information will be disclosed when made available.

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 4,772,000	\$ 4,780,804	\$ 5,034,251	\$ 253,447
Licenses and permits	926,253	1,077,824	1,047,886	(29,938)
Fines, forfeitures and penalties	1,181,255	1,183,205	1,230,216	47,011
Intergovernmental	32,955,159	33,968,276	31,688,821	(2,279,455)
Investment earnings	285,718	287,768	374,523	86,755
Charges for services	5,288,047	5,380,539	5,204,434	(176,105)
Miscellaneous	916,487	933,433	988,711	55,278
Total revenues	<u>46,324,919</u>	<u>47,611,849</u>	<u>45,568,842</u>	<u>(2,043,007)</u>
Expenditures:				
General Government:				
Board of Supervisors:				
Salaries and benefits	206,848	206,848	197,536	9,312
Services and supplies	140,824	140,824	76,528	64,296
Other charges	305,459	305,459	301,039	4,420
Total Board of Supervisors	<u>653,131</u>	<u>653,131</u>	<u>575,103</u>	<u>78,028</u>
Finance:				
Salaries and benefits	814,924	814,924	811,049	3,875
Services and supplies	322,166	326,578	268,912	57,666
Total Finance	<u>1,137,090</u>	<u>1,141,502</u>	<u>1,079,961</u>	<u>61,541</u>
Assessor:				
Salaries and benefits	667,842	671,218	671,218	-
Services and supplies	91,316	115,860	111,830	4,030
Other charges	186,586	186,586	186,586	-
Total Assessor	<u>945,744</u>	<u>973,664</u>	<u>969,634</u>	<u>4,030</u>
County Counsel:				
Salaries and benefits	284,874	284,874	279,972	4,902
Services and supplies	40,755	97,337	83,379	13,958
Other charges	15,240	50,248	50,248	-
Total County Counsel	<u>340,869</u>	<u>432,459</u>	<u>413,599</u>	<u>18,860</u>
Personnel:				
Salaries and benefits	263,342	253,342	233,945	19,397
Services and supplies	108,263	120,480	117,153	3,327
Total Personnel	<u>371,605</u>	<u>373,822</u>	<u>351,098</u>	<u>22,724</u>

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Elections:				
Salaries and benefits	52,039	52,183	52,182	1
Services and supplies	98,711	88,567	77,311	11,256
Other charges	23,295	23,295	23,295	-
Total Elections	174,045	164,045	152,788	11,257
Facilities				
Salaries and benefits	739,326	665,669	622,521	43,148
Services and supplies	529,429	579,449	537,674	41,775
Total Facilities	1,268,755	1,245,118	1,160,195	84,923
Administrative Office				
Salaries and benefits	409,566	252,937	251,044	1,893
Services and supplies	44,285	42,630	27,410	15,220
Other charges	1,918	3,413	3,413	-
Total Administrative Office	455,769	298,980	281,867	17,113
Other:				
Services and supplies	443,157	443,157	443,157	-
Total General Government	5,790,165	5,725,878	5,427,402	298,476
Public Protection:				
Courts:				
Services and supplies	579,224	580,178	580,178	-
Other charges	1,707	1,707	1,707	-
Total Courts	580,931	581,885	581,885	-
Grand Jury				
Salaries and benefits	15,550	15,550	9,584	5,966
Other charges	4,454	4,454	4,454	-
Total Grand Jury	20,004	20,004	14,038	5,966
Public Defender:				
Services and supplies	326,630	326,630	306,963	19,667
Other charges	15,901	15,901	15,901	-
Total Public Defender	342,531	342,531	322,864	19,667
Agricultural Commissioner:				
Salaries and benefits	926,673	912,873	885,008	27,865
Services and supplies	136,870	166,358	162,300	4,058
Other charges	61,453	61,453	61,453	-
Total Agricultural Commissioner	1,124,996	1,140,684	1,108,761	31,923

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Building Inspector:				
Salaries and benefits	193,425	207,957	207,313	644
Services and supplies	40,758	112,860	65,075	47,785
Other charges	8,873	8,873	8,873	-
Total Building Inspector	<u>243,056</u>	<u>329,690</u>	<u>281,261</u>	<u>48,429</u>
Recorder:				
Salaries and benefits	239,876	242,478	242,474	4
Services and supplies	39,116	48,088	48,086	2
Other charges	54,184	54,184	54,184	-
Total Recorder	<u>333,176</u>	<u>344,750</u>	<u>344,744</u>	<u>6</u>
Sheriff:				
Salaries and benefits	5,156,549	5,157,678	4,604,434	553,244
Services and supplies	1,408,311	1,600,008	1,235,011	364,997
Other charges	645,071	649,641	648,326	1,315
Total Sheriff	<u>7,209,931</u>	<u>7,407,327</u>	<u>6,487,771</u>	<u>919,556</u>
Public Guardian/Administrator:				
Salaries and benefits	145,448	145,510	145,510	-
Services and supplies	10,100	10,037	8,248	1,789
Other charges	23,689	23,689	23,689	-
Total Public Guardian/Administrator	<u>179,237</u>	<u>179,236</u>	<u>177,447</u>	<u>1,789</u>
Planning:				
Salaries and benefits	456,416	393,151	359,319	33,832
Services and supplies	404,925	581,679	307,007	274,672
Other charges	59,405	59,405	59,405	-
Total Planning	<u>920,746</u>	<u>1,034,235</u>	<u>725,731</u>	<u>308,504</u>
Animal Control:				
Salaries and benefits	215,248	205,248	184,918	20,330
Services and supplies	52,500	62,500	59,993	2,507
Other charges	7,649	7,649	7,649	-
Total Animal Control	<u>275,397</u>	<u>275,397</u>	<u>252,560</u>	<u>22,837</u>
District Attorney:				
Salaries and benefits	682,656	703,043	703,043	-
Services and supplies	62,441	66,891	52,514	14,377
Other charges	50,763	54,001	54,001	-
Total District Attorney	<u>795,860</u>	<u>823,935</u>	<u>809,558</u>	<u>14,377</u>
Probation:				
Salaries and benefits	967,632	976,459	919,137	57,322
Services and supplies	104,997	147,068	119,478	27,590
Other charges	154,043	109,043	103,659	5,384
Total Probation	<u>1,226,672</u>	<u>1,232,570</u>	<u>1,142,274</u>	<u>90,296</u>

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Juvenile Hall:				
Salaries and benefits	649,010	637,525	637,525	-
Services and supplies	73,436	133,701	130,649	3,052
Other charges	112,894	114,114	114,114	-
Total Juvenile Hall	<u>835,340</u>	<u>885,340</u>	<u>882,288</u>	<u>3,052</u>
Child Support:				
Salaries and benefits	569,761	616,631	567,979	48,652
Services and supplies	95,235	95,235	91,261	3,974
Other charges	103,136	103,136	103,136	-
Total Child Support	<u>768,132</u>	<u>815,002</u>	<u>762,376</u>	<u>52,626</u>
Other:				
Services and supplies	200,216	228,464	203,747	24,717
Other charges	1,440	1,440	1,440	-
Total Other	<u>201,656</u>	<u>229,904</u>	<u>205,187</u>	<u>24,717</u>
Total Public Protection	<u>15,057,665</u>	<u>15,642,490</u>	<u>14,098,745</u>	<u>1,543,745</u>
Health and Sanitation:				
Mental Health:				
Salaries and benefits	2,361,352	2,025,764	1,993,774	31,990
Services and supplies	2,523,734	2,807,949	2,621,519	186,430
Other charges	553,335	657,835	581,286	76,549
Total Mental Health	<u>5,438,421</u>	<u>5,491,548</u>	<u>5,196,579</u>	<u>294,969</u>
Public Health:				
Salaries and benefits	1,399,535	1,387,735	1,187,863	199,872
Services and supplies	605,280	837,521	760,240	77,281
Other charges	1,280,394	1,598,359	1,541,871	56,488
Total Public Health	<u>3,285,209</u>	<u>3,823,615</u>	<u>3,489,974</u>	<u>333,641</u>
Drug and Alcohol Services:				
Salaries and benefits	737,254	740,013	580,267	159,746
Services and supplies	202,768	202,628	160,651	41,977
Other charges	277,706	289,509	257,249	32,260
Total Drug and Alcohol Services	<u>1,217,728</u>	<u>1,232,150</u>	<u>998,167</u>	<u>233,983</u>
Hospital:				
Salaries and benefits	13,740	13,740	13,345	395
Services and supplies	300,000	300,000	300,000	-
Other charges	65,173	65,173	65,173	-
Total Hospital	<u>378,913</u>	<u>378,913</u>	<u>378,518</u>	<u>395</u>
Total Health and Sanitation	<u>10,320,271</u>	<u>10,926,226</u>	<u>10,063,238</u>	<u>862,988</u>

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Public Assistance:				
Social Services Administration:				
Salaries and benefits	4,060,724	3,785,724	3,227,639	558,085
Services and supplies	2,251,266	2,495,466	2,475,907	19,559
Other charges	2,988,018	2,988,018	2,598,706	389,312
Total Social Service Administration	<u>9,300,008</u>	<u>9,269,208</u>	<u>8,302,252</u>	<u>966,956</u>
Calworks Assistance:				
Other charges	<u>4,400,000</u>	<u>4,400,000</u>	<u>3,789,297</u>	<u>610,703</u>
Foster Care:				
Other charges	<u>1,954,125</u>	<u>1,954,125</u>	<u>1,472,594</u>	<u>481,531</u>
Other Aid Programs:				
Salaries and benefits	30,934	31,967	31,967	-
Services and supplies	860,270	909,237	765,517	143,720
Other charges	155,075	155,075	136,084	18,991
Total Other Aid Programs	<u>1,046,279</u>	<u>1,096,279</u>	<u>933,568</u>	<u>162,711</u>
Total Public Assistance	<u>16,700,412</u>	<u>16,719,612</u>	<u>14,497,711</u>	<u>2,221,901</u>
Education:				
Cooperative Extension:				
Salaries and benefits	92,738	113,700	112,199	1,501
Services and supplies	25,218	25,106	25,099	7
Other charges	52,661	52,661	52,661	-
Total Cooperative Extension	<u>170,617</u>	<u>191,467</u>	<u>189,959</u>	<u>1,508</u>
County Library:				
Other charges	<u>111,643</u>	<u>111,643</u>	<u>111,643</u>	<u>-</u>
Total Education	<u>282,260</u>	<u>303,110</u>	<u>301,602</u>	<u>1,508</u>
Capital outlay	<u>329,813</u>	<u>476,803</u>	<u>222,072</u>	<u>254,731</u>
Debt service:				
Interest	<u>149,583</u>	<u>149,583</u>	<u>149,583</u>	<u>-</u>
Total expenditures	<u>48,630,169</u>	<u>49,943,702</u>	<u>44,760,353</u>	<u>5,183,349</u>
Deficiency of revenues under expenditures	<u>(2,305,250)</u>	<u>(2,331,853)</u>	<u>808,489</u>	<u>3,140,342</u>
Other financing sources (uses):				
Transfers in	1,520,931	1,556,448	257,632	(1,298,816)
Transfers out	(999,328)	(1,019,479)	(69,039)	950,440
Total other financing sources (uses)	<u>\$ 521,603</u>	<u>\$ 536,969</u>	<u>188,593</u>	<u>\$ (348,376)</u>
Net change in fund balance			997,082	
Fund balance - beginning			<u>6,348,952</u>	
Fund balance - ending			<u>\$ 7,346,034</u>	

COUNTY OF GLENN, CALIFORNIA

**Community Action Agency Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 5,728,202	\$ 6,730,273	\$ 6,393,251	\$ (337,022)
Investment earnings	19,000	21,263	13,483	(7,780)
Miscellaneous	-	-	93,911	93,911
Total revenues	5,747,202	6,751,536	6,500,645	(250,891)
 Expenditures:				
Public assistance:				
Salaries and benefits	1,832,444	1,840,444	1,529,353	311,091
Services and supplies	3,953,758	4,408,974	4,856,365	(447,391)
Capital outlay	(8,000)	85,485	8,677	76,808
Debt service:				
Principal	-	399,625	-	399,625
	5,778,202	6,734,528	6,394,395	340,133
 Excess (deficiency) of revenues over (under) expenditures	\$ (31,000)	\$ 17,008	106,250	\$ 89,242
 Fund balance - beginning			2,047,582	
Fund balance - ending			\$ 2,153,832	

COUNTY OF GLENN, CALIFORNIA

**Road Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2005**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 26.500	\$ 26.500	\$ 26.038	\$ (462)
Intergovernmental	4,056,817	4,056,817	2,240,022	(1,816,795)
Investment earnings	5.400	5.400	13.195	7.795
Charges for services	256.600	256.600	83.763	(172,837)
Miscellaneous	61.050	89.720	30.442	(59,278)
	4,406,367	4,435,037	2,393,460	(2,041,577)
Expenditures:				
Public ways and facilities:				
Salaries and benefits	1,223,995	1,223,995	1,189,277	34,718
Services and supplies	3,083,978	3,070,068	1,282,650	1,787,418
Capital outlay	-	42,580	42,580	-
Debt service:				
Principal	91,185	91,185	91,081	104
Interest	7,209	7,209	7,209	-
	4,406,367	4,435,037	2,612,797	1,822,240
Deficiency of revenues under expenditures	\$ -	\$ -	(219,337)	\$ (219,337)
Fund balance - beginning			358,718	
Fund balance - ending			\$ 139,381	



Intentionally Blank

**COUNTY OF GLENN, CALIFORNIA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
UNAUDITED**

NOTE 1 – BUDGETARY INFORMATION

By State law, the County Board of Supervisors must approve a tentative budget no later than June 30 of each year and adopts a final budget no later than August 30. A public hearing must be conducted to receive comments prior to adoption. The Board of Supervisors revises these budgets during the year to give consideration to unanticipated revenues and expenditures. Final budgeted amounts in the accompanying required supplementary information are reported as amended. A balanced operating budget is adopted each fiscal year for the General, Special Revenue and Capital Projects Funds. However, the Capital Projects Funds adopt budgets on a project-length basis. Budgets are adopted on a basis in conformity with accounting principles generally accepted in the United States of America.

The legal level of budgetary control is established at the object (category) level within each budget unit (department). All amendments or transfers of appropriations within or between objects within the same budget unit are approved by the Board. Amendments and transfers of appropriations between budget units or that involve the addition or deletion of a project or piece of equipment must be approved by the Board. During the year ended June 30, 2004, there was no excess of expenditures over appropriations.

Encumbrance accounting is employed as an extension of the budgetary process. Encumbrances (purchase orders, contracts and other commitments) outstanding at year-end are reported as reservations of fund balance. Encumbrances carry-over at year-end and are appropriated in the following years budget.

COUNTY OF GLENN, CALIFORNIA

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2005**

Assets	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash and investments	\$ 2,511,122	\$ 1,220,130	\$ -	\$ 3,731,252
Due from other funds	6,674	-	-	6,674
Due from other governments	52,949	-	-	52,949
Prepaid items	3,606	-	-	3,606
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 2,574,351</u>	<u>\$ 1,220,130</u>	<u>\$ -</u>	<u>\$ 3,794,481</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 179,050	\$ 100,183	\$ -	\$ 279,233
Accrued salaries and benefits	19,638	-	-	19,638
Due to other funds	206,677	-	-	206,677
Due to other governments	60	27,500	-	27,560
Other liabilities	13,977	-	-	13,977
Deferred revenue	426,103	-	-	426,103
Advances from other funds	248,487	-	-	248,487
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>1,093,992</u>	<u>127,683</u>	<u>-</u>	<u>1,221,675</u>
Fund balances:				
Reserved:				
Imprest cash	7,525	-	-	7,525
Prepaid items	3,606	-	-	3,606
Unreserved:				
Designated for special projects	386,600	-	-	386,600
Undesignated	1,082,628	1,092,447	-	2,175,075
Total fund balances	<u>1,480,359</u>	<u>1,092,447</u>	<u>-</u>	<u>2,572,806</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 2,574,351</u>	<u>\$ 1,220,130</u>	<u>\$ -</u>	<u>\$ 3,794,481</u>

COUNTY OF GLENN, CALIFORNIA

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2005**

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 207,900	\$ -	\$ -	\$ 207,900
Licenses and permits	173,268	-	-	173,268
Fines, forfeitures and penalties	14,164	-	-	14,164
Intergovernmental	2,075,754	137,500	-	2,213,254
Investment earnings	57,718	24,666	-	82,384
Charges for services	611,231	-	-	611,231
Miscellaneous	159,095	-	161,983	321,078
Total revenues	<u>3,299,130</u>	<u>162,166</u>	<u>161,983</u>	<u>3,623,279</u>
Expenditures:				
Current:				
General government	69,526	-	-	69,526
Public protection	1,884,859	-	-	1,884,859
Health and sanitation	387,507	-	-	387,507
Public assistance	157,963	-	-	157,963
Education	45,000	-	-	45,000
Capital outlay	314,721	2,329,677	-	2,644,398
Debt service:				
Principal	20,203	-	215,700	235,903
Interest	6,854	-	51,402	58,256
Total expenditures	<u>2,886,633</u>	<u>2,329,677</u>	<u>267,102</u>	<u>5,483,412</u>
Excess (deficiency) of revenues over (under) expenditures	<u>412,497</u>	<u>(2,167,511)</u>	<u>(105,119)</u>	<u>(1,860,133)</u>
Other financing sources (uses):				
Transfers in	10,420	-	105,119	115,539
Transfers out	(257,632)	(46,500)	-	(304,132)
Proceeds of debt	160,894	2,612,500	-	2,773,394
Total other financing sources (uses):	<u>(86,318)</u>	<u>2,566,000</u>	<u>105,119</u>	<u>2,584,801</u>
Net change in fund balances	326,179	398,489	-	724,668
Fund balances - beginning	<u>1,154,180</u>	<u>693,958</u>	<u>-</u>	<u>1,848,138</u>
Fund balances - ending	<u>\$ 1,480,359</u>	<u>\$ 1,092,447</u>	<u>\$ -</u>	<u>\$ 2,572,806</u>

NONMAJOR SPECIAL REVENUE FUNDS

Advertising – This fund is used to account for revenues earmarked for the marketing of Glenn County during the annual California State Fair.

Fish & Game – This fund is used to account for revenues and expenditures related to the protection, conservation, propagation and preservation of fish and wildlife in the county.

Property Administration Grant – This fund is used to account for revenues earmarked for the upgrade and maintenance of property tax systems.

Cal Works Incentive – This fund is used to account for federal revenues that are given to each state based on a reduction in a state's cash aid caseload. The funds are passed through to the counties to accomplish the goals of the TANF (Temporary Assistance for Needy Families) program.

Cal Boat Launching – This fund is used to account for revenue collected to maintain boat launching facilities in the county.

Prop 36 – This fund is used to account for revenues and expenditures earmarked for adults who are first time offenders of the drug statutes after July 1, 2002. These individuals are charged in the criminal justice system, assessed for community risk by the Probation Department, and if found eligible and they accept, receive treatment services for their drug addiction.

Recorders Modernization – This fund is used to account for revenues earmarked to support, maintain, insure and provide for the full operation and modernize, creation, retention and retrieval of information in the county's system of recorded documents in the County Recorder's office.

Memorial Hall – This fund is used to account for the collection of all rent and cleaning deposits from use of the Memorial Hall.

Cal Waste Management Grant – This fund is used to account for revenues earmarked to inspect the county's landfill, attend training in solid waste enforcement, and to meet the statutory and regulatory time requirements for processing solid waste facility permits, permit reviews and closure/post-closure documents.

Property Characteristics – This fund is used to account for revenues earmarked to support, maintain, insure and provide for the full operation and modernize, creation, retention and retrieval of information in the county's system of recorded documents in the County Assessor's office.

Vital & Health Statistics – This fund is used to account for fees collected for the recording of birth, death and other vital and health certificates as required by law.

Micrographics Conversion – This fund is used to account for collection of fees to augment and improve record keeping systems in the county.

Surface/Groundwater & Weed Grants – This fund is used to account for revenues earmarked for surface groundwater and weed maintenance, monitoring and reporting.

Title III Forest Reserve – This fund is used to account for revenues earmarked for projects that support National Forests such as: projects related to search and rescue and other emergency services, community service work camps, easement purchases, forest related educational opportunities, fire prevention and county planning or community forestry.

Bio Terrorism Grant – This fund is used to account for revenues and expenditures earmarked for assembling an overall plan of action to deal with a potential or real bioterrorism threat from biological, chemical or radiological weapons of mass destruction.

IHSS Public Authority – This fund is used to account for revenues earmarked for countywide oversight of the In Home Support Services program.

SSD Stuart Foundation – This fund is used to account for a grant received by the County to provide training associated with the family-to-family program involving the facilitation and reunification of families.

Health WIC Advance – This fund is used to account for advances received and interest earned for the Women, Infant, and Children's program.

Superintendent of Schools – This fund is used to account for tax revenues levied and collected for the County's support of its superintendent of schools.

Artois Fire – This fund is used to account for the revenues and expenditures related to fire suppression and rescue related activities within the Artois Fire Protection District.

Bayliss Fire – This fund is used to account for the revenues and expenditures related to fire suppression and rescue related activities within the Bayliss Fire Protection District.

Hamilton Fire – This fund is used to account for the revenues and expenditures related to fire suppression and rescue related activities within the Hamilton Fire Protection District.

Willows Fire – This fund is used to account for the revenues and expenditures related to fire suppression and rescue related activities within the Willows Fire Protection District.

Storm Drain Maintenance #1 – This fund is used to account for revenues and expenditures related to the maintenance of drainage channels, ditches and culverts within the District's boundaries.

Storm Drain Maintenance #3 – This fund is used to account for revenues and expenditures related to the maintenance of drainage channels, ditches and culverts in an area located west of the Willows Airport near Roads 53 and F.

North Willows County Service Area – This fund is used to account for revenues and expenditures related to storm drainage control in the northern part of Willows.

Olive Fruit Fly District – This fund is used to account for revenues and expenditures related to the monitoring and abatement of the Olive Fruit Fly within the District.

Air Pollution Control District – This fund is used to account for revenues and expenditures related to air quality monitoring and reporting within the Glenn County Air Pollution District.



Intentionally Blank

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2005

	Advertising	Fish and Game	Property Administration Grant	Cal Works Incentive	Cal Boat Launching	Prop 36	Recorders Modernization
Assets							
Cash and investments	\$ 6,583	\$ 22,016	\$ 15,426	\$ 273,417	\$ 30,040	\$ 123,220	\$ 99,561
Due from other funds	-	-	-	-	-	2,147	-
Due from other governments	-	225	-	-	13	15,882	-
Prepaid items	-	-	750	-	-	-	-
Total assets	<u>\$ 6,583</u>	<u>\$ 22,241</u>	<u>\$ 16,176</u>	<u>\$ 273,417</u>	<u>\$ 30,053</u>	<u>\$ 141,249</u>	<u>\$ 99,561</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 342	\$ -
Accrued salaries and benefits	-	-	-	-	-	3,868	-
Due to other funds	1,000	-	-	-	-	22,586	62,115
Due to other governments	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Deferred revenue	-	-	-	228,134	-	143,060	-
Advances from other funds	-	-	-	-	-	-	-
Total liabilities	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>228,134</u>	<u>-</u>	<u>169,856</u>	<u>62,115</u>
Fund balance (deficit):							
Reserved for:							
Imprest cash	-	-	-	-	-	-	-
Prepaid items	-	-	750	-	-	-	-
Unreserved:							
Designated for special projects	-	-	-	-	-	-	-
Undesignated	5,583	22,241	15,426	45,283	30,053	(28,607)	37,446
Total fund balances (deficit)	<u>5,583</u>	<u>22,241</u>	<u>16,176</u>	<u>45,283</u>	<u>30,053</u>	<u>(28,607)</u>	<u>37,446</u>
Total liabilities and fund balances	<u>\$ 6,583</u>	<u>\$ 22,241</u>	<u>\$ 16,176</u>	<u>\$ 273,417</u>	<u>\$ 30,053</u>	<u>\$ 141,249</u>	<u>\$ 99,561</u>

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2005

Memorial Hall	Cal Waste Management Grant	Property Characteristics	Vital & Health Statistics	Micrographics Conversion	Surface/Ground Water & Weed Grants	
\$ 74,009	\$ 1,394	\$ 10,058	\$ 6,046	\$ 14,538	\$ 215,700	Assets
-	-	-	-	-	-	Cash and investments
-	-	-	-	-	-	Due from other funds
-	-	-	-	-	-	Due from other governments
-	-	-	-	-	-	Prepaid items
<u>\$ 74,009</u>	<u>\$ 1,394</u>	<u>\$ 10,058</u>	<u>\$ 6,046</u>	<u>\$ 14,538</u>	<u>\$ 215,700</u>	Total assets
						Liabilities and Fund Balances
\$ 1,400	\$ -	\$ -	\$ -	\$ -	\$ 91,967	Liabilities:
-	-	-	-	-	-	Accounts payable
-	1,394	-	-	10,000	47,020	Accrued salaries and benefits
-	-	-	-	-	-	Due to other funds
13,977	-	-	-	-	-	Due to other governments
-	-	-	-	-	-	Other liabilities
-	-	-	-	-	-	Deferred revenue
-	-	-	-	-	248,487	Advances from other funds
<u>15,377</u>	<u>1,394</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>387,474</u>	Total liabilities
						Fund balance (deficit):
-	-	-	-	-	-	Reserved for:
-	-	-	-	-	-	Imprest cash
-	-	-	-	-	-	Prepaid items
-	-	-	-	-	-	Unreserved:
58,632	-	10,058	6,046	4,538	(171,774)	Designated for special projects
<u>58,632</u>	<u>-</u>	<u>10,058</u>	<u>6,046</u>	<u>4,538</u>	<u>(171,774)</u>	Undesignated
<u>\$ 74,009</u>	<u>\$ 1,394</u>	<u>\$ 10,058</u>	<u>\$ 6,046</u>	<u>\$ 14,538</u>	<u>\$ 215,700</u>	Total liabilities and fund balances

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2005

Artois Fire District	Bayliss Fire District	Hamilton Fire District	Willows Rural Fire District	Storm Drain Maintenance #1	Storm Drain Maintenance #3	
\$ 171,049	\$ 66,249	\$ 268,006	\$ 124,400	\$ 46,203	\$ 54,547	Assets
-	-	-	-	-	-	Cash and investments
-	-	-	-	-	-	Due from other funds
-	-	595	-	-	-	Due from other governments
-	-	-	-	-	-	Prepaid items
<u>\$ 171,049</u>	<u>\$ 66,249</u>	<u>\$ 268,601</u>	<u>\$ 124,400</u>	<u>\$ 46,203</u>	<u>\$ 54,547</u>	Total assets
						Liabilities and Fund Balances
\$ 3,200	\$ -	\$ 11,060	\$ -	\$ -	\$ -	Liabilities:
-	-	-	-	-	-	Accounts payable
-	-	-	-	-	-	Accrued salaries and benefits
-	-	-	-	-	56	Due to other funds
-	-	60	-	-	-	Due to other governments
-	-	-	-	-	-	Other liabilities
-	-	-	-	-	-	Unearned revenue
-	-	-	-	-	-	Advances from other funds
<u>3,200</u>	<u>-</u>	<u>11,120</u>	<u>-</u>	<u>-</u>	<u>56</u>	Total liabilities
						Fund balance (deficit):
-	-	7,500	25	-	-	Reserved for:
-	-	595	-	-	-	Imprest cash
-	-	-	-	-	-	Prepaid items
146,937	38,662	201,001	-	-	-	Unreserved:
20,912	27,587	48,385	124,375	46,203	54,491	Designated for special projects
-	-	-	-	-	-	Undesignated
<u>167,849</u>	<u>66,249</u>	<u>257,481</u>	<u>124,400</u>	<u>46,203</u>	<u>54,491</u>	Total fund balances (deficit)
<u>\$ 171,049</u>	<u>\$ 66,249</u>	<u>\$ 268,601</u>	<u>\$ 124,400</u>	<u>\$ 46,203</u>	<u>\$ 54,547</u>	Total liabilities and fund balances

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2005

	Title III Forest Reserve	Bio Terrorism Grant	IHSS Public Authority	SSD Stuart Foundation	Health WIC Advance	Superintendent of Schools
Assets						
Cash and investments	\$ 62,528	\$ 102,284	\$ 24,098	\$ 19,691	\$ 168	\$ 254,060
Due from other funds	-	-	4,527	-	-	-
Due from other governments	-	-	36,829	-	-	-
Prepaid items	-	-	2,261	-	-	-
Total assets	<u>\$ 62,528</u>	<u>\$ 102,284</u>	<u>\$ 67,715</u>	<u>\$ 19,691</u>	<u>\$ 168</u>	<u>\$ 254,060</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ -	\$ 44,231	\$ -	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	2,575	-	-	-	-
Due to other funds	-	13,230	30,077	-	-	-
Due to other governments	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Deferred revenue	-	4,909	-	-	-	-
Advances from other funds	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>64,945</u>	<u>30,077</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit):						
Reserved for:						
Imprest cash	-	-	-	-	-	-
Prepaid items	-	-	2,261	-	-	-
Unreserved:						
Designated for special projects	-	-	-	-	-	-
Undesignated	62,528	37,339	35,377	19,691	168	254,060
Total fund balances (deficit)	<u>62,528</u>	<u>37,339</u>	<u>37,638</u>	<u>19,691</u>	<u>168</u>	<u>254,060</u>
Total liabilities and fund balances	<u>\$ 62,528</u>	<u>\$ 102,284</u>	<u>\$ 67,715</u>	<u>\$ 19,691</u>	<u>\$ 168</u>	<u>\$ 254,060</u>

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2005

	North Willows County Service Area	Olive Fruit Fly Pest District	Air Pollution Control District	Total Nonmajor Special Revenue Funds
Assets				
Cash and investments	\$ 4,172	\$ 61,442	\$ 360,217	\$ 2,511,122
Due from other funds	-	-	-	6,674
Due from other governments	-	-	-	52,949
Prepaid items	-	-	-	3,606
Total assets	\$ 4,172	\$ 61,442	\$ 360,217	\$ 2,574,351
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 39	\$ 1,318	\$ 25,493	\$ 179,050
Accrued salaries and benefits	-	-	13,195	19,638
Due to other funds	1,767	-	17,432	206,677
Due to other governments	-	-	-	60
Other liabilities	-	-	-	13,977
Unearned revenue	-	-	50,000	426,103
Advances from other funds	-	-	-	248,487
Total liabilities	1,806	1,318	106,120	1,093,992
Fund balance (deficit):				
Reserved for:				
Imprest cash	-	-	-	7,525
Prepaid items	-	-	-	3,606
Unreserved:				
Designated for special projects	-	-	-	386,600
Undesignated	2,366	60,124	254,097	1,082,628
Total fund balances (deficit)	2,366	60,124	254,097	1,480,359
Total liabilities and fund balances	\$ 4,172	\$ 61,442	\$ 360,217	\$ 2,574,351

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2005

	Advertising	Fish and Game	Property Administration Grant	Cal Works Incentive	Cal Boat Launching	Prop 36	Recorders Modernization
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Fines, forfeitures and penalties	-	4,125	-	-	116	-	-
Intergovernmental	-	-	-	7,558	-	314,090	-
Investment earnings	-	312	322	4,412	425	3,823	1,105
Charges for services	-	-	59,197	-	10,270	188	65,773
Miscellaneous	10,900	1,631	-	-	421	75	-
Total revenues	<u>10,900</u>	<u>6,068</u>	<u>59,519</u>	<u>11,970</u>	<u>11,232</u>	<u>318,176</u>	<u>66,878</u>
Expenditures:							
Current:							
General government	6,410	-	37,474	-	2,095	-	-
Public protection	-	2,896	-	-	-	-	4,487
Health and sanitation	-	-	-	-	-	235,078	-
Public assistance	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	<u>6,410</u>	<u>2,896</u>	<u>37,474</u>	<u>-</u>	<u>2,095</u>	<u>235,078</u>	<u>4,487</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,490</u>	<u>3,172</u>	<u>22,045</u>	<u>11,970</u>	<u>9,137</u>	<u>83,098</u>	<u>62,391</u>
Other financing sources (uses):							
Capital lease financing	-	-	-	-	-	-	-
Transfers in	1,000	-	-	-	-	2,147	-
Transfers out	-	-	(41,920)	-	-	(85,245)	(62,115)
Total other operating sources (uses)	<u>1,000</u>	<u>-</u>	<u>(41,920)</u>	<u>-</u>	<u>-</u>	<u>(83,098)</u>	<u>(62,115)</u>
Net change in fund balances	5,490	3,172	(19,875)	11,970	9,137	-	276
Fund balances - beginning, as restated	<u>95</u>	<u>19,069</u>	<u>36,051</u>	<u>33,313</u>	<u>20,916</u>	<u>(28,607)</u>	<u>37,170</u>
Fund balances (deficit) - ending	<u>\$ 5,585</u>	<u>\$ 22,241</u>	<u>\$ 16,176</u>	<u>\$ 45,283</u>	<u>\$ 30,053</u>	<u>\$ (28,607)</u>	<u>\$ 37,446</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2005

Memorial Hall	Cal Waste Management Grant	Property Characteristics	Vital & Health Stats	Micrographics Conversion	Surface/Ground Water & Weed Grants	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	Revenues:
-	-	-	-	-	-	Taxes
-	-	-	-	-	-	Licenses and permits
-	-	-	-	-	-	Fines, forfeitures and penalties
-	14,184	-	-	-	719,801	Intergovernmental
24,774	84	106	80	228	340	Investment earnings
-	-	9,424	2,895	9,947	-	Charges for services
-	-	-	-	-	1,000	Miscellaneous
<u>24,774</u>	<u>14,268</u>	<u>9,530</u>	<u>2,975</u>	<u>10,175</u>	<u>721,141</u>	Total revenues
1,668	-	-	869	1,800	-	Expenditures:
-	-	-	-	-	721,850	Current:
-	-	-	-	-	-	General government
-	-	-	-	-	-	Public protection
-	-	-	-	-	-	Health and sanitation
-	-	-	-	-	-	Public assistance
-	-	-	-	-	-	Education
-	-	-	-	-	24,191	Capital outlay
-	-	-	-	-	-	Debt service:
-	-	-	-	-	-	Principal retirement
-	-	-	-	-	-	Interest
<u>1,668</u>	<u>-</u>	<u>-</u>	<u>869</u>	<u>1,800</u>	<u>746,041</u>	Total expenditures
23,106	14,268	9,530	2,106	8,375	(24,900)	Excess (deficiency) of revenues over (under) expenditures
-	-	-	-	-	-	Other financing sources (uses):
-	-	-	-	-	-	Capital lease financing
-	-	-	-	-	-	Transfers in
-	(14,513)	-	-	(17,500)	-	Transfers out
-	(14,513)	-	-	(17,500)	-	Total other operating sources (uses)
23,106	(245)	9,530	2,106	(9,125)	(24,900)	Net change in fund balances
<u>35,526</u>	<u>245</u>	<u>528</u>	<u>3,940</u>	<u>13,663</u>	<u>(146,874)</u>	Fund balances - beginning, as restated
<u>\$ 58,632</u>	<u>\$ -</u>	<u>\$ 10,058</u>	<u>\$ 6,046</u>	<u>\$ 4,538</u>	<u>\$ (171,774)</u>	Fund balances (deficit) - ending

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2005

	Title III Forest Reserve	Bio Terrorism Grant	IHSS Public Authority	SSD Stuart Foundation	Health WIC Advance	Superintendent of Schools
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 115,027
Licenses and permits	-	-	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-	-	-
Intergovernmental	-	230,517	157,963	25,000	-	645
Investment earnings	1,106	970	109	265	-	2,076
Charges for services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	107,641
Total revenues	<u>1,106</u>	<u>231,496</u>	<u>158,072</u>	<u>25,265</u>	<u>-</u>	<u>225,389</u>
Expenditures:						
Current:						
General government	13,636	-	-	5,574	-	-
Public protection	-	-	-	-	-	-
Health and sanitation	-	152,429	-	-	-	-
Public assistance	-	-	157,963	-	-	-
Education	-	-	-	-	-	45,000
Capital outlay	-	50,000	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	<u>13,636</u>	<u>202,429</u>	<u>157,963</u>	<u>5,574</u>	<u>-</u>	<u>45,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,530)</u>	<u>29,067</u>	<u>109</u>	<u>19,691</u>	<u>-</u>	<u>180,389</u>
Other financing sources (uses):						
Capital lease financing	-	-	-	-	-	-
Transfers in	-	7,273	-	-	-	-
Transfers out	-	(36,339)	-	-	-	-
Total other operating sources (uses)	<u>-</u>	<u>(29,066)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(12,530)</u>	<u>1</u>	<u>109</u>	<u>19,691</u>	<u>-</u>	<u>180,389</u>
Fund balances - beginning, as restated	<u>75,058</u>	<u>37,338</u>	<u>37,529</u>	<u>-</u>	<u>168</u>	<u>73,671</u>
Fund balances (deficit) - ending	<u>\$ 62,528</u>	<u>\$ 37,339</u>	<u>\$ 37,638</u>	<u>\$ 19,691</u>	<u>\$ 168</u>	<u>\$ 254,060</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2005

Artois Fire District	Bayliss Fire District	Hamilton Fire District	Willows Rural Fire District	Storm Drain Maintenance #1	Storm Drain Maintenance #2	
\$ 19,581	\$ 7,388	\$ 14,379	\$ 37,446	\$ 271	\$ 3,312	Revenues:
-	-	-	-	-	-	Taxes
-	-	-	-	-	-	Licenses and permits
2,090	821	33,935	34,940	6	65	Fines, forfeitures and penalties
2,754	1,158	3,638	1,965	752	874	Intergovernmental
28,861	12,049	201,761	33,699	-	-	Investment earnings
5	-	-	1,669	-	-	Charges for services
53,291	21,416	253,713	109,719	1,029	4,251	Other
						Total revenues
-	-	-	-	-	-	Expenditures:
33,564	9,672	149,685	71,199	884	2,221	Current:
-	-	-	-	-	-	General government
-	-	-	-	-	-	Public protection
-	-	-	-	-	-	Health and sanitation
-	-	-	-	-	-	Public assistance
21,351	24,034	34,251	160,894	-	-	Education
-	-	-	20,203	-	-	Capital outlay
-	-	-	6,854	-	-	Debt service:
						Principal retirement
						Interest
54,915	33,706	183,936	259,150	884	2,221	Total expenditures
(1,624)	(12,290)	69,777	(149,431)	145	2,030	Excess (deficiency) of revenues over (under) expenditures
-	-	-	160,894	-	-	Other financing sources (uses):
-	-	-	-	-	-	Capital lease financing
-	-	-	-	-	-	Transfers in
-	-	-	-	-	-	Transfers out
-	-	-	160,894	-	-	Total other operating sources (uses)
(1,624)	(12,290)	69,777	11,463	145	2,030	Net change in fund balances
169,473	78,539	187,704	112,937	46,058	52,461	Fund balances - beginning, as restated
\$ 167,849	\$ 66,249	\$ 257,481	\$ 124,400	\$ 46,203	\$ 54,491	Fund balances (deficit) - ending

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2005

	North Willows County Service Area	Olive Fruit Fly Pest District	Air Pollution Control District	Total Nonmajor Special Revenue Funds
Revenues:				
Taxes	\$ 10,496	\$ -	\$ -	\$ 207,900
Licenses and permits	-	-	173,268	173,268
Fines, forfeitures and penalties	-	-	9,923	14,164
Intergovernmental	201	-	533,938	2,075,754
investment earnings	138	907	4,986	57,718
Charges for services	19,075	58,091	100,001	611,231
Other	-	35,753	-	159,095
Total revenues	<u>29,910</u>	<u>94,751</u>	<u>822,116</u>	<u>3,299,130</u>
Expenditures:				
Current:				
General government	-	-	-	69,526
Public protection	29,918	61,583	796,900	1,884,859
Health and sanitation	-	-	-	387,507
Public assistance	-	-	-	157,963
Education	-	-	-	45,000
Capital outlay	-	-	-	314,721
Debt service	-	-	-	-
Principal retirement	-	-	-	20,203
Interest	-	-	-	6,854
Total expenditures	<u>29,918</u>	<u>61,583</u>	<u>796,900</u>	<u>2,886,633</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8)</u>	<u>33,168</u>	<u>25,216</u>	<u>412,497</u>
Other financing sources (uses):				
Capital lease financing	-	-	-	160,894
Transfers in	-	-	-	10,420
Transfers out	-	-	-	(257,632)
Total other operating sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(86,318)</u>
Net change in fund balances	<u>(8)</u>	<u>33,168</u>	<u>25,216</u>	<u>326,179</u>
Fund balances - beginning, as restated	<u>2,374</u>	<u>26,956</u>	<u>228,881</u>	<u>1,154,180</u>
Fund balances (deficit) - ending	<u>\$ 2,366</u>	<u>\$ 60,124</u>	<u>\$ 254,097</u>	<u>\$ 1,480,359</u>

COUNTY OF GLENN, CALIFORNIA

Advertising Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Miscellaneous	\$ 9,000	\$ 10,900	\$ 1,900
Expenditures:			
Current:			
General government			
Services and supplies	10,000	6,410	3,590
Excess (deficiency) of revenues over (under) expenditures	(1,000)	4,490	5,490
Other Financing Sources:			
Transfers in	1,000	1,000	-
Net change in fund balance	<u>\$ -</u>	5,490	<u>\$ 5,490</u>
Fund balance - beginning		93	
Fund balance - ending		<u>\$ 5,583</u>	

COUNTY OF GLENN, CALIFORNIA

**Fish and Game Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines, forfeitures and penalties	\$ 2,600	\$ 4,125	\$ 1,525
Investment earnings	500	312	(188)
Miscellaneous	<u>-</u>	<u>1,631</u>	<u>1,631</u>
Total revenues	<u>3,100</u>	<u>6,068</u>	<u>2,968</u>
Expenditures:			
Current:			
Public protection			
Services and supplies	<u>11,879</u>	<u>2,896</u>	<u>8,983</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (8,779)</u>	3,172	<u>\$ 11,951</u>
Fund balance - beginning		<u>19,069</u>	
Fund balance - ending		<u>\$ 22,241</u>	

COUNTY OF GLENN, CALIFORNIA

**Property Administration Grant Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ -	\$ 322	\$ 322
Charges for services	59,197	59,197	-
	<u>59,197</u>	<u>59,519</u>	<u>322</u>
Total revenues			
Expenditures:			
Current:			
General government			
Services and supplies	37,474	37,474	-
	<u>37,474</u>	<u>37,474</u>	<u>-</u>
Excess of revenues over expenditures	21,723	22,045	322
	<u>21,723</u>	<u>22,045</u>	<u>322</u>
Other Financing Uses:			
Transfers out	(41,920)	(41,920)	-
	<u>(41,920)</u>	<u>(41,920)</u>	<u>-</u>
Net change in fund balance	<u>\$ (20,197)</u>	<u>(19,875)</u>	<u>\$ 322</u>
Fund balance - beginning		<u>36,051</u>	
Fund balance - ending		<u>\$ 16,176</u>	

COUNTY OF GLENN, CALIFORNIA

**Cal Works Incentive Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 264,316	\$ 7,558	\$ (256,758)
Investment earnings	-	4,412	4,412
	<u>264,316</u>	<u>11,970</u>	<u>(252,346)</u>
Other Financing Uses:			
Transfers out	<u>(264,316)</u>	-	<u>264,316</u>
	<u>\$ -</u>	<u>11,970</u>	<u>\$ 11,970</u>
Fund balance - beginning		<u>33,313</u>	
Fund balance - ending		<u>\$ 45,283</u>	

COUNTY OF GLENN, CALIFORNIA

Cal Boat Launching Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Fines, forfeitures and penalties	\$ -	\$ 116	\$ 116
Investment earnings	-	425	425
Charges for services	3,000	10,270	7,270
Miscellaneous	-	421	421
	<u>3,000</u>	<u>11,232</u>	<u>8,232</u>
Expenditures:			
Current:			
General government			
Services and supplies	<u>3,000</u>	<u>2,095</u>	<u>905</u>
	<u>\$ -</u>	<u>9,137</u>	<u>\$ 9,137</u>
Net change in fund balance			
Fund balance - beginning		<u>20,916</u>	
Fund balance - ending		<u>\$ 30,053</u>	

COUNTY OF GLENN, CALIFORNIA

Prop 36 Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Intergovernmental	\$ 417,446	\$ 314,090	\$ (103,356)
Investment earnings	3,100	3,823	723
Charges for services	1,000	188	(812)
Miscellaneous		75	75
	<u>421,546</u>	<u>318,176</u>	<u>(103,370)</u>
Total revenues			
Expenditures:			
Current:			
Health and sanitation			
Salaries and benefits	108,872	108,142	730
Services and supplies	173,180	126,936	46,244
	<u>282,052</u>	<u>235,078</u>	<u>46,974</u>
Total health and sanitation			
Excess of revenues over expenditures	139,494	83,098	(56,396)
	<u>139,494</u>	<u>83,098</u>	<u>(56,396)</u>
Other Financing Uses:			
Transfers in	3,000	2,147	(853)
Transfers out	(113,886)	(85,245)	28,641
	<u>(110,886)</u>	<u>(83,098)</u>	<u>27,788</u>
Total other financing sources (uses)			
Net change in fund balance	<u>\$ 28,608</u>	-	<u>\$ (28,608)</u>
Fund balance - beginning		<u>(28,607)</u>	
Fund balance - ending		<u>\$ (28,607)</u>	

COUNTY OF GLENN, CALIFORNIA

Recorders Modernization Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Investment earnings	\$ -	\$ 1,105	\$ 1,105
Charges for services	67,000	65,773	(1,227)
Total revenues	<u>67,000</u>	<u>66,878</u>	<u>(122)</u>
Expenditures:			
Current:			
Public protection			
Services and supplies	4,800	4,487	313
Excess of revenues over expenditures	<u>62,200</u>	<u>62,391</u>	<u>191</u>
Other Financing Uses:			
Transfers out	(99,270)	(62,115)	37,155
Net change in fund balance	<u>\$ (37,070)</u>	276	<u>\$ 37,346</u>
Fund balance - beginning		<u>37,170</u>	
Fund balance - ending		<u>\$ 37,446</u>	

COUNTY OF GLENN, CALIFORNIA

Memorial Hall Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:	<u>\$ 10.000</u>	<u>\$ 24.774</u>	<u>\$ 14.774</u>
Expenditures:			
Current:			
General government			
Services and supplies	<u>1.000</u>	<u>1.668</u>	<u>(668)</u>
Net change in fund balance	<u>\$ 9.000</u>	<u>\$ 23.106</u>	<u>\$ 14.106</u>
Fund balance - beginning		<u>35.526</u>	
Fund balance - ending		<u>\$ 58.632</u>	

COUNTY OF GLENN, CALIFORNIA

**Cal Waste Management Grant Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 15.700	\$ 14.184	\$ (1.516)
Investment earnings	-	84	84
	<u>15.700</u>	<u>14.268</u>	<u>(1.432)</u>
Other Financing Uses:			
Transfers out	<u>(15.700)</u>	<u>(14.513)</u>	<u>1.187</u>
Net change in fund balance	<u>\$ -</u>	<u>(245)</u>	<u>\$ (245)</u>
Fund balance - beginning		<u>245</u>	
Fund balance - ending		<u>\$ -</u>	

COUNTY OF GLENN, CALIFORNIA

Property Characteristics Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Investment earnings	\$ -	\$ 106	\$ 106
Charges for services	10.000	9.424	(576)
	<u>10.000</u>	<u>9.530</u>	<u>(470)</u>
Total revenues			
	<u>10.000</u>	<u>9.530</u>	<u>(470)</u>
Other Financing Uses:			
Transfers out	(10.000)	-	10.000
	<u>(10.000)</u>	<u>-</u>	<u>10.000</u>
Net change in fund balance	<u>\$ -</u>	<u>9.530</u>	<u>\$ 9.530</u>
Fund balance - beginning		<u>528</u>	
Fund balance - ending		<u>\$ 10.058</u>	

COUNTY OF GLENN, CALIFORNIA

Vital & Health Statistics Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Investment earnings	\$ -	\$ 80	\$ 80
Charges for services	2,000	2,895	895
	<u>2,000</u>	<u>2,975</u>	<u>975</u>
Total revenues	2,000	2,975	975
Expenditures:			
Current:			
General government			
Services and supplies	875	869	6
	<u>875</u>	<u>869</u>	<u>6</u>
Net change in fund balance	<u>\$ 1,125</u>	2,106	<u>\$ 981</u>
Fund balance - beginning		<u>3,940</u>	
Fund balance - ending		<u>\$ 6,046</u>	

COUNTY OF GLENN, CALIFORNIA

Micrographics Conversion Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Investment earnings	\$ -	\$ 228	\$ 228
Charges for services	10.000	9.947	(53)
Total revenues	<u>10.000</u>	<u>10.175</u>	<u>175</u>
Expenditures:			
Current:			
General government			
Services and supplies	<u>1.800</u>	<u>1.800</u>	<u>-</u>
Excess of revenues over expenditures	<u>8.200</u>	<u>8.375</u>	<u>175</u>
Other Financing Uses:			
Transfers out	<u>(17.500)</u>	<u>(17.500)</u>	<u>-</u>
Net change in fund balance	<u>\$ (9.300)</u>	<u>(9.125)</u>	<u>\$ 175</u>
Fund balance - beginning		<u>13.663</u>	
Fund balance - ending		<u>\$ 4.538</u>	

COUNTY OF GLENN, CALIFORNIA

Surface/Groundwater and Weed Grants Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Intergovernmental	\$ 1,079,832	\$ 719,801	\$ (360,031)
Investment earnings	500	340	(160)
Charges for services	-	1,000	1,000
Total revenues	<u>1,080,332</u>	<u>721,141</u>	<u>(359,191)</u>
Expenditures:			
Current:			
Public protection			
Services and supplies	864,898	721,850	143,048
Capital expenditures	35,000	24,191	10,809
Total expenditures	<u>899,898</u>	<u>746,041</u>	<u>153,857</u>
Net change in fund balance	<u>\$ 180,434</u>	<u>(24,900)</u>	<u>\$ (205,334)</u>
Fund balance - beginning		<u>(146,874)</u>	
Fund balance - ending		<u>\$ (171,774)</u>	

COUNTY OF GLENN, CALIFORNIA

Title III Forest Reserve Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	<u>\$ 700</u>	<u>\$ 1,106</u>	<u>\$ 406</u>
Expenditures:			
Current:			
General government			
Services and supplies	<u>14,206</u>	<u>13,636</u>	<u>570</u>
Net change in fund balance	<u>\$ (13,506)</u>	<u>(12,530)</u>	<u>\$ 976</u>
Fund balance - beginning		<u>75,058</u>	
Fund balance - ending		<u>\$ 62,528</u>	

COUNTY OF GLENN, CALIFORNIA

Bio Terrorism Grant Special Revenue Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Intergovernmental	\$ 272,089	\$ 230,517	\$ (41,572)
Investment earnings	149 #	979	830
Total revenues	<u>272,238</u>	<u>231,496</u>	<u>(40,742)</u>
Expenditures:			
Current:			
Health and sanitation			
Services and supplies	223,428	152,429	70,999
Capital outlay	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total expenditures	<u>273,428</u>	<u>202,429</u>	<u>70,999</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,190)</u>	<u>29,067</u>	<u>30,257</u>
Other Financing Uses:			
Transfers in	8,300	7,273	(1,027)
Transfers out	<u>(44,448)</u>	<u>(36,339)</u>	<u>8,109</u>
Total other financing sources (uses)	<u>(36,148)</u>	<u>(29,066)</u>	<u>7,082</u>
Net change in fund balance	<u>\$ (37,338)</u>	<u>1</u>	<u>\$ 37,339</u>
Fund balance - beginning		<u>37,338</u>	
Fund balance - ending		<u>\$ 37,339</u>	

COUNTY OF GLENN, CALIFORNIA

**IHSS Public Authority Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 260.291	\$ 157.963	\$ (102.328)
Investment earnings	<u>-</u>	<u>109</u>	<u>109</u>
Total revenues	<u>260.291</u>	<u>158.072</u>	<u>(102.219)</u>
Expenditures:			
Current:			
Public assistance			
Services and supplies	<u>260.291</u>	<u>157.963</u>	<u>102.328</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>109</u>	<u>\$ 109</u>
Fund balance - beginning		<u>37.529</u>	
Fund balance - ending		<u>\$ 37.638</u>	

COUNTY OF GLENN, CALIFORNIA

SSD Stuart Foundation Grant Special
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Intergovernmental	\$ 25,000	\$ 25,000	\$ -
Investment earnings	-	265	265
	<u>25,000</u>	<u>25,265</u>	<u>265</u>
Expenditures:			
Current:			
General government	<u>25,000</u>	<u>5,574</u>	<u>19,426</u>
	<u>\$ -</u>	<u>19,691</u>	<u>\$ 19,691</u>
Net change in fund balance			
Fund balance - beginning		<u>-</u>	
Fund deficit - ending		<u>\$ 19,691</u>	

COUNTY OF GLENN, CALIFORNIA

**Superintendent of Schools Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2005**

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 106,225	\$ 115,027	\$ 8,802
Intergovernmental	2,500	645	(1,855)
Investment earnings	1,000	2,076	1,076
Miscellaneous	-	107,641	107,641
	<u>109,725</u>	<u>225,389</u>	<u>115,664</u>
Total revenues			
Expenditures:			
Current:			
Education			
Services and supplies	45,000	45,000	-
	<u>45,000</u>	<u>45,000</u>	<u>-</u>
Net change in fund balance	<u>\$ 64,725</u>	<u>180,389</u>	<u>\$ 115,664</u>
Fund balance - beginning		<u>73,671</u>	
Fund balance - ending		<u>\$ 254,060</u>	

COUNTY OF GLENN, CALIFORNIA

Artois Fire Protection District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 19,300	\$ 19,581	\$ 281
Intergovernmental	2,150	2,090	(60)
Investment earnings	3,000	2,754	(246)
Charges for services	30,000	28,861	(1,139)
Miscellaneous	-	5	5
	<u>54,450</u>	<u>53,291</u>	<u>(1,159)</u>
Total revenues			
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	7,500	6,931	569
Services and supplies	43,486	26,633	16,853
	<u>50,986</u>	<u>33,564</u>	<u>17,422</u>
Total public protection			
Capital outlay	<u>24,000</u>	<u>21,351</u>	<u>2,649</u>
Total expenditures	<u>74,986</u>	<u>54,915</u>	<u>20,071</u>
Net change in fund balance	<u>\$ (20,536)</u>	<u>(1,624)</u>	<u>\$ 18,912</u>
Fund balance - beginning		<u>169,473</u>	
Fund balance - ending		<u>\$ 167,849</u>	

COUNTY OF GLENN, CALIFORNIA

**Bayliss Fire Protection District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 6,875	\$ 7,388	\$ 513
Intergovernmental	825	821	(4)
Investment earnings	1,500	1,158	(342)
Charges for services	<u>12,150</u>	<u>12,049</u>	<u>(101)</u>
Total revenues	<u>21,350</u>	<u>21,416</u>	<u>66</u>
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	2,800	2,710	90
Services and supplies	<u>17,427</u>	<u>6,962</u>	<u>10,465</u>
Total public protection	<u>20,227</u>	<u>9,672</u>	<u>10,555</u>
Capital outlay	<u>40,000</u>	<u>24,034</u>	<u>15,966</u>
Total expenditures	<u>60,227</u>	<u>33,706</u>	<u>26,521</u>
Net change in fund balance	<u>\$ (38,877)</u>	<u>(12,290)</u>	<u>\$ 26,587</u>
Fund balance - beginning		<u>78,539</u>	
Fund balance - ending		<u>\$ 66,249</u>	

COUNTY OF GLENN, CALIFORNIA

Hamilton Fire Protection District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 11,280	\$ 14,379	\$ 3,099
Intergovernmental	23,525	33,935	10,410
Investment earnings	2,500	3,638	1,138
Charges for services	198,900	201,761	2,861
Total revenues	<u>236,205</u>	<u>253,713</u>	<u>17,508</u>
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	67,887	54,199	13,688
Services and supplies	109,540	95,486	14,054
Total public protection	<u>177,427</u>	<u>149,685</u>	<u>27,742</u>
Capital outlay	<u>44,000</u>	<u>34,251</u>	<u>9,749</u>
Total expenditures	<u>221,427</u>	<u>183,936</u>	<u>37,491</u>
Net change in fund balance	<u>\$ 14,778</u>	69,777	<u>\$ 54,999</u>
Fund balance - beginning		<u>187,704</u>	
Fund balance - ending		<u>\$ 257,481</u>	

COUNTY OF GLENN, CALIFORNIA

**Willows Fire Protection District Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 38,000	\$ 37,446	\$ (554)
Intergovernmental	44,365	34,940	(9,425)
Investment earnings	3,500	1,965	(1,535)
Charges for services	33,550	33,699	149
Miscellaneous	-	1,669	1,669
	<u>119,415</u>	<u>109,719</u>	<u>(9,696)</u>
Total revenues			
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	13,920	13,919	1
Services and supplies	78,190	57,280	20,910
Total public protection	<u>92,110</u>	<u>71,199</u>	<u>20,911</u>
Capital outlay	<u>160,894</u>	<u>160,894</u>	<u>-</u>
Debt service:			
Principal	20,203	20,203	-
Interest	6,854	6,854	-
Total debt service	<u>27,057</u>	<u>27,057</u>	<u>-</u>
Total expenditures	<u>280,061</u>	<u>259,150</u>	<u>20,911</u>
Deficiency of revenues under expenditures	<u>(160,646)</u>	<u>(149,431)</u>	<u>(11,215)</u>
Other Financing Sources:			
Capital lease financing	<u>160,894</u>	<u>160,894</u>	<u>-</u>
Net change in fund balance	<u>\$ 248</u>	11,463	<u>\$ (11,215)</u>
Fund balance - beginning		<u>112,937</u>	
Fund balance - ending		<u>\$ 124,400</u>	

COUNTY OF GLENN, CALIFORNIA

Storm Drain Maintenance #1 Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 258	\$ 271	\$ 13
Intergovernmental		6	6
Investment earnings	1,000	752	(248)
Total revenues	<u>1,258</u>	<u>1,029</u>	<u>(229)</u>
Expenditures:			
Current:			
Public protection:			
Services and supplies	<u>4,592</u>	<u>884</u>	<u>3,708</u>
Net change in fund balance	<u>\$ (3,334)</u>	145	<u>\$ 3,479</u>
Fund balance - beginning		<u>46,058</u>	
Fund balance - ending		<u>\$ 46,203</u>	

COUNTY OF GLENN, CALIFORNIA

Storm Drain Maintenance #3 Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 3.075	\$ 3.312	\$ 237
Intergovernmental	55	65	10
Investment earnings	1,000	874	(126)
Total revenues	<u>4.130</u>	<u>4.251</u>	<u>121</u>
Expenditures:			
Current:			
Public protection:			
Services and supplies	<u>6.200</u>	<u>2.221</u>	<u>3,979</u>
Net change fund balance	<u>\$ (2.070)</u>	2.030	<u>\$ 4,100</u>
Fund balance - beginning		<u>52,461</u>	
Fund balance - ending		<u>\$ 54,491</u>	

COUNTY OF GLENN, CALIFORNIA

North Willows County Service Area Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 9.000	\$ 10.496	\$ 1.496
Intergovernmental	1.500	201	(1.299)
Investment earnings	175	138	(37)
Charges for services	19.000	19.075	75
Total revenues	<u>29.675</u>	<u>29.910</u>	<u>235</u>
Expenditures:			
Current:			
Public protection:			
Services and supplies	<u>31.967</u>	<u>29.918</u>	<u>2.049</u>
Net change in fund balance	<u>\$ (2.292)</u>	<u>(8)</u>	<u>\$ 2.284</u>
Fund balance - beginning		<u>2.374</u>	
Fund balance - ending		<u>\$ 2.366</u>	

COUNTY OF GLENN, CALIFORNIA

**Olive Fruit Fly District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ 450	\$ 907	\$ 457
Charges for services	54,000	58,091	4,091
Miscellaneous	<u>32,000</u>	<u>35,753</u>	<u>3,753</u>
Total revenues	<u>86,450</u>	<u>94,751</u>	<u>8,301</u>
Expenditures:			
Current:			
Salaries and benefits	16,793	11,232	5,561
Services and supplies	<u>62,061</u>	<u>50,351</u>	<u>11,710</u>
Total expenditures	<u>78,854</u>	<u>61,583</u>	<u>17,271</u>
Net change in fund balance	<u>\$ 7,596</u>	33,168	<u>\$ 25,572</u>
Fund balance - beginning		<u>26,956</u>	
Fund balance - ending		<u>\$ 60,124</u>	

COUNTY OF GLENN, CALIFORNIA

Air Pollution Control District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2005

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Licenses and permits	\$ 164,600	\$ 173,268	\$ 8,668
Fines, forfeitures and penalties	8,000	9,923	1,923
Intergovernmental	523,560	533,938	10,378
Investment earnings	4,550	4,986	436
Charges for services	102,000	100,001	(1,999)
Total revenues	<u>802,710</u>	<u>822,116</u>	<u>19,406</u>
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	362,532	344,339	18,193
Services and supplies	531,967	452,561	79,406
Total expenditures	<u>894,499</u>	<u>796,900</u>	<u>97,599</u>
Net change in fund balance	<u>\$ (91,789)</u>	<u>25,216</u>	<u>\$ 117,005</u>
Fund balance - beginning		<u>228,881</u>	
Fund balance - ending		<u>\$ 254,097</u>	



Intentionally Blank

NONMAJOR CAPITAL PROJECTS FUNDS

Acumulated Capital Outlay – This fund is used to account for resources accumulated for future countywide acquisition and improvement needs.

Building Fund – This fund is used to account for revenues and expenditures related to building and maintenance projects within the county.

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Capital Project Funds
 June 30, 2005

	Accumulated Capital Outlay	Building	Total Nonmajor Capital Projects Funds
Assets			
Cash and investments	<u>\$ 8,353</u>	<u>\$ 1,211,777</u>	<u>\$ 1,220,130</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ -	\$ 100.183	\$ 100.183
Due to other governments	<u>-</u>	<u>27,500</u>	<u>27,500</u>
Total liabilities	<u>-</u>	<u>127,683</u>	<u>127,683</u>
Fund balances:			
Unreserved/undesignated	<u>8,353</u>	<u>1,084,094</u>	<u>1,092,447</u>
Total liabilities and fund balances	<u>\$ 8,353</u>	<u>\$ 1,211,777</u>	<u>\$ 1,220,130</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Capital Projects Funds
 For the Fiscal Year Ended June 30, 2005

	Accumulated Capital Outlay	Building	Total Nonmajor Capital Projects Funds
Revenues:			
Intergovernmental	\$ -	\$ 137.500	\$ 137.500
Investment earnings	325	24.341	24.666
Total revenues	325	161.841	162.166
Expenditures:			
Capital outlay	-	2,329,677	2,329,677
Excess (deficiency) of revenues over (under) expenditures	325	(2,167,836)	(2,167,511)
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	(46,500)	-	(46,500)
Loan proceeds	-	2,612,500	2,612,500
Total other operating sources (uses)	(46,500)	2,612,500	2,566,000
Net change in fund balances	(46,175)	444,664	398,489
Fund balances - beginning	54,528	639,430	693,958
Fund balances - ending	\$ 8,353	\$ 1,084,094	\$ 1,092,447



Intentionally Blank

INTERNAL SERVICE FUNDS

Service Center – This fund is used to account for revenues and expenditures related to the purchase and maintenance of vehicles used in county business including public safety, public works, and other county departments. Expenditures are first incurred in the fund and charges are assessed to the county department or agency utilizing the vehicles.

Public Works – This fund is used to account for salaries and services and supplies incurred for the Public Works Agency which covers multiple departments. Costs are accumulated and charged to the various Public Works subagencies.

Human Resources – This fund is used to account for salaries and services and supplies incurred for Human Resource Agency functions that benefit both Social Service and Community Action programs. Costs are accumulated and charged to the departments and programs.

Health Services – This fund is used to account for salary related expenditures incurred for Health Services Administrative employees whose work covers multiple subagencies. Costs are accumulated and charged to the various Health Service subagencies.

Central Services – This fund is used to account for centralized equipment related expenses including postage meter, check signer, copy machines and some computers. Costs are accumulated and charged to the various county departments and agencies based on use.

Vegetation and Environmental Management – This fund is used to account for revenues and expenses related to the maintenance and management of vegetation and environmental issues in the county. Expenditures are first incurred in the fund and charges are assessed to the county departments or agencies utilizing the services.

Data Processing – This fund is used to account for the county's Pro Support service provided by an area technology firm. Costs incurred are paid from the fund and charges are assessed to the county departments or agencies utilizing the service.

CUPA/Underground Storage Tanks – This fund is used to account for fees collected and expenses incurred for implementation of the county's Certified Unified Program that includes consolidation of six state regulatory programs into one program.

Tri-County Bee – This fund is used to account for the costs associated with the limiting of destructive pests into the county.

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Net Assets
Internal Service Funds
June 30, 2005

	Service Center	Public Works	Human Resources	Health Services	Central Services
Assets					
Current assets:					
Cash and investments	\$ 770,857	\$ 2,993	\$ 18,881	\$ 2,438	\$ 9,000
Accounts receivable	52,212	-	82,306	-	-
Prepaid expense	-	590	-	-	-
Due from other funds	56,058	190,557	33,326	50,212	5,207
Due from other governments	2,330	66,587	-	-	188
Inventory	12,195	-	-	-	-
Total current assets	<u>893,652</u>	<u>260,727</u>	<u>134,513</u>	<u>52,650</u>	<u>14,395</u>
Noncurrent assets:					
Capital assets:					
Structure and improvements	206,058	185,030	-	-	-
Machinery and equipment	2,439,945	53,353	-	-	-
Less accumulated depreciation	(1,685,032)	(76,663)	-	-	-
Property, plant and equipment, net	<u>560,971</u>	<u>161,720</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total noncurrent assets	<u>960,971</u>	<u>161,720</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>1,854,623</u>	<u>422,447</u>	<u>134,513</u>	<u>52,650</u>	<u>14,395</u>
Liabilities					
Current liabilities:					
Accounts payable	12,194	4,416	37,797	16,793	9,450
Accrued salaries and benefits	14,439	42,055	81,098	23,970	-
Due to other funds	7,438	26,067	351	2,559	75
Deferred revenue	-	-	299	-	-
Compensated absences	1,252	1,012	12,223	1,597	-
Total current liabilities	<u>35,323</u>	<u>73,550</u>	<u>131,768</u>	<u>44,919</u>	<u>9,525</u>
Noncurrent liabilities:					
Compensated absences	20,394	53,687	106,949	24,394	-
Total liabilities	<u>55,717</u>	<u>127,237</u>	<u>238,717</u>	<u>69,313</u>	<u>9,525</u>
Net Assets (Deficit)					
Invested in capital assets, net of related debt	960,971	161,720	-	-	-
Unrestricted	837,935	133,490	(104,204)	(16,663)	4,870
Total net assets (deficit)	<u>\$ 1,798,906</u>	<u>\$ 295,210</u>	<u>\$ (104,204)</u>	<u>\$ (16,663)</u>	<u>\$ 4,870</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Net Assets
Internal Service Funds
June 30, 2005

Vegetation and Environmental Management	Data Processing	Underground Storage Tanks	Tri-County Bee	Total Internal Service Funds	
					Assets
					Current assets:
\$ 43,656	\$ -	\$ 70,581	\$ 1,232	\$ 919,638	Cash and investments
2,116	-	-	-	136,634	Accounts receivable
-	-	-	-	590	Prepaid expense
20,188	-	-	-	355,548	Due from other funds
-	-	-	-	69,105	Due from other governments
18,238	-	-	-	30,433	Inventory
<u>84,198</u>	<u>-</u>	<u>70,581</u>	<u>1,232</u>	<u>1,511,948</u>	Total current assets
					Noncurrent assets:
					Capital assets:
-	-	-	-	391,088	Structure and improvements
52,000	-	-	-	2,545,298	Machinery and equipment
(45,822)	-	-	-	(1,807,517)	Less accumulated depreciation
6,178	-	-	-	1,128,869	Property, plant and equipment, net
<u>6,178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,128,869</u>	Total noncurrent assets
<u>90,376</u>	<u>-</u>	<u>70,581</u>	<u>1,232</u>	<u>2,640,817</u>	Total assets
					Liabilities
					Current liabilities:
4,549	-	-	16	85,215	Accounts payable
-	-	-	-	161,562	Accrued salaries and benefits
4,428	-	-	-	40,918	Due to other funds
-	-	-	-	299	Deferred revenue
-	-	-	-	16,084	Compensated absences
<u>8,977</u>	<u>-</u>	<u>-</u>	<u>16</u>	<u>304,078</u>	Total current liabilities
					Noncurrent liabilities:
-	-	-	-	205,424	Compensated absences
<u>8,977</u>	<u>-</u>	<u>-</u>	<u>16</u>	<u>509,502</u>	Total liabilities
					Net Assets (Deficit)
6,178	-	-	-	1,128,869	Invested in capital assets, net of related debt
75,221	-	70,581	1,216	1,002,446	Unrestricted
<u>\$ 81,399</u>	<u>\$ -</u>	<u>\$ 70,581</u>	<u>\$ 1,216</u>	<u>\$ 2,131,315</u>	Total net assets (deficit)

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2005

	Service Center	Public Works	Human Resources	Health Services	Central Services
Operating revenues:					
Charges and fees	\$ 928,173	\$ 1,318,827	\$ 3,264,801	\$ 899,724	\$ 136,953
Miscellaneous	33,914	151	-	-	-
Total operating revenues	<u>962,087</u>	<u>1,318,978</u>	<u>3,264,801</u>	<u>899,724</u>	<u>136,953</u>
Operating expenses:					
Salaries and benefits	400,365	1,155,315	2,336,649	881,172	-
Services and supplies	272,038	180,872	930,910	-	131,365
Depreciation	333,063	15,622	-	-	-
Miscellaneous	-	-	-	-	-
Total operating expenses	<u>1,005,466</u>	<u>1,351,809</u>	<u>3,267,559</u>	<u>881,172</u>	<u>131,365</u>
Operating income (loss)	<u>(43,379)</u>	<u>(32,831)</u>	<u>(2,758)</u>	<u>18,552</u>	<u>5,588</u>
Nonoperating revenues:					
Investment earnings	13,187	890	-	-	-
Intergovernmental	-	-	-	-	-
Gain on sale of capital assets	26,055	-	-	-	-
Total nonoperating revenues	<u>39,242</u>	<u>890</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(4,137)	(31,941)	(2,758)	18,552	5,588
Net assets (deficit) - beginning, as restated	<u>1,803,043</u>	<u>327,151</u>	<u>(101,446)</u>	<u>(35,215)</u>	<u>(718)</u>
Net assets (deficit) - ending	<u>\$ 1,798,906</u>	<u>\$ 295,210</u>	<u>\$ (104,204)</u>	<u>\$ (16,663)</u>	<u>\$ 4,870</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2005

Vegetation and Environmental Management	Data Processing	Underground Storage Tanks	Tri-County Bee	Total Internal Service Funds	
\$ 84,606	\$ 187,992	\$ 36,187	\$ 6,000	\$ 6,863,263	Operating revenues:
-	-	-	-	34,065	Charges and fees
84,606	187,992	36,187	6,000	6,897,328	Miscellaneous
					Total operating revenues
-	-	-	-	4,773,501	Operating expenses:
88,449	187,992	110,640	6,317	1,908,583	Salaries and benefits
5,394	-	-	-	354,079	Services and supplies
-	-	-	-	-	Depreciation
93,843	187,992	110,640	6,317	7,036,163	Miscellaneous
					Total operating expenses
(9,237)	-	(74,453)	(317)	(138,835)	Operating income (loss)
793	-	1,999	41	16,910	Nonoperating revenues:
-	-	60,000	-	60,000	Investment earnings
-	-	-	-	26,055	Intergovernmental
793	-	61,999	41	102,965	Gain on sale of capital assets
					Total nonoperating revenues
(8,444)	-	(12,454)	(276)	(35,870)	Change in net assets
89,843	-	83,035	1,492	2,167,185	Net assets (deficit) - beginning, as restated
\$ 81,399	\$ -	\$ 70,581	\$ 1,216	\$ 2,131,315	Net assets (deficit) - ending

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2005

	Service Center	Public Works	Human Resources	Health Services	Central Services
Cash flows from operating activities:					
Receipts from customers and users	\$ 966,357	\$ 1,284,451	\$ 3,273,784	\$ 899,724	\$ 136,836
Receipts from interfund services provided	-	-	-	-	(126)
Payments to suppliers	(268,541)	(179,732)	(912,725)	-	(135,683)
Payments to employees	(397,824)	(1,150,973)	(2,332,798)	(884,004)	-
Payments for interfund services used	7,796	1,182	(31,320)	(27,426)	-
Net cash provided by (used for) operating activities	307,788	(45,072)	(3,059)	(11,706)	1,027
Cash flows from noncapital financing activities:					
Subsidy from federal/state grant	-	-	-	-	-
Cash flows from capital and related financing activities:					
Proceeds from sale of capital assets	26,055	-	-	-	-
Acquisition of capital assets	(302,903)	-	-	-	-
Net cash used for capital and related financing activities	(276,848)	-	-	-	-
Cash flows from investing activities:					
Interest received	13,185	890	-	-	-
Net increase (decrease) in cash and cash equivalents	44,125	(44,182)	(3,059)	(11,706)	1,027
Cash and cash equivalents, beginning	726,732	47,175	21,940	14,144	7,973
Cash and cash equivalents, ending	\$ 770,857	\$ 2,993	\$ 18,881	\$ 2,438	\$ 9,000
Reconciliation of operating income (loss) to net provided by (used for) operating activities:					
Operating income (loss)	\$ (43,379)	\$ (32,831)	\$ (2,758)	\$ 18,552	\$ 5,588
Adjustment to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	333,063	15,622	-	-	-
Changes in assets and liabilities:					
Accounts receivable	2,234	-	(15,908)	-	71
Due from other funds	4,038	(22,314)	(31,450)	54,422	(201)
Due from other governments	2,036	(34,527)	24,657	-	(188)
Prepaid items	-	(590)	65	-	-
Accounts payable	3,497	1,730	18,301	16,793	(4,318)
Accrued salaries and benefits	2,351	10,657	1,092	(1,072)	-
Due to other funds	3,758	23,496	130	(81,848)	75
Due to other government:	-	-	(181)	-	-
Deferred revenue	-	-	234	-	-
Compensated absences	190	(6,315)	2,759	(18,553)	-
Total adjustments	351,167	(12,241)	(301)	(30,258)	(4,561)
Net cash provided by (used for) operating activities	\$ 307,788	\$ (45,072)	\$ (3,059)	\$ (11,706)	\$ 1,027

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2005

Vegetation and Environmental Management	Data Processing	Underground Storage Tanks	Tri-County Bee	Total Internal Service Funds	
\$ 82,973	\$ 187,992	\$ 36,187	\$ 6,000	\$ 6,874,304	Cash flows from operating activities:
-	-	-	-	(126)	Receipts from customers and users
(96,450)	(187,992)	(110,950)	(6,317)	(1,898,390)	Receipts from interfund services provided
948	-	-	-	(4,764,651)	Payments to suppliers
(16,540)	-	(21,493)	-	(87,801)	Payments to employees
					Payments for interfund services used
<u>(29,069)</u>	<u>-</u>	<u>(96,256)</u>	<u>(317)</u>	<u>123,336</u>	Net cash provided by (used for) operating
					Cash flows from noncapital financing activities:
-	-	60,000	-	60,000	Subsidy from federal/state grant
					Cash flows from capital and related financing activities:
-	-	-	-	26,055	Proceeds from sale of capital assets
-	-	-	-	(302,903)	Acquisition of capital assets
					Net cash used for capital and related financing activities
				<u>(276,848)</u>	
					Cash flows from investing activities:
793	-	1,999	41	16,908	Interest received
<u>(28,276)</u>	<u>-</u>	<u>(34,257)</u>	<u>(276)</u>	<u>(76,604)</u>	Net increase (decrease) in cash and cash equivalents
71,932	-	104,838	1,508	996,242	Cash and cash equivalents, beginning
<u>\$ 43,656</u>	<u>\$ -</u>	<u>\$ 70,581</u>	<u>\$ 1,232</u>	<u>\$ 919,638</u>	Cash and cash equivalents, ending
					Reconciliation of operating income (loss) to net provided by (used for) operating activities:
\$ (9,237)	\$ -	\$ (74,453)	\$ (317)	\$ (138,835)	Operating income (loss)
					Adjustment to reconcile operating income (loss) to net cash provided by (used for) operating activities:
5,394	-	-	-	354,079	Depreciation
(1,633)	-	-	-	(15,236)	Changes in assets and liabilities:
(20,188)	-	-	-	(15,693)	Accounts receivable
-	-	-	-	(8,022)	Due from other funds
-	-	-	-	(525)	Due from other governments
(8,001)	-	(310)	-	27,692	Prepaid items
948	-	-	-	13,976	Accounts payable
3,648	-	(21,493)	-	(72,234)	Accrued salaries and benefits
-	-	-	-	(181)	Due to other funds
-	-	-	-	234	Due to other governments
-	-	-	-	(21,919)	Deferred revenue
<u>(19,832)</u>	<u>-</u>	<u>(21,803)</u>	<u>-</u>	<u>262,171</u>	Compensated absences
					Total adjustments
<u>\$ (29,069)</u>	<u>\$ -</u>	<u>\$ (96,256)</u>	<u>\$ (317)</u>	<u>\$ 123,336</u>	Net cash provided by (used for) operating activities



Intentionally Blank

AGENCY FUNDS

Taxes - Accounts for monies received or owed for current and delinquent taxes, which must be held and collected pending authority for distribution.

Courts - Accounts for monies deposited and disbursed under the control of the Courts.

Public Guardian/Administrator - Accounts for monies and property held by the Public Guardian/Administrator in its fiduciary capacity for its clients.

Other - Accounts for assets held by the County in a fiduciary capacity for other entities and includes resources held for distribution to third parties.

COUNTY OF GLENN, CALIFORNIA

Statement of Changes in Assets and Liabilities
 Agency Funds
 For the Fiscal Year Ended June 30, 2005

	Beginning July 1, 2004	Additions	Deletions	Ending June 30, 2005
Taxes				
Assets:				
Cash and investments	\$ 243,604	\$ 22,349,702	\$ 22,361,441	\$ 231,865
Taxes receivable	1,337,296	23,410,090	23,518,506	1,228,880
Due from other funds	640	-	640	-
Total assets	\$ 1,581,540	\$ 45,759,792	\$ 45,880,587	\$ 1,460,745
Liabilities:				
Due to other funds	\$ 148	\$ -	\$ 148	\$ -
Due to other governments	302,975	124,672	-	427,647
Agency obligations	1,278,417	45,635,120	45,880,439	1,033,098
Total liabilities	\$ 1,581,540	\$ 45,759,792	\$ 45,880,587	\$ 1,460,745
	Beginning July 1, 2004	Additions	Deletions	Ending June 30, 2005
Courts				
Assets:				
Cash and investments	\$ 584,651	\$ 3,383,144	\$ 3,393,322	\$ 574,473
Due from other funds	23,504	-	23,504	-
Due from other governments	-	20,635	-	20,635
Other assets	59,999	2,046	-	62,045
Total assets	\$ 668,154	\$ 3,405,825	\$ 3,416,826	\$ 657,153
Liabilities:				
Accounts payable	\$ 405,424	\$ -	\$ 71,179	\$ 334,245
Due to other funds	129,078	-	129,078	-
Due to other governments	925	100,070	1,214	99,781
Agency obligations	132,727	3,305,755	3,215,355	223,127
Total liabilities	\$ 668,154	\$ 3,405,825	\$ 3,416,826	\$ 657,153

COUNTY OF GLENN, CALIFORNIA

Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2005

	Beginning July 1, 2004	Additions	Deletions	Ending June 30, 2005
Public Guardian				
Assets:				
Cash with fiscal agent	\$ 1,857,767	\$ -	\$ 1,298,847	\$ 558,920
Other assets	<u>727,747</u>	<u>-</u>	<u>657,956</u>	<u>69,791</u>
Total assets	<u>\$ 2,585,514</u>	<u>\$ -</u>	<u>\$ 1,956,803</u>	<u>\$ 628,711</u>
Liabilities:				
Agency obligations	<u>\$ 2,585,514</u>	<u>\$ -</u>	<u>\$ 1,956,803</u>	<u>\$ 628,711</u>
	Beginning July 1, 2004	Additions	Deletions	Ending June 30, 2005
All Others				
Assets:				
Cash and investments	\$ 2,086,884	\$ 50,047,629	\$ 50,171,363	\$ 1,963,150
Cash with fiscal agent	29,452	-	-	29,452
Taxes receivable	468,482	87,308	-	555,790
Due from other funds	15,854	-	15,854	-
Due from other governments	302,973	133,624	-	436,597
Other assets	<u>40,012</u>	<u>1,667</u>	<u>-</u>	<u>41,679</u>
Total assets	<u>\$ 2,943,657</u>	<u>\$ 50,270,228</u>	<u>\$ 50,187,217</u>	<u>\$ 3,026,668</u>
Liabilities:				
Accounts payable	\$ 599,879	\$ 62,008	\$ -	\$ 661,887
Due to other funds	104,579	-	104,579	-
Due to other governments	-	89,356	-	89,356
Advances from other funds	17,597	-	17,597	-
Agency obligations	<u>2,221,602</u>	<u>50,118,864</u>	<u>50,065,041</u>	<u>2,275,425</u>
Total liabilities	<u>\$ 2,943,657</u>	<u>\$ 50,270,228</u>	<u>\$ 50,187,217</u>	<u>\$ 3,026,668</u>

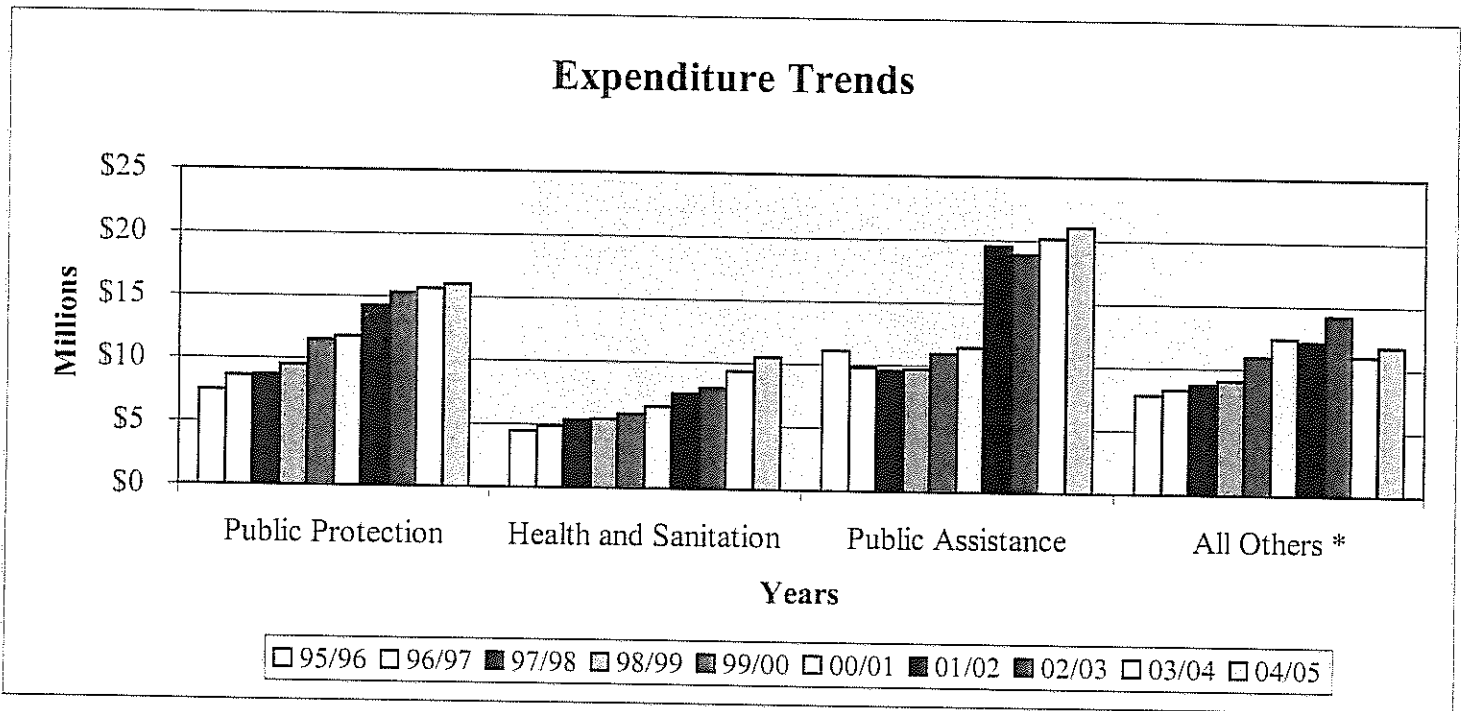
COUNTY OF GLENN, CALIFORNIA

Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2005

	<u>Beginning July 1, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2005</u>
All Agency Funds				
Assets:				
Cash and investments	\$ 2,915.139	\$ 75,780.475	\$ 75,926.126	\$ 2,769.488
Cash with fiscal agent	1,887.219	-	1,298.847	588.372
Taxes receivable	1,805.778	23,497.398	23,518.506	1,784.670
Due from other funds	39,998	-	39,998	-
Due from other governments	302.973	154,259	-	457,232
Other assets	<u>827.758</u>	<u>3,713</u>	<u>657.956</u>	<u>173.515</u>
 Total assets	 <u>\$ 7,778.865</u>	 <u>\$ 99,435.845</u>	 <u>\$ 101,441.433</u>	 <u>\$ 5,773.277</u>
 Liabilities:				
Accounts payable	\$ 1,005.303	\$ 62.008	\$ 71.179	\$ 996.132
Due to other funds	233.805	-	233.805	-
Due to other governments	303.900	314.098	1,214	616.784
Advances from other funds	17.597	-	17,597	-
Agency obligations	<u>6,218.260</u>	<u>99,059.739</u>	<u>101,117.638</u>	<u>4,160.361</u>
 Total liabilities	 <u>\$ 7,778.865</u>	 <u>\$ 99,435.845</u>	 <u>\$ 101,441.433</u>	 <u>\$ 5,773.277</u>

COUNTY OF GLENN, CALIFORNIA
General Government Expenditures by Function*
Last Ten Fiscal Years

Fiscal Year	Public Protection	Health and Sanitation	Public Assistance	All Others**	Total	Fiscal Year
1995/96	7,503,888	4,455,783	11,074,206	7,844,635	30,878,512	95/96
1996/97	8,638,057	4,870,438	9,813,722	8,295,907	31,618,124	96/97
1997/98	8,713,609	5,373,035	9,584,357	8,712,103	32,383,104	97/98
1998/99	9,518,416	5,462,050	9,693,474	9,042,454	33,716,394	98/99
1999/00	11,490,460	5,849,537	10,927,626	10,931,822	39,199,445	99/00
2000/01	11,803,594	6,500,881	11,412,230	12,403,234	42,119,939	00/01
2001/02	14,240,830	7,560,539	19,512,782	12,136,575	53,450,726	01/02
2002/03	15,304,335	8,005,829	18,864,961	14,211,665	56,386,790	02/03
2003/04	15,640,848	9,364,177	20,119,080	11,019,107	56,143,212	03/04
2004/05	15,983,604	10,450,745	21,041,392	11,775,216	59,250,957	04/05



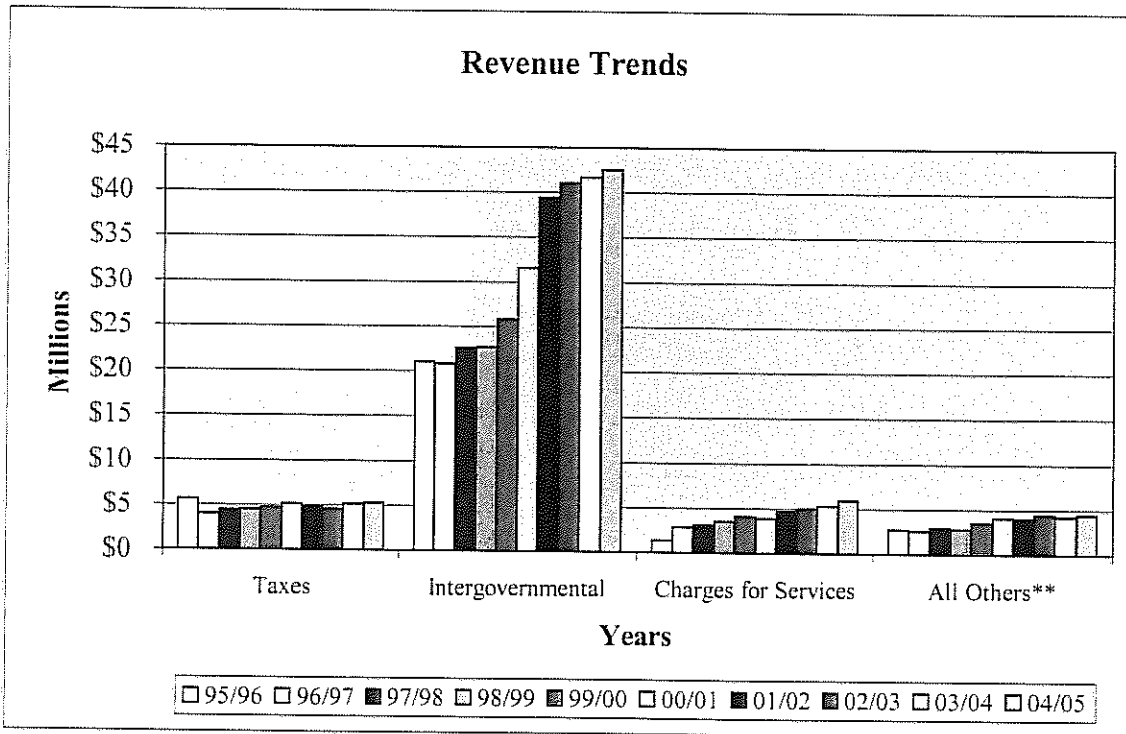
* Includes General, Special Revenue, Debt Service and Capital Project Funds.

** Includes general government, public ways and facilities, education, debt service and capital outlay expenditures.

Source: Comprehensive Annual Financial Report

COUNTY OF GLENN, CALIFORNIA
General Government Revenues by Source*
Last Ten Fiscal Years

Fiscal Year	Taxes	Inter-governmental	Charges for Services	All Others**	Total
1995/96	5,615,629	20,994,307	1,346,588	2,702,595	30,659,119
1996/97	3,988,593	20,821,620	2,862,103	2,534,760	30,207,076
1997/98	4,398,826	22,578,386	3,042,825	2,930,730	32,950,767
1998/99	4,456,025	22,641,015	3,495,334	2,808,173	33,400,547
1999/00	4,692,273	25,768,196	4,046,489	3,482,716	37,989,674
2000/01	5,122,836	31,513,710	3,844,202	4,077,203	44,557,951
2001/02	4,769,374	39,342,369	4,704,109	4,000,991	52,816,843
2002/03	4,561,652	41,011,277	4,972,724	4,389,084	54,934,737
2003/04	5,108,015	41,661,011	5,262,650	4,198,164	56,229,840
2004/05	5,242,151	42,535,348	5,899,428	4,409,299	58,086,226



* Includes General, Special Revenue, Debt Service and Capital Project Funds.

** Includes licenses and permits, fines forfeitures and penalties, use of money and property and miscellaneous.

Source: Comprehensive Annual Financial Report

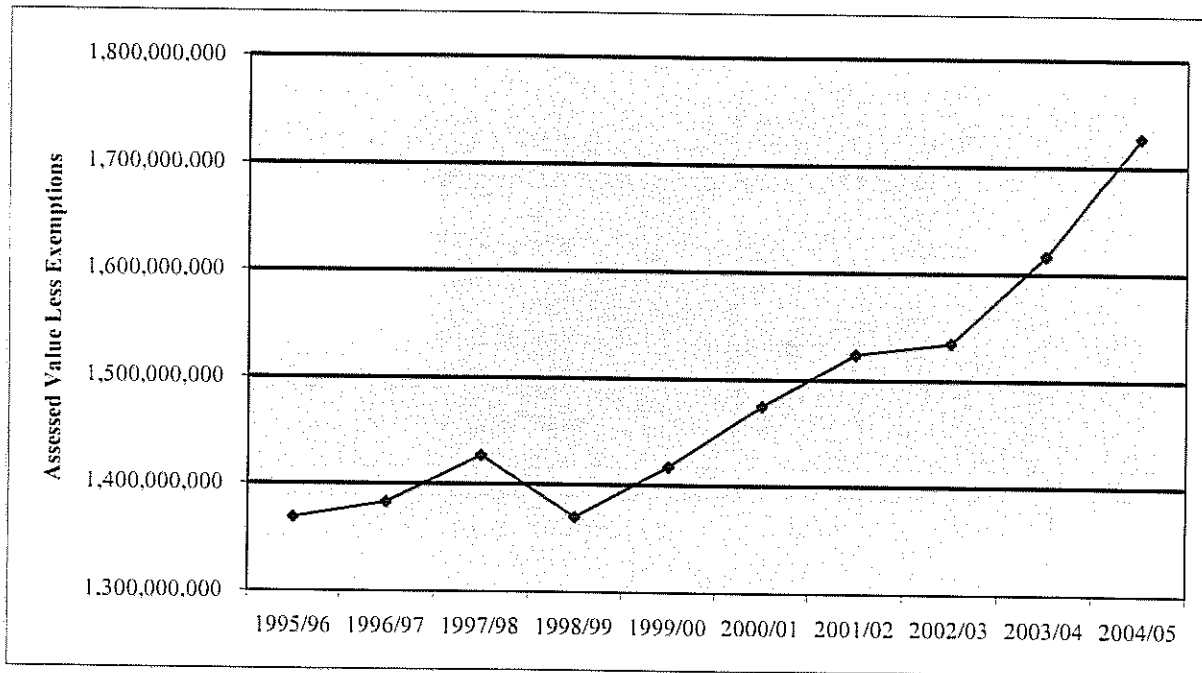
COUNTY OF GLENN, CALIFORNIA
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Tax Bills Issued	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
1995/96	14,277	\$ 15,196,364	\$ 14,840,060	97.7%	\$ 356,304	2.3%
1996/97	14,393	15,237,706	14,888,294	97.7%	349,412	2.3%
1997/98	14,338	15,508,681	15,156,055	97.7%	352,625	2.3%
1998/99	14,375	16,125,823	15,745,443	97.6%	380,380	2.4%
1999/00	14,707	16,633,522	16,272,591	97.8%	360,931	2.2%
2000/01	14,649	17,173,929	16,399,169	95.5%	774,760	4.5%
2001/02	14,906	17,873,305	17,343,991	97.0%	529,314	3.0%
2002/03	14,838	18,222,869	17,833,019	97.9%	389,850	2.1%
2003/04	14,783	19,233,422	18,965,225	98.6%	268,197	1.4%
2004/05	14,833	20,551,442	20,187,592	98.2%	360,291	1.8%

Source: Glenn County Department of Finance - Treasurer/Tax Collector Division

COUNTY OF GLENN, CALIFORNIA
Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Assessed Value					Assessed Value Less Exemptions		Net Increase	
	Land	Improvements	Personal Property	Total	Exemptions	Amount	Percentage	Amount	Percentage
1994/95	555,561,684	698,078,289	138,092,167	1,391,732,140	47,834,623	1,343,897,517	N/A	N/A	N/A
1995/96	554,125,361	713,347,139	149,725,172	1,417,197,672	49,103,233	1,368,094,439	24,196,922	1.8%	1.8%
1996/97	555,726,836	729,065,698	147,122,031	1,431,914,565	49,559,792	1,382,354,773	14,260,334	1.0%	1.0%
1997/98	593,604,412	739,283,817	149,073,325	1,481,961,554	55,382,494	1,426,579,060	44,224,287	3.2%	3.2%
1998/99	610,980,160	658,535,818	155,621,607	1,425,137,585	56,096,229	1,369,041,356	(57,537,704)	-4.0%	-4.0%
1999/00	624,971,835	715,810,490	162,974,741	1,474,463,703	57,783,750	1,416,679,953	47,638,597	3.5%	3.5%
2000/01	634,309,231	715,810,490	182,545,779	1,532,665,500	58,213,072	1,474,452,428	57,772,475	4.1%	4.1%
2001/02	651,331,944	745,946,260	184,941,874	1,582,220,078	59,104,642	1,523,115,436	48,663,008	3.3%	3.3%
2002/03	643,862,807	766,494,948	182,073,403	1,592,431,158	58,262,871	1,534,168,287	11,052,851	0.7%	0.7%
2003/04	681,451,279	808,295,048	182,264,361	1,672,010,688	55,923,498	1,616,087,190	81,918,903	5.3%	5.3%
2004/05	729,123,078	861,384,817	194,909,031	1,785,416,926	58,892,880	1,726,524,046	110,436,856	6.8%	6.8%



Source: Glenn County Department of Finance

COUNTY OF GLENN, CALIFORNIA
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	Countywide Tax	(1) Schools	Total
1995/96	1.00000	0.01822	1.01822
1996/97	1.00000	0.00840	1.00840
1997/98	1.00000	0.01400	1.01400
1998/99	1.00000	0.01833	1.01833
1999/00	1.00000	0.03050	1.03050
2000/01	1.00000	0.04833	1.04833
2001/02	1.00000	0.05233	1.05233
2002/03	1.00000	0.04395	1.04395
2003/04	1.00000	0.04250	1.04250
2004/05	1.00000	0.04930	1.04930

Source: Glenn County Department of Finance

(1) Rates shown represent a weighted average of the various school district tax rate areas within the County of Glenn

California voters, on June 6, 1978, approved a constitutional amendment to Article XIII A of the California Constitution, commonly known as Proposition 13, which limits the taxing power of California public agencies. Legislation enacted by the California Legislature to implement Article XIII A (Statutes of 1978, Chapter 292, as amended) provides that notwithstanding any other law, local agencies may not levy property tax except to pay debt service on indebtedness approved by voters prior to July 1, 1978, and that each County will levy the maximum permitted by Article XIII A of \$1 per \$100 of full cash value, pursuant to Senate Bill 1656, Statutes of 1978. The rates shown above are percentages of assessed valuation.

COUNTY OF GLENN, CALIFORNIA
Computation of Legal Debt Margin
June 30, 2005

Assessed Valuations:

Assessed Value	\$	1,726,524,046
Debt Limitation		-
Amount of Debt Applicable to Debt Limit:		<u>-</u>
Legal Debt Margin	\$	<u><u>1,726,524,046</u></u>

COUNTY OF GLENN, CALIFORNIA
Ratio of Net General Obligation Bonded Debt to Assessed
Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	(1) Population	(2) Assessed Value	(3) Gross Bonded Debt	Bonded Debt to Assessed Value	Gross Bonded Debt per Capita
1995/96	26.150	1,368,094,439	-	-	-
1996/97	26.350	1,382,354,773	-	-	-
1997/98	26.400	1,426,579,060	-	-	-
1998/99	26.400	1,369,041,356	-	-	-
1999/00	26.300	1,416,679,953	-	-	-
2000/01	26.550	1,474,452,428	-	-	-
2001/02	26.600	1,523,115,436	-	-	-
2002/03	26.750	1,534,168,287	-	-	-
2003/04	27.400	1,616,087,190	-	-	-
2004/05	27.750	1,726,524,046	-	-	-

(1) Source: California Department of Finance, Demographic Research Unit

(2) Source: Glenn County Department of Finance

(3) Glenn County does not have any general obligation bonded debt.

COUNTY OF GLENN, CALIFORNIA
 Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General
 to Total General Governmental Expenditures
 Last Ten Fiscal Years

Fiscal Year	(1) Debt Service Expenditure		Total Debt Service	(2) Total Expenditures	Ratio Debt Service to Total Expenditures
	Principal	Interest and Finance Charges			
1995/96	-	-	-	\$ 30,878,512	-
1996/97	-	-	-	31,618,124	-
1997/98	-	-	-	32,383,104	-
1998/99	-	-	-	33,716,394	-
1999/00	-	-	-	39,199,445	-
2000/01	-	-	-	42,119,939	-
2001/02	-	-	-	53,450,726	-
2002/03	-	-	-	56,386,790	-
2003/04	-	-	-	56,143,212	-
2004/05	-	-	-	59,250,957	-

(1) Includes debt service expenditures for general obligation bonded debt only.

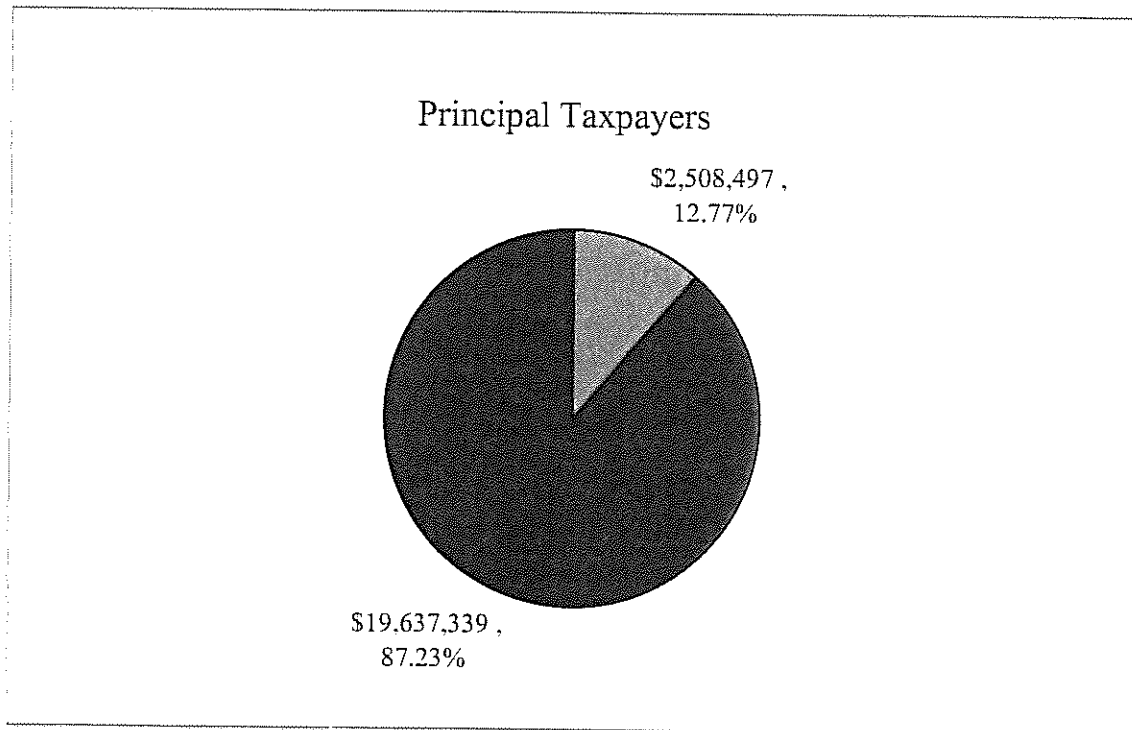
Source: Comprehensive Annual Financial Report

COUNTY OF GLENN, CALIFORNIA
 Computation of Direct and Overlapping Bonded Debt
 June 30, 2005

	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to Government</u>	<u>Amount Applicable to Government</u>
Direct:			
General Obligation Debt	\$ -		\$ -
Overlapping:			
Hamilton Union High School District 1998	1,170,000	0%	-
Plaza Unified School District 2000	<u>700,000</u>	0%	<u>-</u>
	<u>\$ 1,870,000</u>		<u>\$ -</u>

COUNTY OF GLENN, CALIFORNIA
Principal Taxpayers
June 30, 2005

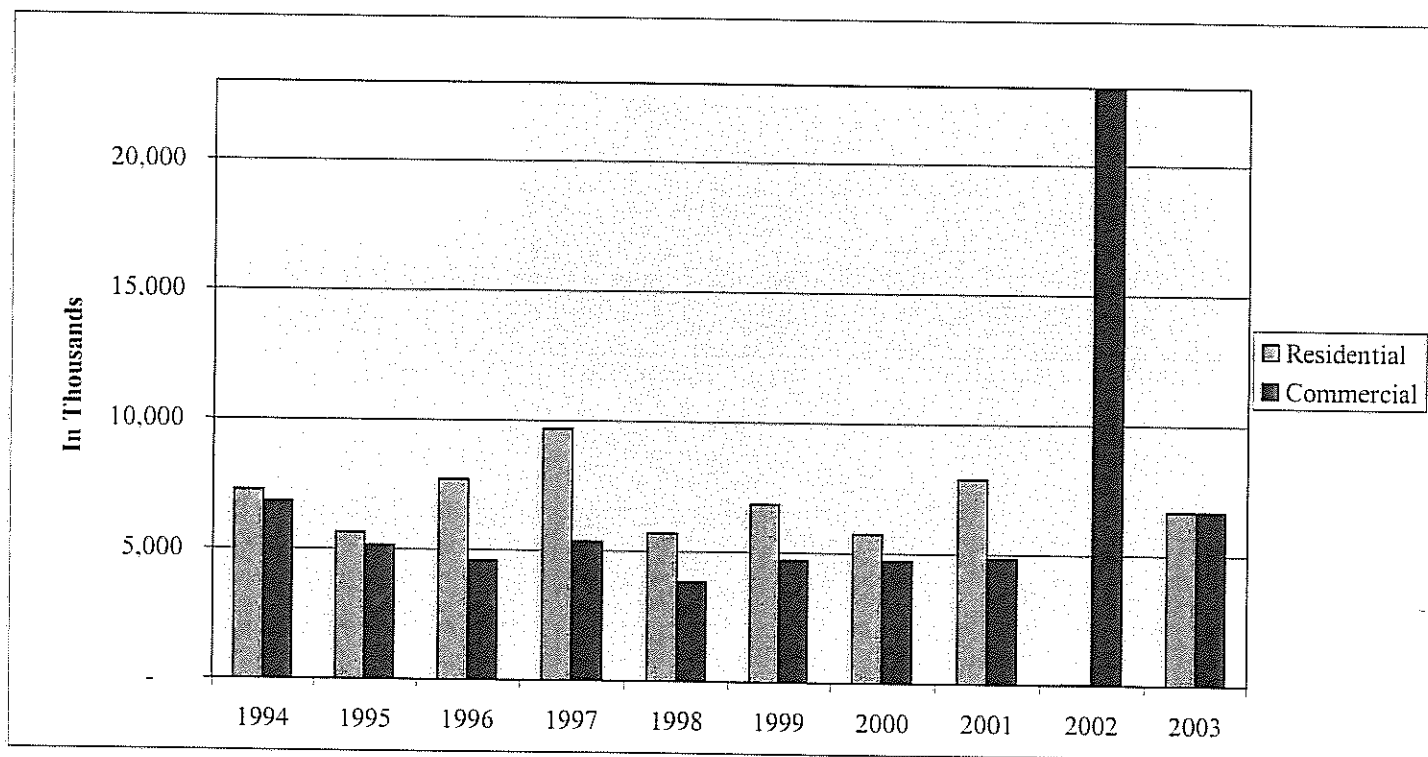
Taxpayer	Total Taxes	Percentages	Assessed Value
Johns Manville International	\$ 837,591	4.27%	82,427,117
Pacific Gas & Electric Co.	683,999	3.48%	63,515,073
Venoco Inc.	299,350	1.52%	29,581,819
Big W Ranch Corp	157,767	0.80%	15,310,488
The Nature Conservancy	108,750	0.55%	10,225,876
Williams Ej Etal	98,901	0.50%	3,913,811
Violich Paul A Inc	91,092	0.46%	8,383,413
Koehnens & Sons Orchard C F	90,275	0.46%	8,432,472
Bird Haven Ranch LLC	69,619	0.35%	6,831,271
Baldwin Contracting Co Inc	71,153	0.36%	6,663,571
Total taxes of 10 largest taxpayers	\$ 2,508,497	12.77%	235,284,911
Total taxes of all taxpayers	\$ 19,637,339	100.00%	



Source: Glenn County Department of Finance - Treasurer-Tax Collector

COUNTY OF GLENN, CALIFORNIA
 Building Permit Valuation
 (in thousands)
 Last Ten Years

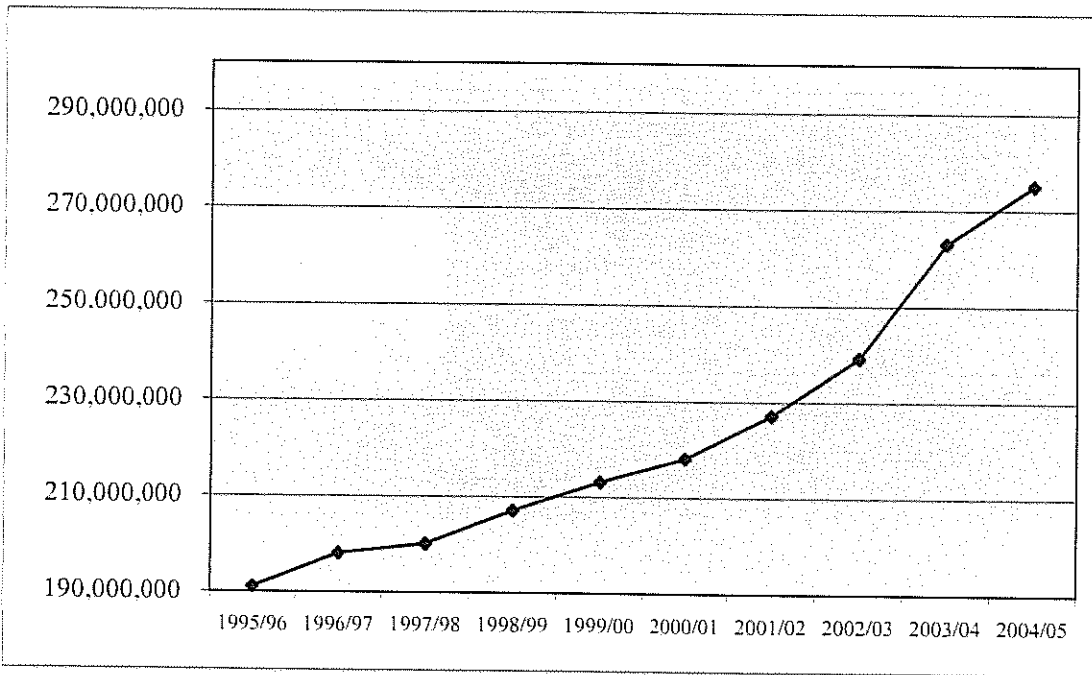
	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
Residential										
New Single Family Dwelling	\$ 6,262	\$ 4,146	\$ 6,361	\$ 8,929	\$ 4,953	\$ 5,264	\$ 4,670	\$ 6,728	\$ 8	\$ 3,567
Alterations and Additions	991	1,493	1,345	745	727	1,577	1,057	1,159	14	3,104
Total Residential	7,253	5,639	7,706	9,674	5,680	6,841	5,727	7,887	22	6,671
Nonresidential										
New Commerical	3,045	731	405	1,667	-	1,604	176	822	1,847	1,800
New Industrial	-	724	-	-	460	-	-	376	3,395	-
Other Construction	2,347	2,423	2,786	2,263	2,218	2,364	4,043	3,135	6,244	3,398
Alterations and Additions	1,425	1,274	1,378	1,420	1,155	735	485	497	11,485	1,464
Total Nonresidential	6,817	5,152	4,569	5,350	3,833	4,703	4,704	4,830	22,971	6,662
Total Valuation	\$ 14,070	\$ 10,791	\$ 12,275	\$ 15,024	\$ 9,513	\$ 11,544	\$ 10,431	\$ 12,717	\$ 22,993	\$ 13,333



Source: Construction Industry Research Board.

COUNTY OF GLENN, CALIFORNIA
 Deposits in FDIC Insured Institutions
 Last Ten Fiscal Years

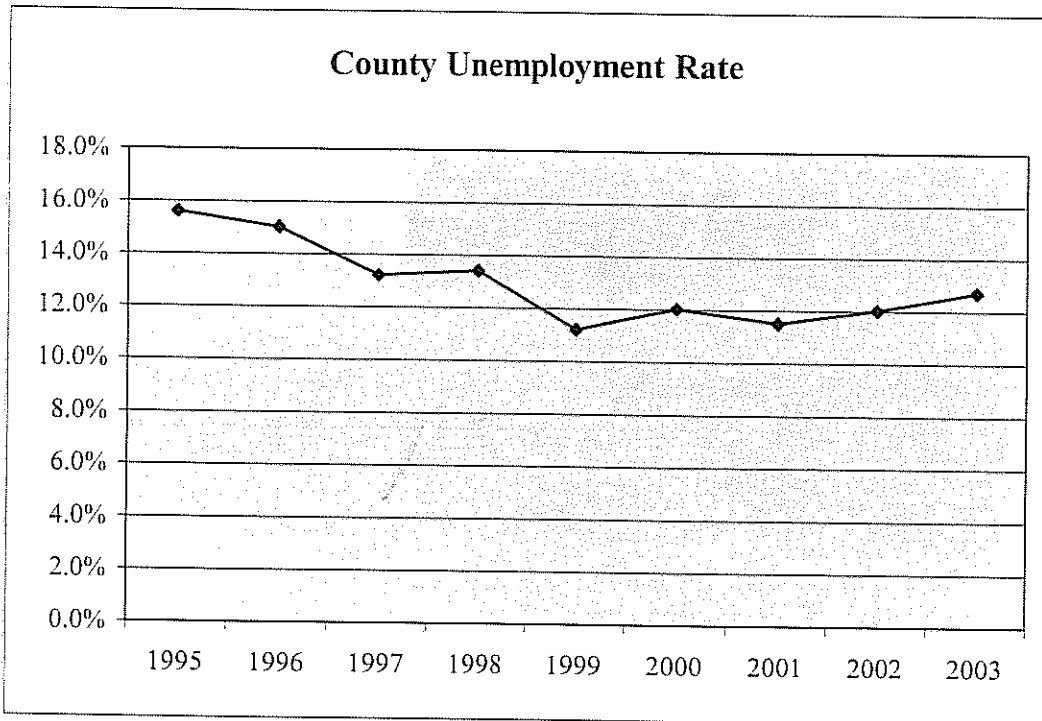
Fiscal Year	Number of Institutions	Number of Offices	Deposits	Net Increase	
				Amount	Percentage
1995/96	4	8	191,000,000		
1996/97	4	8	198,000,000	7,000,000	3.66%
1997/98	4	8	200,000,000	2,000,000	1.01%
1998/99	4	8	207,000,000	7,000,000	3.50%
1999/00	4	8	213,000,000	6,000,000	2.90%
2000/01	4	8	218,000,000	5,000,000	2.35%
2001/02	4	8	227,000,000	9,000,000	4.13%
2002/03	4	8	239,000,000	12,000,000	5.29%
2003/04	4	8	263,000,000	24,000,000	10.04%
2004/05	4	8	275,000,000	12,000,000	4.56%



Source: Federal Deposit Insurance Corporation (FDIC).

COUNTY OF GLENN, CALIFORNIA
Demographic Statistics
Last Ten Fiscal Years

Year	(1) Population	(2) School Enrollment	(3) County Unemployment Rate	(4) Per Capita Personal Income
1995	26,150	6,232	15.6%	\$ 16,093
1996	26,350	6,188	15.0%	\$ 17,861
1997	26,400	6,206	13.2%	\$ 18,862
1998	26,400	6,167	13.4%	\$ 18,074
1999	26,300	6,215	11.2%	\$ 19,077
2000	26,550	6,234	12.0%	\$ 19,336
2001	26,600	6,167	11.5%	\$ 20,232
2002	26,750	6,055	12.0%	\$ 20,605
2003	27,400	6,103	12.7%	Not Available
2004	27,750	6,063	Not Available	Not Available



- (1) Source: California Department of Finance
- (2) Source: California Department of Education
- (3) Source: California Employment Development Department
- (4) Source: U.S. Department of Commerce, Bureau of Economic Analysis

COUNTY OF GLENN, CALIFORNIA
Miscellaneous Statistical Data
June 30, 2005

Geographic Location: The County of Glenn is located 90 miles north of Sacramento and 70 miles south of Redding along Interstate 5. Glenn County has a total area of 1327 square miles. Glenn County represents .81 percent of the total area of the State of California.

The eastern half of Glenn County lies within the Sacramento Valley, an agriculturally rich area with rice as its predominant crop. The western quarter of the county is within the Coast Range, which rises to over 7,448 feet at Black Butte in the northwestern part of the county and is mostly forested. The remaining quarter is low foothills with narrow valleys where ranching is dominant.

County Seat: Willows, California

Date of Incorporation: March 5, 1891

Form of Government: General Law County, government by a five-member Board of Supervisors

Fiscal Year: July 1 through June 30

Incorporated Cities: Orland - Population 6,525 (2004)
Willows - Population 6,375 (2004)

Roads: 860 miles of County maintained streets and roads in the unincorporated areas

County Employees
at June 30:

Year	Number of Employees	Percent of Increase/ (Decrease)
1996	436	N/A
1997	442	1%
1998	457	3%
1999	459	0%
2000	516	12%
2001	498	-3%
2002	538	8%
2003	537	0%
2004	504	-6%
2005	498	-1%

Source: Glenn County Department of Finance