

# County of Glenn

Willows, California

*Basic Financial Statements*

*For the year ended June 30, 2011*

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**COUNTY OF GLENN  
 BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

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 BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

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## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Glenn, California (the "County"), as of and for the year ended June 30, 2011, 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 statement of the First 5 Glenn County (the "Children & Family Commission"), a discretely presented component unit of the County, which represents \$490,179 of assets and \$459,821 of revenues. Those financial statements were audited by other auditors whose report, dated October 13, 2011, and expressing an unqualified opinion, has been furnished to us, and in our opinion, insofar as it relates to the amounts included for the Children & Family 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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2011 and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 to the financial statements, the County adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* as of July 1, 2010.

As discussed in Note 15 to the financial statements, the County recorded a prior period adjustment to correct errors in prior year financial statements related to closing journal entries and presentation capital assets and related accumulated depreciation. The prior period adjustments have been made to correct net assets and fund balances as of July 1, 2010.

To the Honorable Board of Supervisors  
of the County of Glenn  
Willows, California  
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In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2012 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management has elected to omit the *Management's Discussion and Analysis* that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the *Governmental Accounting Standards Board*, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statement is not affected by this omitted information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 55 through 64 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the *Governmental Accounting Standards Board*, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the budgetary comparison information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

*Caporicci & Larson, Inc.*

Caporicci & Larson, Inc.  
A Subsidiary of Marcum LLP  
Certified Public Accountants  
San Francisco, California  
March 30, 2012

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**BASIC FINANCIAL STATEMENTS –  
GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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**COUNTY OF GLENN, CALIFORNIA**

**Statement of Net Assets**

**June 30, 2011**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Children & Families Commission
<b>Assets</b>				
Cash and investments	\$ 11,617,507	\$ 4,300,525	\$ 15,918,032	\$ 420,166
Receivables (net)	5,608,675	210,472	5,819,147	--
Internal balances	69,606	(69,606)	--	--
Loans receivable	1,921,421	--	1,921,421	--
Other assets	1,049,276	12,341	1,061,617	70,013
Capital assets:				
Nondepreciable	964,478	743,846	1,708,324	--
Depreciable, net	35,292,185	1,282,069	36,574,254	--
<b>Total assets</b>	<b>56,523,148</b>	<b>6,479,647</b>	<b>63,002,795</b>	<b>490,179</b>
<b>Liabilities</b>				
Payables	3,971,557	126,473	4,098,030	42,209
Refundable deposits	19,947	--	19,947	--
Unearned revenue	4,152,733	13	4,152,746	--
Interest payable	95,435	--	95,435	--
OPEB payable	5,963,294	107,683	6,070,977	--
Long-term obligations:				
Due within one year	362,500	79,389	441,889	358
Due in more than one year	4,922,537	9,449,830	14,372,367	--
<b>Total liabilities</b>	<b>19,488,003</b>	<b>9,763,388</b>	<b>29,251,391</b>	<b>42,567</b>
<b>Net Assets</b>				
Invested in capital assets, net of related debt	33,082,456	1,377,100	34,459,556	--
Restricted for:				
Health and social services	--	--	--	--
Public protection	--	--	--	--
Other purposes	--	--	--	447,612
Unrestricted	3,952,689	(4,660,841)	(708,152)	--
<b>Total net assets</b>	<b>\$ 37,035,145</b>	<b>\$ (3,283,741)</b>	<b>\$ 33,751,404</b>	<b>\$ 447,612</b>

The accompanying notes are an integral part of these financial statements.

COUNTY OF GLENN, CALIFORNIA

Statement of Activities and Changes in Net Assets  
For the Fiscal Year Ended June 30, 2011

<u>FUNCTION/PROGRAM ACTIVITIES:</u>	<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
Primary Government:			
Governmental Activities:			
General government	\$ 7,262,290	\$ 5,675,858	\$ 258,461
Public protection	21,329,040	4,297,202	7,750,240
Public ways and facilities	5,238,295	408,614	3,627,148
Health and sanitation	14,735,415	958,668	11,818,704
Public assistance	31,168,438	4,341,468	23,635,269
Education	453,880	3,893	1,955
Interest on long-term debt	240,706	-	-
Total governmental activities	<u>80,428,065</u>	<u>15,685,703</u>	<u>47,091,777</u>
Business-type Activities:			
Landfill	1,784,707	2,210,492	27,000
Airports	444,609	438,204	40,000
Total business-type activities	<u>2,229,316</u>	<u>2,648,696</u>	<u>67,000</u>
Total Primary Government	<u>\$ 82,657,381</u>	<u>\$ 18,334,399</u>	<u>\$ 47,158,777</u>
Component unit:			
Children & Families Commission	<u>\$ 473,223</u>	<u>\$ -</u>	<u>\$ 443,893</u>

**General revenues:**

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

Net (Expense) Revenue and Changes in Net Assets

Capital Grants and Contributions	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Children & Family Commission
\$ -	(1,327,971)	\$ -	\$ (1,327,971)	\$ -
-	(9,281,598)		(9,281,598)	
-	(1,202,533)		(1,202,533)	
-	(1,958,043)		(1,958,043)	
-	(3,191,701)		(3,191,701)	
-	(448,032)		(448,032)	
-	(240,706)		(240,706)	
-	<u>(17,650,584)</u>		<u>(17,650,585)</u>	
-		452,785	452,785	
-		33,595	33,595	
-		486,380	486,380	
\$ -	<u>(17,650,584)</u>	<u>486,380</u>	<u>(17,164,205)</u>	
<u>\$ -</u>				<u>\$ (29,330)</u>
	5,540,388	-	5,540,388	
	98,460	-	98,460	
	261,153	-	261,153	
	3,322,983	-	3,322,983	
	928,129	-	928,129	
	176,493	21,957	198,450	
	245,088	-	245,088	
	1,907,268		1,907,268	15,928
	<u>12,479,962</u>	<u>21,957</u>	<u>12,501,919</u>	<u>15,928</u>
	(5,170,622)	508,337	(4,662,285)	(13,402)
	<u>42,205,767</u>	<u>(3,792,078)</u>	<u>38,413,689</u>	<u>461,014</u>
	<u>37,035,145</u>	<u>\$ (3,283,741)</u>	<u>\$ 33,751,404</u>	<u>\$ 447,612</u>

COUNTY OF GLENN, CALIFORNIA

**Balance Sheet**  
**Governmental Funds**  
**June 30, 2011**

Assets	General Fund	Community Action Agency Fund	Road Fund	Mental Health Services Act	Superior Reg Workforce Education	Non-Major Governmental Funds	Total Governmental Funds
Cash and investments	\$ --	\$ 590,071	\$ 1,969,609	\$ 2,168,581	\$ 1,695,877	\$ 3,737,881	\$ 10,162,019
Accounts receivable	728,860	190,020	23,669	--	--	--	942,549
Interest receivable	10,445	989	4,167	3,713	2,922	5,176	27,412
Due from other funds	1,812,062	4,778	504,194	--	--	114,110	2,435,144
Due from other governments	3,800,454	--	469,075	--	--	256,404	4,525,933
Prepaid items	112,372	--	37,882	--	--	1,175	151,429
Inventory	215	201,071	121,506	--	--	--	322,792
Advances to other funds	326,540	--	150,000	--	--	--	476,540
Loans receivable	--	1,921,421	--	--	--	--	1,921,421
<b>Total assets</b>	<b>\$ 6,790,948</b>	<b>\$ 2,908,350</b>	<b>\$ 3,280,102</b>	<b>\$ 2,172,294</b>	<b>\$ 1,698,799</b>	<b>\$ 4,114,746</b>	<b>\$ 20,965,239</b>
<b>Liabilities and Fund Balances</b>							
<b>Liabilities:</b>							
Accounts payable	\$ 685,455	\$ 97,191	\$ 248,109	\$ --	\$ --	\$ 282,882	\$ 1,313,637
Accrued salaries and benefits	1,045,686	144,562	106,208	--	--	28,264	1,324,720
Interest payable	163	--	4,179	--	--	41,679	46,021
Due to other funds	1,508,275	50,987	99,479	265,871	--	412,559	2,337,171
Due to other governments	848,140	5,808	--	--	--	--	853,948
Other liabilities	49,219	--	15,019	--	--	15,376	79,614
Deferred revenue	59,161	447,262	--	1,817,914	1,698,799	121,010	4,144,146
Deposits from others	5,328	14,619	--	--	--	--	19,947
Advances from other funds	--	126,242	--	--	--	167,000	293,242
<b>Total liabilities</b>	<b>4,201,427</b>	<b>886,671</b>	<b>472,994</b>	<b>2,083,785</b>	<b>1,698,799</b>	<b>1,068,770</b>	<b>10,412,446</b>
<b>Fund balances (deficit):</b>							
Nonspendable	439,127	201,071	309,388	--	--	1,175	950,761
Restricted	--	1,820,608	2,379,973	88,509	--	2,589,677	6,878,767
Committed	--	--	--	--	--	--	--
Assigned	176,271	--	117,747	--	--	57,411	351,429
Unassigned	1,974,123	--	--	--	--	397,713	2,371,836
<b>Total fund balances</b>	<b>2,589,521</b>	<b>2,021,679</b>	<b>2,807,108</b>	<b>88,509</b>	<b>--</b>	<b>3,045,976</b>	<b>10,552,793</b>
<b>Total liabilities and fund balances</b>	<b>\$ 6,790,948</b>	<b>\$ 2,908,350</b>	<b>\$ 3,280,102</b>	<b>\$ 2,172,294</b>	<b>\$ 1,698,799</b>	<b>\$ 4,114,746</b>	<b>\$ 20,965,239</b>

The accompanying notes are an integral part of these financial statements.

COUNTY OF GLENN, CALIFORNIA

Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Assets  
June 30, 2011

<b>Fund balances - total governmental funds (page 6)</b>			\$ 10,552,793
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, net of Internal Service Fund assets.			35,122,739
Prepaid expenses are reported as expenditures when refurbishing costs, are incurred and are reported as prepaid expenses and amortized over the lease term in the Statement of Net Assets			54,251
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.			2,274,758
Long-term obligations are not due and payable in the current period and therefore are not reported in the governmental funds.			
Compensated absences, net of Internal Service Fund liability	\$	(1,439,664)	
Certificates of participation		(2,595,000)	
Unpaid Annual Required Contribution to unfunded OPEB liability		(5,963,294)	
Loans Payable and Capital lease obligations, net of Internal Service Fund liability		(924,800)	
Accrued interest payable, net of Internal Service Fund liability		(46,638)	
			<u>(10,969,396)</u>
<b>Net assets of governmental activities (page 3)</b>			<u>\$ 37,035,145</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF GLENN, CALIFORNIA

Statement of Revenues, Expenditures and Changes in Fund Balances  
 Governmental Funds  
 For the Fiscal Year Ended June 30, 2011

	General Fund	Community Action Agency Fund	Road Fund	Mental Health Services Act	Superior Reg Workforce Education	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>							
Taxes	\$ 6,299,036	\$ --	\$ --	\$ --	\$ --	\$ 286,601	\$ 6,585,637
Licenses and permits	968,498	--	19,010	--	--	233,328	1,220,836
Fines, forfeitures and penalties	1,521,997	--	--	--	--	22,873	1,544,870
Intergovernmental	37,804,828	6,151,181	3,627,148	1,892,712	63,425	1,048,030	50,587,324
Use of money and property	76,305	17,340	24,752	12,495	8,489	33,432	172,813
Charges for services	7,555,878	4,204,981	389,604	--	--	998,627	13,149,090
Miscellaneous	716,049	956,209	85,331	--	--	41,180	1,798,769
Total revenues	<u>54,942,591</u>	<u>11,329,711</u>	<u>4,145,845</u>	<u>1,905,207</u>	<u>71,914</u>	<u>2,664,071</u>	<u>75,059,339</u>
<b>Expenditures:</b>							
Current:							
General government	6,162,262	--	--	--	--	76,856	6,239,118
Public protection	18,768,257	--	--	--	--	1,599,285	20,367,542
Public ways and facilities	--	--	3,893,731	--	--	--	3,893,731
Health and sanitation	13,725,723	--	--	3,093	71,914	409,003	14,209,733
Public assistance	17,821,836	12,197,856	--	--	--	395,766	30,415,458
Education	384,613	--	--	--	--	--	384,613
Capital outlay	163,321	437,917	644,437	--	--	197,410	1,443,085
Debt service:							
Principal	--	--	105,412	--	--	83,665	189,077
Interest	97,906	--	12,333	--	--	162,946	273,185
Total expenditures	<u>57,123,918</u>	<u>12,635,773</u>	<u>4,655,913</u>	<u>3,093</u>	<u>71,914</u>	<u>2,924,931</u>	<u>77,415,542</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,181,327)</u>	<u>(1,306,062)</u>	<u>(510,068)</u>	<u>1,902,114</u>	<u>--</u>	<u>(260,860)</u>	<u>(2,356,203)</u>
<b>Other financing sources (uses):</b>							
Transfers in	2,166,525	--	--	--	--	198,806	2,365,331
Transfers out	(46,989)	--	--	(2,166,525)	--	(151,817)	(2,365,331)
Debt issued	--	395,900	--	--	--	--	395,900
Total other financing sources (uses):	<u>2,119,536</u>	<u>395,900</u>	<u>--</u>	<u>(2,166,525)</u>	<u>--</u>	<u>46,989</u>	<u>395,900</u>
Net change in fund balances	(61,791)	(910,162)	(510,068)	(264,411)	--	(213,871)	(1,960,303)
Fund balances (deficit) - beginning, as restated	2,651,312	2,931,841	3,317,176	352,920	--	3,259,847	12,513,096
Fund balances - ending	<u>\$ 2,589,521</u>	<u>\$ 2,021,679</u>	<u>\$ 2,807,108</u>	<u>\$ 88,509</u>	<u>\$ --</u>	<u>\$ 3,045,976</u>	<u>\$ 10,552,793</u>

The accompanying notes are an integral part of these financial statements.

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, 2011

Net change in fund balances - total governmental funds (page 8) \$ (1,960,303)

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	\$ 1,443,085	
Depreciation expense, net of Internal Service Fund assets	<u>(2,048,850)</u>	(605,765)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental fund.		403,219
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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, net of Internal Service Fund payments	189,105	
Debt issuance	<u>(395,900)</u>	(206,795)

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	238,836	
Recognize annual required contribution to OPEB liability	<u>(2,687,303)</u>	(2,448,467)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net assets of the internal service funds is reported with governmental activities.		<u>(352,511)</u>
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Change in net assets of governmental activities (page 5)		<u>\$ (5,170,622)</u>
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**COUNTY OF GLENN, CALIFORNIA**

**Statement of Fund Net Assets  
Proprietary Funds  
June 30, 2011**

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Orland Airport	Willows Airport	Total	
<b>Assets</b>						
Current assets:						
Cash and investments	\$ 743,957	\$ 3,352,928	\$ 94,038	\$ 109,602	\$ 4,300,525	\$ 1,455,488
Taxes receivable	--	--	586	127	713	--
Accounts receivable	202,617	--	--	--	202,617	110,694
Interest receivable	1,062	5,783	162	135	7,142	2,087
Due from other funds	54,410	--	104,701	--	159,111	509,207
Inventory	--	--	9,019	3,322	12,341	43,265
Other assets	--	--	--	--	--	52,274
Total current assets	<u>1,002,046</u>	<u>3,358,711</u>	<u>208,506</u>	<u>113,186</u>	<u>4,682,449</u>	<u>2,173,015</u>
Noncurrent assets:						
Capital assets:						
Land	5,824	--	70,055	31,272	107,151	--
Construction in progress	636,695	--	--	--	636,695	--
Structures and improvements	38,131	--	692,015	1,004,559	1,734,705	391,669
Machinery and equipment	1,904,585	--	392,848	118,638	2,416,071	3,485,124
Less accumulated depreciation	(1,610,994)	--	(651,478)	(606,235)	(2,868,707)	(2,742,869)
Total noncurrent assets	<u>974,241</u>	<u>--</u>	<u>503,440</u>	<u>548,234</u>	<u>2,025,915</u>	<u>1,133,924</u>
Total assets	<u>1,976,287</u>	<u>3,358,711</u>	<u>711,946</u>	<u>661,420</u>	<u>6,708,364</u>	<u>3,306,939</u>
<b>Liabilities</b>						
Current Liabilities:						
Accounts payable	92,709	--	920	877	94,506	137,166
Accrued salaries and benefits	28,611	--	3,356	--	31,967	262,472
Due to other funds	71,940	--	3,070	123,910	198,920	298,383
Unearned revenue	13	--	--	--	13	8,587
Loans payable - current	--	--	9,867	9,299	19,166	--
Capital lease obligations - current	57,537	--	449	449	58,435	25,081
Compensated absences - current	1,788	--	--	--	1,788	23,534
Total current liabilities	<u>252,598</u>	<u>--</u>	<u>17,662</u>	<u>134,535</u>	<u>404,795</u>	<u>755,223</u>
Noncurrent liabilities:						
Advances from other funds	--	--	--	29,797	29,797	--
Loans payable	--	--	40,533	36,470	77,003	--
Capital lease obligations	494,211	--	--	--	494,211	15,471
Compensated absences	36,340	--	5,111	--	41,451	261,487
OPEB ARC Payable	96,200	--	11,483	--	107,683	--
Landfill closure/postclosure liability	--	8,837,165	--	--	8,837,165	--
Total noncurrent liabilities	<u>626,751</u>	<u>8,837,165</u>	<u>57,127</u>	<u>66,267</u>	<u>9,587,310</u>	<u>276,958</u>
Total liabilities	<u>879,349</u>	<u>8,837,165</u>	<u>74,789</u>	<u>200,802</u>	<u>9,992,105</u>	<u>1,032,181</u>
<b>Net Assets (Deficit)</b>						
Invested in capital assets, net of related debt	422,493	--	452,591	502,016	1,377,100	1,093,372
Unrestricted	674,445	(5,478,454)	184,566	(41,398)	(4,660,841)	1,181,386
Total net assets (deficit)	<u>\$ 1,096,938</u>	<u>\$ (5,478,454)</u>	<u>\$ 637,157</u>	<u>\$ 460,618</u>	<u>\$ (3,283,741)</u>	<u>\$ 2,274,758</u>

The accompanying notes are an integral part of these financial statements.



**COUNTY OF GLENN, CALIFORNIA**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2011**

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Orland Airport	Willows Airport		
<b>Operating revenues:</b>						
Charges for services	\$ 2,019,842	\$ --	\$ 246,575	\$ 191,629	\$ 2,458,046	\$ 7,334,848
Miscellaneous	190,650	--	--	--	190,650	124,490
Total operating revenues	<u>2,210,492</u>	<u>--</u>	<u>246,575</u>	<u>191,629</u>	<u>2,648,696</u>	<u>7,459,338</u>
<b>Operating expenses:</b>						
Salaries and benefits	626,460	--	71,156	--	697,616	5,000,841
Services and supplies	1,021,811	--	143,099	140,379	1,305,289	2,633,626
Depreciation	103,184	--	40,723	34,023	177,930	229,241
Total operating expenses	<u>1,751,455</u>	<u>--</u>	<u>254,978</u>	<u>174,402</u>	<u>2,180,835</u>	<u>7,863,708</u>
Operating income (loss)	<u>459,037</u>	<u>--</u>	<u>(8,403)</u>	<u>17,227</u>	<u>467,861</u>	<u>(404,370)</u>
<b>Nonoperating revenues (expenses):</b>						
Investment earnings	4,727	16,549	381	300	21,957	3,680
Interest expense	(33,252)	--	(8,210)	(7,019)	(48,481)	(9,200)
Intergovernmental	27,000	--	20,000	20,000	67,000	79,713
Other	--	--	--	--	--	(22,334)
Total nonoperating revenues (expenses)	<u>(1,525)</u>	<u>16,549</u>	<u>12,171</u>	<u>13,281</u>	<u>40,476</u>	<u>51,859</u>
Change in net assets	457,512	16,549	3,768	30,508	508,337	(352,511)
Net assets (deficit) - beginning, as restated	<u>639,426</u>	<u>(5,495,003)</u>	<u>633,389</u>	<u>430,110</u>	<u>(3,792,078)</u>	<u>2,627,269</u>
Net assets (deficit) - ending	<u>\$ 1,096,938</u>	<u>\$ (5,478,454)</u>	<u>\$ 637,157</u>	<u>\$ 460,618</u>	<u>\$ (3,283,741)</u>	<u>\$ 2,274,758</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF GLENN

Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Orland Airport	Willows Airport	Total	
Cash flows from operating activities:						
Receipts from customers and users	\$ 2,205,366	\$ --	\$ 259,800	\$ 218,848	\$ 2,684,014	\$ --
Receipts from interfund services provided	--	--	--	--	--	7,373,938
Payments to suppliers	(992,511)	--	(143,459)	(137,674)	(1,273,644)	(2,618,584)
Payments to employees	(549,821)	--	(60,681)	--	(610,502)	(4,969,740)
Net cash provided by (used for) operating activities	663,034	--	55,660	81,174	799,868	(214,386)
Cash flows from noncapital financing activities:						
Due to other funds	17,699	--	(1,748)	12,104	28,055	72,411
Due from other funds	(48,934)	--	225	22,325	(26,384)	(140,402)
Subsidy from federal/state grant	27,000	--	20,000	20,000	67,000	79,713
Miscellaneous	--	--	--	--	--	219,881
Net cash provided by (used for) noncapital financing activities	(4,235)	--	18,477	54,429	68,671	231,603
Cash flows from capital and related financing activities:						
Debt principal paid	(149,231)	--	(11,875)	(11,409)	(172,515)	(22,306)
Interest paid	(33,372)	--	(8,210)	(7,019)	(48,601)	(9,200)
Acquisition of capital assets	--	--	--	--	--	(215,628)
Net cash used for capital and related financing activities	(182,603)	--	(20,085)	(18,428)	(221,116)	(247,134)
Cash flows from investing activities:						
Interest received	4,194	17,065	298	192	21,749	4,286
Net cash provided by investing activities	4,194	17,065	298	192	21,749	4,286
Net increase (decrease) in cash and cash equivalents	480,390	17,065	54,350	117,367	669,172	(225,611)
Cash and cash equivalents, beginning	263,567	3,335,863	39,688	(7,765)	3,631,353	1,681,119
Cash and cash equivalents, ending	\$ 743,957	\$ 3,352,928	\$ 94,038	\$ 109,602	\$ 4,300,525	\$ 1,455,488
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:						
Operating income (loss)	\$ 459,037	\$ --	\$ (8,403)	\$ 17,227	\$ 467,861	\$ (404,370)
Adjustment to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation	103,184	--	40,723	34,023	177,930	229,241
Changes in assets and liabilities:						
Accounts receivable	(5,126)	--	13,225	27,306	35,405	(39,356)
Prepaid items	--	--	--	--	--	(52,274)
Inventory	--	--	(1,153)	2,239	1,086	(1,102)
Accounts payable	29,300	--	793	466	30,559	38,478
Accrued salaries and benefits	(245)	--	333	--	88	19,626
Unearned revenue	--	--	--	(87)	(87)	6,230
Compensated absences	(8,740)	--	18	--	(8,722)	11,475
OPEB liability	85,624	--	10,124	--	95,748	--
Total adjustments	203,997	--	64,063	63,947	332,007	212,318
Net cash provided by (used for) operating activities	\$ 663,034	\$ --	\$ 55,660	\$ 81,174	\$ 799,868	\$ (192,052)

The accompanying notes are an integral part of these financial statements.

**COUNTY OF GLENN**

**Statement of Fiduciary Net Assets  
Fiduciary Funds  
June 30, 2011**

	<u>Investment Trust Fund</u>	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>
<b>Assets</b>			
Cash and investments	\$ 30,495,271	\$ 25,271	\$ 4,193,638
Cash with fiscal agent	--	--	1,052,753
Accounts receivable	--	--	206,974
Interest receivable	--	--	16,964
Taxes receivable	--	--	2,903,562
Due from other funds	758,484	--	14,524
Due from other governments	--	--	51,746
Advances to other funds	150,000	--	--
Other assets	--	--	102,455
	<hr/>	<hr/>	<hr/>
Total assets	<u>31,403,755</u>	<u>25,271</u>	<u>\$ 8,542,616</u>
 <b>Liabilities</b>			
Accounts payable	--	--	\$ 1,434,956
Due to other governments	--	--	139,947
Due to other funds	851,035	--	267,437
Advance from other funds	300,000	--	3,501
Agency obligations	--	--	6,696,775
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>1,151,035</u>	<u>--</u>	<u>\$ 8,542,616</u>
 <b>Net Assets</b>			
Net assets held in trust for library supplies	--	25,271	
Net assets held in trust for external pool participants	<u>30,252,720</u>	<u>--</u>	
	<hr/>	<hr/>	
Total net assets	<u>\$ 30,252,720</u>	<u>\$ 25,271</u>	

The accompanying notes are an integral part of these financial statements.

COUNTY OF GLENN

Statement of Changes in Fiduciary Net Assets  
Fiduciary Funds  
For the Fiscal Year Ended June 30, 2011

	Investment Trust Fund	Private Purpose Trust Fund
Additions:		
Contributions to pooled investments	\$ 157,283,258	\$ --
Investment income (net)	168,885	130
Total Additions	157,452,143	130
Deductions:		
Distribution from pooled investments	155,740,807	--
Total Deductions	155,740,807	--
Total Change in Net Assets	1,711,336	130
Net Assets Held in Trust - Beginning	28,541,384	25,141
Net Assets Held in Trust - Ending	\$ 30,252,720	\$ 25,271

The accompanying notes are an integral part of these financial statements.

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**BASIC FINANCIAL STATEMENTS –  
NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*A. Reporting Entity*

County of Glenn (the “County”) is a political subdivision of the State of California (the “State”). An elected, five-member Board of Supervisors (Board) governs the County. The County has defined its reporting entity in accordance with generally accepted accounting principles (GAAP) in the United States of America, 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.

**Blended component units.** 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 non-major 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.

**Discretely Presented Component Unit.** The Glenn County Children and Families Commission (the “Commission”) was established under the provisions of the California Children and Families Act (the “Act”). The Commission’s 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 at least five, but no more than nine, members who are appointed by the County Board of Supervisors. Three of the current seven members of the Commission 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. The Commission is presented as a discretely reported component unit of the County. A separate audit was performed on the financial statements of the Commission. A copy of their audited financial statements can be obtained through the Glenn County Department of Finance, 516 W. Sycamore Street, Willows, CA 95988.

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***B. Government-wide and Fund Financial Statements***

The government-wide financial statements (i.e. the Statement of Net Assets and Statement of Activities) report information on all of the non-fiduciary activities of 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 unit. 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.

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

***C. 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. 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.

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 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.



**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. *Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)***

Franchise fees, 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. It accounts for all financial resources of the County, 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 Mental Health Services Act (MHSA) Special Revenue Fund is used to account for funding to personnel and other resources to support county mental health programs as provided for by the act.
- The Superior Regional Workforce Education Special Revenue Fund is used to account for funds provided to the Regional Workforce Education and Training Partnership, a partnership funded by the MHSA. Glenn County acts as a pass-through agency for fifteen northern California counties.

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 Orland Airport Enterprise Fund accounts for revenues and expenses related to the operation of the airport located at the southwest corner of County Road P and 200 near Orland, CA. The airport has one runway, which is approximately 5,160 feet long and 50 feet wide.

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. *Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)*

- The Willows Airport Enterprise Fund accounts for revenues and expenses related to the operation of the airport located at the southwest corner of Hwy 162 and Interstate 5 near Willows, CA. The airport has two runways, one approximately 4100 feet long and another approximately 3550 feet long.

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 pest 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. Included under this heading are: property tax clearing accounts, court fine distributions, miscellaneous payroll clearing accounts to be distributed to external agencies, and Public Guardian trust funds.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments for inter-fund services provided and used where the amounts are reasonably equivalent in value to other charges between the County and other functions of the County.

Proprietary funds distinguish operating revenues and expenses from non-operating 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 for enterprise and internal service funds 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 non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

*1. Cash and Investments*

The County pools cash and investments in the County Treasury. Interest from bank accounts and investments are allocated quarterly to 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 and the interest income is recorded in the fund that earns the interest. Investments for the County, as well as for its component unit, are reported at fair value. 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. 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, 2011, there is no material difference between pool participant's shares valued on an amortized cost basis compared to fair value.

*2. Inter-fund 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 inter-fund loans) or advances to/from other funds (i.e., the non-current portion of inter-fund 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.

*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 divided in two equal billing installments due 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 Director of Finance, an appointed 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.

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

*D. Assets, Liabilities, Net Assets or Equity (Continued)*

*4. Inventory and Prepaid Items*

Inventory is valued at 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 that benefit the period extending beyond June 30, 2011. Prepaid items reported in governmental funds are equally offset by a fund balance reserve, which indicates that they do not constitute available spendable resources.

*5. Capital Assets*

Capital assets, which include property (i.e. land), plant (i.e. buildings and improvements), equipment (i.e. vehicles, computers and office equipment), construction in progress, and infrastructure (i.e., roads, streets and bridges) are reported in the applicable governmental and business-type activities columns in the government-wide financial statements. Capital assets, except infrastructure, are assets with an initial, individual cost of more than \$5,000 and an estimated useful life of one year or more. Infrastructure are assets that have a cost or are valued at \$25,000 or more per project and have estimated useful life of 40 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 the life of the asset are not capitalized. Maintenance and repairs are charged to operations when incurred. Betterments and major improvements, which significantly increase values, change capacities or extend useful lives, are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

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>
Specialized equipment	2-3
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
Infrastructure	40

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*D. Assets, Liabilities, Net Assets or Equity (Continued)*

*6. Federal, State and Local Grants*

Grants received within proprietary funds for operating assistance are recorded as non-operating 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 these 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.

*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 Departments.

*9. Compensated Absences*

It is the County’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the County. All vacation 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 as the absences are used by the employees.

*10. Long-term Obligations*

In the government-wide financial statements, and proprietary fund types 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.

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

*D. Assets, Liabilities, Net Assets or Equity (Continued)*

*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, public protection, and other purposes.* 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 and public protection programs.
- *Unrestricted.* This category represents net assets of the County not restricted for any project or other purpose.

GASB Statement No. 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. As of June 30, 2011, fund balances for governmental funds are made up of the following:

- *Nonspendable fund balance* – This category consists of amounts that are (1) not spendable in form (i.e. amounts representing inventory, prepaid expenses, and advances to other funds), or (2) not spendable because of a legal requirement to maintain intact (i.e. amount representing the nonspendable portion of a permanent fund).
- *Restricted fund balance* – This category consists of amounts that are constrained for a specific purpose through restrictions of external parties (i.e. creditors, grantors, contributors, or laws or regulations of other governments), or by constitutional provision or enabling legislation.
- *Committed fund balance* – This category consists of amounts that are constrained for specific purposes imposed by formal action of the county’s highest level of decision-making authority, the county’s Board of Supervisors. Commitments may be changed or lifted only by the county taking the same formal action that originally imposed the constraint.
- *Assigned fund balance* – This category consists of amounts that are constrained by the government’s intent to be used for a specific purpose but are neither restricted nor committed. Intent is expressed by (1) the governing body itself, or (2) a body or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

**COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*D. Assets, Liabilities, Net Assets or Equity (Continued)*

*11. Net Assets/Fund Balances (Continued)*

- Unassigned fund balance – This category represents the residual classification for the county’s General Fund. It includes all amounts that are not reported as constrained in other classifications. Other governmental funds will only have an unassigned fund balance if they have a negative residual balance.

*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.

**NOTE 2 – CASH AND INVESTMENTS**

Cash and investments as of June 30, 2011 are classified in the accompanying financial statements as follows:

Government Wide	
Statement of Net Assets:	
Cash and Investments:	
Primary government	\$ 15,918,032
Fiduciary Funds	
Statement of Fiduciary Net Assets:	
Cash and Investments:	
Investment Trust Fund	30,495,271
Private Purpose Trust Fund	25,271
Agency Funds	4,193,638
Cash with Fiscal Agent:	
Agency Funds	1,052,753
Discretely Presented Component Unit:	<u>420,166</u>
Total Cash and Investments	<u><u>\$ 52,105,131</u></u>

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

Cash and investments as of June 30, 2011 consisted of the following:

Cash and Investments:

Cash on hand	\$	850
Deposits with financial institutions		1,503,105
Investments		49,548,423

Cash with Fiscal Agent:

Deposits with financial institutions	1,052,753
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Total Cash and Investments	<u>\$ 52,105,131</u>
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**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 § 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 and US Government Sponsored Enterprises 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%	AA
Collateralized Time Deposits	1 year	30%	10%	None
Commercial Paper	270 days	40%	10%	P1/A1
Bankers' Acceptance	180 days	40%	10%	None
Repurchase Agreements	30 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'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 and U.S. Government Sponsored Enterprise Securities (100%); Commercial Paper (40%); and Bankers' Acceptances (40%).

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 tax roll under the Teeter Plan. The note is for a term of one year and is renewable at the option of the County.

The County is a voluntary participant in the Local Agency Investment Fund (LAIF). The total amount invested by all public agencies in LAIF as of June 30, 2011 was \$24.0 billion. LAIF is part of the State of California's Pooled Money Investment Account (PMIA), which, as of June 30, 2011 had a balance of \$67.0 billion and an effective yield of 0.448%. PMIA is not SEC registered, but is required to invest according to California State Government Code. The weighted average maturity of PMIA investments was 237 days as of June 30, 2011.



**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**A. *Authorized Investments (Continued)***

The Local Investment Advisory Board (LIAB) has oversight responsibility for LAIF. The LIAB 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. Investments in LAIF are highly liquid, as deposits can be converted to cash within 24 hours without loss of interest.

The County is a participant in the California Asset Management Program (CAMP), a public joint powers authority. It was established in 1989 by the treasurers and finance directors of several California local agencies and its money market portfolio is rated "AAAm" by Standard & Poor's. CAMP had a balance of net assets of \$2.2 billion and a total return of 0.22% for their year ending December 31, 2010, the date of their latest report that was available at the time of this report. Investments held are stated at amortized cost, which approximates fair value. Fair value is determined by reference to quoted market prices. It is CAMP's policy to compare amortized cost and fair value of investments periodically throughout the month and as of the last business day of each month. The weighted average maturity of CAMP investments was 52 days as of December 31, 2010. Funds may be withdrawn at any time, and are redeemed in the amount of the withdrawal at the net asset value per share.

**B. *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.

**COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**B. Interest Rate and Credit Risk (Continued)**

As of June 30, 2011, the County's investments and credit ratings were as follows:

	Credit Rating (S & P) and Moody's)	Maturity					Fair Value
		Under 30 Days	31-180 Days	181-365 Days	1-3 Years	Over 3 Years	
Investment Pool:							
Cash in bank and on hand							\$ 7,630,109
Outstanding warrants							(6,126,154)
Net cash on hand							<u>1,503,955</u>
Investments managed by County Treasurer:							
LAIF	Not Rated	\$ 18,133,701	\$ --	\$ --	\$ --	\$ --	18,133,701
CAMP	Not Rated	--	1,232,227	--	--	--	1,232,227
Teeter Plan Note	Not Rated	--	--	2,400,000	--	--	2,400,000
U.S. Government Sponsored							
Enterprise Securities:							
Federal Home Loan Bank	AAA	1,000,172	2,017,293	--	2,033,805	--	5,051,270
Federal Home Loan Mortgage Corporation	AAA	--	1,002,500	2,015,279	1,991,468	--	5,009,247
Federal National Mortgage Association	AAA	--	--	--	1,990,049	--	1,990,049
Treasury Notes	AAA	--	--	1,001,169	1,998,383	--	2,999,552
Corporate Notes	AA2/A+	--	--	--	4,188,987	--	4,188,987
Certificates of Deposit	N/A	1,000,000	500,000	2,000,000	--	--	3,500,000
Medium Term Notes	Not Rated	--	--	--	--	25,000	25,000
Money Market Fund	AAA	5,018,390	--	--	--	--	5,018,390
Total Investments Managed by Director of Finance		<u>\$ 25,152,263</u>	<u>\$ 4,752,020</u>	<u>\$ 7,416,448</u>	<u>\$ 12,202,692</u>	<u>\$ 25,000</u>	<u>49,548,423</u>
Total Investment Pool							\$ 51,052,378
Cash with Fiscal Agent:							
Cash in bank							<u>1,052,753</u>
Total Cash and Investments							<u>\$ 52,105,131</u>

**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 state 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. At June 30, 2011, the County deposits (bank

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**C. Custodial Credit Risk (Continued)**

balances) were insured by the Federal Depository Insurance Corporation or collateralized as required under California Law.

**D. Deposits and Investments**

The County Director of Finance manages the cash and investments of the County Treasury. Special Districts that are agency funds are required by legal provisions to deposit all their funds in the County Treasury. Other special districts and all public school districts are not required by legal provisions to deposit all their funds in the County Treasury.

The investment pool is regulated by California Government Code §53600-53609 and §53635 and administered under the County Investment Policy which is adopted annually by the Board and subject to an annual compliance audit. The Pool is not required to issue a separate report or be registered with the SEC as an investment company. Fair value of the investments are determined and adjusted, if necessary, on an annual basis. Pool participant earnings are allocated based upon average daily cash balances with quarterly apportionment. The investment custodians do not provide any guarantees to support the value of the investments.

A summary of the investments held by the Treasury Pool is as follows:

<u>Investments</u>	<u>Fair Value</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Maturity Range</u>
LAIF	\$18,133,701	\$18,133,701		7/11
CAMP	1,232,227	1,232,227	0.12%	7/11
Teeter Plan Note	2,400,000	2,400,000	Various	6/12
U.S. Government Sponsored				
Enterprise Securities	12,050,566	11,855,000	0.72% - 1.512%	7/11 - 1/14
U.S. Treasury Securities	2,999,552	3,000,000		
Corporate Notes	4,188,987	3,860,000	0.73% - 1.759%	8/12 - 6/13
Certificates of Deposit	3,500,000	3,500,000	0.44% - 0.7%	7/11
Medium Term Note	25,000	25,000	6.22%	10/12*
Money Markets	5,018,390	5,018,390	Various	7/11
Total Investments	<u>\$49,548,423</u>	<u>\$49,024,318</u>		

\* Includes one investment purchased July 1983, prior to current investment policy.

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 2 – CASH AND INVESTMENTS (Continued)

*D. Deposits and Investments (Continued)*

The County authorized the issuance of a Note to fund the alternative method of tax apportionment (Teeter Plan) in the amount of \$2,400,000. This Note is designed specifically to fund payment of outstanding taxes on the supplemental roll for fiscal year 2010-2011 and outstanding delinquent taxes as anticipated by Revenue and Taxation Code §4713. Interest on this Note shall be payable at the average rate paid on investments held by the Glenn County Treasury (the "pool" rate). The County pledges all secured taxes collected which were delinquent as of June 30, 2010 as security for this Note. As additional security, the County agrees to pay any amounts available to the County from the Tax Losses Reserve Fund, should the pledged security described herein be insufficient to satisfy the County's annual obligation on this Note.

*E. 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 Treasury's investment pool as of and for the year ended June 30, 2011:

<u>Statement of Net Assets</u>	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total Investment Pool</u>
Net pooled cash and investments	\$ 20,531,836	\$ 30,520,542	\$ 51,052,378
 <u>Statement of Changes in Net Assets (Internal and External)</u>			
Net assets at July 1, 2010			\$ 49,023,775
Net deposits and withdrawals by pool participants			1,705,296
Net investments income for pool participants			<u>323,307</u>
Net Assets at June 30, 2011			<u>\$ 51,052,378</u>

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 3 – RECEIVABLES**

Receivables at June 30, 2011, for the County’s major individual funds, non-major and internal service funds in the aggregate, are as follows:

Receivables - Governmental Activities	Accounts Receivable	Interest Receivable	Due From Other Governments	Loans	Total
General Fund	\$ 728,860	\$ 10,445	\$ 3,800,454	\$ --	\$ 4,539,759
Community Action Agency Fund	190,020	989	--	1,921,421	2,112,430
Road Fund	23,669	4,167	469,075	--	496,911
Mental Health Services Act	--	3,713	--	--	3,713
Superior Reg Workforce Education	--	2,922	--	--	2,922
Other Governmental Funds	--	5,176	256,404	--	261,580
Internal Service Funds	110,694	2,087	--	--	112,781
	<u>\$ 1,053,243</u>	<u>\$ 29,499</u>	<u>\$ 4,525,933</u>	<u>\$ 1,921,421</u>	<u>\$ 7,530,096</u>

Receivables - Business-Type Activities	Accounts Receivable	Interest Receivable	Taxes Receivable	Total
Solid Waste Operating	\$ 202,617	\$ 1,062	\$ --	\$203,679
Solid Waste Closure	--	5,783	--	5,783
Orland Airport	--	162	586	748
Willows Airport	--	135	127	262
	<u>\$ 202,617</u>	<u>\$ 7,142</u>	<u>\$ 713</u>	<u>\$210,472</u>

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 4 – INTER-FUND TRANSACTIONS

*A. Inter-fund Receivables/Payables*

Inter-fund receivables and payables result mainly from the time lag between the dates that 1) inter-fund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system and 3) payments between funds are made. These balances also include the amount of a working capital loan made to the internal service funds that the general fund expects to collect in the subsequent year. The following summarizes the amounts due to/from other funds at June 30, 2011:

**Due to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Community Action Agency	\$ 11,883
	Road	92
	Mental Health Services Act	265,871
	Other Governmental	1,116,195
	Solid Waste Operating	26,489
	Internal Service	200,891
	Trust Funds	1,795
	Agency Funds	188,846
		<u>1,812,062</u>
Community Action Agency	General	2,840
	Internal Service	268
	Other Governmental	1,670
		<u>4,778</u>
Road	General	349,140
	Community Action Agency	1,006
	Other Governmental	76,280
	Solid Waste Operating	27,929
	Internal Service	37
	Trust Funds	49,802
		<u>504,194</u>

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 4 – INTER-FUND TRANSACTIONS (Continued)

A. Inter-fund Receivables/Payables (Continued)

Due to/from other funds (Continued):

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Other Governmental	General	38,575
	Other Governmental	33,329
	Internal Service	327
	Agency Funds	41,379
	Trust Funds	500
		<u>114,110</u>
Solid Waste Operating	General	51,908
	Road	38
	Other Governmental	53
	Willows Airport	1,734
	Internal Service	55
	Agency Funds	77
	Trust Funds	545
		<u>54,410</u>
Orland Airport	Willows Airport	104,701
		<u>104,701</u>
Internal Service	General	196,770
	Community Action Agency	35,352
	Road	99,349
	Other Governmental	39,947
	Solid Waste Operating	17,522
	Orland Airport	2,222
	Willows Airport	17,534
	Internal Service	55,581
	Trust Funds	44,930
		<u>509,207</u>
Agency Funds	General	14,281
	Community Action Agency	15
	Other Governmental	25
	Solid Waste Operating	69
	Internal Service	49
	Trust Funds	85
		<u>14,524</u>

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 4 – INTER-FUND TRANSACTIONS (Continued)

A. *Inter-fund Receivables/Payables* (Continued)

Due to/from other funds (Continued):

Receivable fund	Payable fund	Amount
Trust funds	General	4,562
	Internal Service	373
	Agency Funds	172
	Trust Funds	753,377
		<u>758,484</u>
		<u>3,876,470</u>

Large inter-fund balances consisted of:

**General Fund** – Various non-major special revenue funds owed \$528,796 and internal service funds owed \$200,663 to the General Fund for expenditures incurred but not paid in cash at year-end.

**Road Fund** – The General Fund owed \$125,221 to the Road Fund for expenditures incurred but not paid in cash at year end and \$223,336 to cover cash shortage.

**Mental Health Services Act Fund** – Short-term borrowing of \$265,281 from the General Fund for expenditures incurred but not paid in cash at year end

**Internal Service Funds** – The General Fund owed \$196,999 to the Internal Service Funds for expenditures incurred but not paid in cash at year-end.

**Trust Funds** – Due to/Due from of \$ 267,437 between Trust Funds was to borrow from Transportation Admin, Fixed Rout Transit Service, and Transit Capital Reserve Funds for transportation related projects and services



**COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 4 – INTER-FUND TRANSACTIONS (Continued)**

*A. Inter-fund Receivables/Payables (Continued)*

Advances to/from other funds:

The General Fund advanced \$296,743 to various funds in accordance with the table shown below for cash flow assistance. The Road Fund advanced \$150,000 to the Local Transportation Admin Fund for cash flow assistance

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Governmental Funds:	
	Community Action Agency	\$ 126,242
	Other Governmental	167,000
		<u>293,242</u>
	Fiduciary Funds:	
	Agency Funds	<u>3,501</u>
	Total	<u>296,743</u>
Road	Fiduciary Funds:	
	Investment Trust Funds	<u>150,000</u>
	Total	<u>\$ 446,743</u>

*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, 2010:

<u>Transfer To</u>	<u>Transfer From</u>	<u>Amount</u>
General	Mental Health Services Act	\$ 2,166,525
		<u>2,166,525</u>
Other Governmental	General	46,989
	Other Governmental	151,817
		<u>198,806</u>
	Total	<u>\$ 2,365,331</u>

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 4 – INTER-FUND TRANSACTIONS (Continued)**

**B. Transfers (Continued)**

**General Fund**

The General Fund received a net contribution of \$2,166,525 from the Mental Health Services Act Fund to offset operating costs of various programs.

**Other Governmental Fund**

The General Fund transferred out \$45,989 and \$1,000 to the other governmental funds to pay for debt service and county advertising, respectively.

Other Governmental Fund transferred out \$151,817 to Other Governmental Funds to pay for debt service.

**NOTE 5 – CAPITAL ASSETS**

Capital assets activity for the fiscal year ended June 30, 2011 for the governmental activities and business-type activities are as follows:

	Balance July 1, 2010	Additions	Retirements	Transfers & Adjustments	Balance June 30, 2011
<b>Governmental Activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 420,743	\$ --	\$ --	\$ --	\$ 420,743
Construction in progress	140,690	403,045	--	--	543,735
Total capital assets, not being depreciated	<u>561,433</u>	<u>403,045</u>	<u>--</u>	<u>--</u>	<u>964,478</u>
Capital assets, being depreciated:					
Structures and improvements	21,609,781	430,887	--	--	22,040,668
Equipment	15,520,441	752,392	(5,276)	(18,468)	16,249,089
Infrastructure	34,782,034	--	--	--	34,782,034
Total capital assets, being depreciated	<u>71,912,256</u>	<u>1,183,279</u>	<u>(5,276)</u>	<u>(18,468)</u>	<u>73,071,791</u>
Less accumulated depreciation for:					
Structures and improvements	(10,648,402)	(391,329)	--	--	(11,039,729)
Equipment	(11,261,382)	(1,017,211)	5,276	65,733	(12,207,584)
Infrastructure	(13,662,742)	(869,551)	--	--	(14,532,293)
Total accumulated depreciation	<u>(35,572,526)</u>	<u>(2,278,091)</u>	<u>5,276</u>	<u>65,733</u>	<u>(37,779,606)</u>
Total capital assets, being depreciated, net	<u>36,339,730</u>	<u>(1,094,812)</u>	<u>--</u>	<u>47,265</u>	<u>35,292,185</u>
Governmental activities, net	<u>\$ 36,901,163</u>	<u>\$ (691,767)</u>	<u>\$ --</u>	<u>\$ 47,265</u>	<u>\$ 36,256,663</u>

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 5 – CAPITAL ASSETS (Continued)**

	Balance July 1, 2010, as Restated	Additions	Retirements	Balance June 30, 2011
<b>Business-Type Activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 107,151	\$ --	\$ --	\$ 107,151
Construction in progress	636,695	--	--	636,695
Total capital assets, not being depreciated	<u>743,846</u>	<u>--</u>	<u>--</u>	<u>743,846</u>
Capital assets, being depreciated:				
Structures and improvements	1,734,705	--	--	1,734,705
Equipment	2,416,071	--	--	2,416,071
Total capital assets, being depreciated	<u>4,150,776</u>	<u>--</u>	<u>--</u>	<u>4,150,776</u>
Less accumulated depreciation for:				
Structures and improvements	(818,911)	(45,648)	--	(864,559)
Equipment	(1,871,866)	(132,282)	--	(2,004,148)
Total accumulated depreciation	<u>(2,690,777)</u>	<u>(177,930)</u>	<u>--</u>	<u>(2,868,707)</u>
Total capital assets, being depreciated, net	<u>1,459,999</u>	<u>(177,930)</u>	<u>--</u>	<u>1,282,069</u>
Business-type activities, net	<u>\$ 2,203,845</u>	<u>\$ (177,930)</u>	<u>\$ --</u>	<u>\$ 2,025,915</u>

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

**Governmental Activities:**

General government	\$ 373,774
Public protection	287,373
Public ways and facilities	1,041,465
Health and sanitation	113,793
Public assistance	175,385
Education	57,060
Internal Service Funds	229,241
Total Depreciation Expense - Governmental Activities	<u>\$ 2,278,091</u>

**Business-Type Activities:**

Solid Waste Operating	\$ 103,184
Orland Airport	40,723
Willows Airport	34,023
Total Depreciation Expense - Business-Type Activities	<u>\$ 177,930</u>

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 6 – LONG-TERM OBLIGATIONS**

The following is a summary of long-term liabilities transactions for the year ended June 30, 2011:

	Balance July 1, 2010 as Restated	Additions	Retirements	Balance June 30, 2011	Due Within One Year
<b>Primary Government:</b>					
<b>Governmental Activities:</b>					
Certificates of participation	\$ 2,625,000	\$ --	\$ (30,000)	\$ 2,595,000	\$ 35,000
Capital lease obligations	750,835	--	(181,411)	569,424	179,491
Notes payable	--	395,900	--	395,900	--
Compensated absences	1,952,046	997,809	(1,225,170)	1,724,685	148,009
Total Governmental Activities Long-Term Obligations	<u>\$ 5,327,881</u>	<u>\$1,393,709</u>	<u>\$ (1,436,581)</u>	<u>\$ 5,285,009</u>	<u>\$ 362,500</u>
<b>Business-Type Activities:</b>					
Loans payable	\$ 114,369	\$ --	\$ (18,200)	\$ 96,169	\$ 19,166
Capital lease obligations	706,961	--	(154,315)	552,646	58,435
Landfill postclosure liability	8,837,165	--	--	8,837,165	--
Compensated absences	51,961	11,940	(20,662)	43,239	1,788
Total Business-Type Activities Long-Term Obligations	<u>\$ 9,710,456</u>	<u>\$ 11,940</u>	<u>\$ (193,177)</u>	<u>\$ 9,529,219</u>	<u>\$ 79,389</u>

Type and description	Maturity	Interest rates	Principal issued	Outstanding
<b>Governmental Activities</b>				
Certificates of Participation:				
2005 Series A – Office of Education Facility	September, 2045	4.125%	\$ 2,250,000	\$ 2,120,000
2005 Series B – Office of Education Facility	September, 2045	4.125%	500,000	475,000
Total certificates of participation				<u>2,595,000</u>
Capital Leases:				
Western Municipal Securities Corp.	September, 2012	4.15%	77,750	18,592
Western Municipal Securities Corp.	October, 2011	3.35%	60,500	10,508
Western Municipal Securities Corp.	July, 2018	4.00%	515,000	295,483
Ford Motor Credit Company	April, 2013	5.90%	27,579	11,011
Ford Motor Credit Company	July, 2013	5.90%	25,257	10,948
West America Bank	September, 2012	3.75%	547,687	222,880
Total capital leases				<u>569,422</u>
Notes Payable	June, 2022	3.00%	546,350	395,900
Compensated absences				<u>1,724,685</u>
Total governmental activities				<u>\$ 5,285,009</u>

**COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 6 – LONG-TERM OBLIGATIONS (Continued)**

<u>Type and description</u>	<u>Maturity</u>	<u>Interest rates</u>	<u>Principal issued</u>	<u>Outstanding</u>
<b><u>Business-type Activities</u></b>				
Loans Payable:				
Orland Airport				
State of California, Dept of Transportation	January, 2016	5.132%	120,000	\$ 50,400
Willows Airport				
State of California, Dept of Transportation	January, 2016	4.283%	125,000	45,769
Total loans payable				<u>96,169</u>
Capital Leases:				
Solid Waste Operating				
West America Bank	April, 2019	5.00%	658,125	551,748
Orland Airport				
Kansas State Bank of Manhattan	August, 2011	10.14%	8,398	449
Willows Airport				
Kansas State Bank of Manhattan	August, 2011	10.14%	8,398	449
Total capital leases				<u>552,646</u>
Compensated absences				<u>43,239</u>
Landfill closure/postclosure liability				
Solid Waste Closure, Note 13				<u>8,837,165</u>
Total business-type activities				<u>\$ 9,529,219</u>

**A. *Certificates of Participation***

In September 2005, the County issued \$2,250,000 of 2005 Series A and \$500,000 of Series B Certificates of Participation (COPs). The proceeds of the COPs were used to repay a loan to U.S. Bank National Association. The original loan was used to finance the construction of the new County Office of Education Building in Willows. The COPs mature in September, 2045 and bear an interest rate of 4.125%. The County's contribution toward the retirement of these COPs is limited to the annual property tax apportionment allocated to the Superintendent of Schools' Fund.

**COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 6 – LONG-TERM OBLIGATIONS (Continued)**

The annual debt service requirements to maturity for certificates of participation are as follows:

Governmental Activities

Year Ending June 30,	Series A		Series B	
	Principal	Interest	Principal	Interest
2012	30,000	86,831	5,000	19,491
2013	30,000	85,594	5,000	19,284
2014	30,000	84,356	5,000	19,078
2015	30,000	83,119	5,000	18,872
2016	35,000	81,778	5,000	18,666
2017-2021	185,000	386,822	50,000	87,656
2022-2026	225,000	344,747	50,000	77,344
2027-2031	280,000	292,875	65,000	66,103
2032-2036	345,000	228,422	75,000	51,047
2037-2041	415,000	150,459	95,000	33,928
2042-2046	515,000	54,553	115,000	12,498
	<u>\$2,120,000</u>	<u>\$1,879,556</u>	<u>\$475,000</u>	<u>\$423,967</u>

**B. 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.

Governmental activities:

In May 2011, the county entered into an agreement with the California Department of Housing and Community Development (HCD) whereby HCD loaned the County up to \$546,450. The loan was for the purchase of and renovation to a house to be used as a Domestic Violence Shelter (Development). The County signed a Promissory Note secured by Deed of Trust. The Promissory Note has a maturity date of 10 years from the date of recordation by the County Recorder of Notice of Completion. The note specifies a simple interest rate of three percent per annum to be applied to advances from this note. Repayment of principal and interest shall be deferred as long as the Development is operated as an emergency shelter or transition housing. The note also forgives all outstanding principal and accrued interest on the maturity date indicated. Proceeds from the loan are advanced by the State to the Trustee, Glenn County Title Company. The Trustee then makes payments for costs. As of June 30, 2011, the County had purchased the house for \$395,900 and became liable for that amount.

**COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 6 – LONG-TERM OBLIGATIONS (Continued)**

**B. Loans Payable (Continued)**

Business-type activities –

In December 2000 Orland Airport obtained a loan in the amount of \$120,000 (balance due June 30, 2011 \$50,400) for an onsite fueling station. This loan matures in January 2016 and bears an interest rate of 5.132%. In December 1998, Willows Airport obtained a loan in the amount of \$125,000 (balance due June 30, 2011 is \$45,769) for an onsite fueling station. This loan matures in January 2016 and bears an interest rate of 4.283%.

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

Year Ending June 30,	Business-type Activities	
	Principal	Interest
2012	19,166	4,546
2013	20,132	3,642
2014	21,097	2,692
2015	22,064	1,695
2016	13,710	653
	\$ 96,169	\$ 13,228

**C. Capital Leases**

The County has entered into lease agreements as lessee for financing the acquisition of structures, improvements and 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 structures and improvements of \$2,245,500 was acquired partly by \$515,000 capital lease with Municipal Securities Corporation and by the County's own funds for the remaining.

The construction in progress in amount of \$636,695 is to acquire the landfill site through eminent domain. The County financed \$658,125 from West America Bank through a lease agreement for the building and equipment at the landfill site and the lease proceed is deposited with the State of California. As of June 30, 2011, the eminent domain process has not completed yet. However, the County determined that it is probable that the County will win the lawsuit and acquired the property through eminent domain.

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 6 – LONG-TERM OBLIGATIONS (Continued)

C. *Capital Leases (Continued)*

The assets acquired through capital leases are as follows:

<b>Asset:</b>	Governmental Activities	Business-type Activities
Construction in progress	\$ --	\$ 636,695
Structures and improvements	515,000	--
Equipment	736,513	451,774
Total	1,251,513	1,088,469
Less accumulated depreciation	(168,952)	(159,408)
Net capital assets under capital leases	<u>\$ 1,082,561</u>	<u>\$ 929,061</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2011 are as follows:

Year Ending June 30,	Governmental Activities	Business-type Activities
2012	199,432	84,931
2013	181,302	84,032
2014	45,989	84,033
2015	45,990	84,033
2016	45,990	84,033
2017-2021	114,993	252,563
Total future minimum lease payments	633,696	673,625
Less amount representing interest	(64,272)	(120,979)
Present value of minimum lease payments	<u>\$ 569,424</u>	<u>\$ 552,646</u>

D. *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, 2011**

**NOTE 7 – PAYABLES**

Payables at June 30, 2011, for the County’s major funds, non-major governmental funds and internal service funds, in the aggregate, were as follows:

<b>Payables- Governmental Activities:</b>	Accounts Payable	Accrued Salaries and Benefits	Due to Other Governments	Other Liabilities	Total
General Fund	\$ 685,455	\$ 1,045,686	\$ 848,140	\$ 49,219	\$ 2,628,500
Community Action Agency Fund	97,191	144,562	5,808	--	247,561
Road Fund	248,109	106,208	--	15,019	369,336
Other Governmental Funds	282,882	28,264	--	15,376	326,552
Internal Service Funds	137,166	262,472	--	--	399,638
<b>Total payables</b>	<b>\$ 1,450,803</b>	<b>\$ 1,587,192</b>	<b>\$ 853,948</b>	<b>\$ 79,614</b>	<b>\$ 3,971,557</b>

<b>Payables- Business-type Activities:</b>	Accounts Payable	Accrued Salaries and benefits	Due to Other Governments	Other Liabilities	Total
Solid Waste Operating Fund	\$ 92,709	\$ 28,611	\$ --	\$ --	\$ 121,320
Orland Airport Fund	920	3,356	--	--	4,276
Willows Airport Fund	877	--	--	--	877
<b>Total payables</b>	<b>\$ 94,506</b>	<b>\$ 31,967</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ 126,473</b>

**NOTE 8 – PUBLIC EMPLOYEE RETIREMENT SYSTEM**

**A. Plan Description**

The County of Glenn contributes to the California Public Employees Retirement System (PERS). The miscellaneous employees of the County are part of an agent multiple-employer public employee defined benefit pension plan. The safety employees are part of a cost-sharing multiple-employer defined benefit plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by 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.

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 8 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (Continued)**

**B. Funding Policy**

Participants are required to contribute 8% for the Miscellaneous Plan and 9% for the Safety Plan of their annual covered salary. The County is required to contribute an actuarially determined rate; the current rate is 12.551% for miscellaneous employees, and 28.949% for safety employees, of annual covered payroll. The contribution requirements of plan members and the County are established and may be amended by PERS.

**C. Annual Pension Cost**

For 2010-2011, the County's annual pension cost of \$2,871,805 (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, 2008 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions were as follows:

	Miscellaneous	Safety
Valuation date	June 30, 2008	June 30, 2008
Actuarial cost method	Entry Age Actuarial Cost Method	Entry Age Actuarial Cost Method
Amortization method	Level Percent of Payroll	Level Percent of Payroll
Average remaining period	28 years as of the Valuation Date	16 years as of the Valuation Date
Asset valuation method	15 year Smoothed Market	15 year Smoothed Market
Actuarial assumptions:		
Investment rate of return	7.75% (net of administrative expenses)	7.75% (net of administrative expenses)
Projected salary increases	3.25% to 14.45% depending on Age, Service, and type of employment	3.25% to 14.45% depending on Age, Service, and type of employment
Inflation	3.00%	3.00%
Payroll growth	3.25%	3.25%
Individual salary growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%

**COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 8 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (Continued)**

**C. Annual Pension Costs (Continued)**

The following is the three-year trend information for both safety and miscellaneous employees:

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2009	3,076,917	100%	--
June 30, 2010	2,984,451	100%	--
June 30, 2011	2,871,805	100%	--

**D. Funding Status and Funding Progress**

Miscellaneous Employees

As of June 30, 2010, the most recent actuarial valuation date, the miscellaneous plan was 81.0% funded. The actuarial accrued liability for benefits was \$113,527,955 and the actuarial value of assets was \$91,984,175, resulting in an unfunded actuarial accrued liability (UAAL) of \$21,543,780. The covered payroll (annual payroll of active employees covered by the plan) was \$20,418,320, and the ratio of the UAAL to the covered payroll was 105.5%.

Safety Employees

As of June 30, 2010, the most recent actuarial valuation date, the Safety 3.0% at 50 Risk Pool Plan, of which our safety employees are members, was 83.3% funded. The actuarial accrued liability for benefits was \$10,165,475,166 and the actuarial value of assets was \$8,470,235,152, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,695,240,014. The covered payroll (annual payroll of Risk Pool employees covered by the plan) was \$955,980,815, and the ratio of the UAAL to the covered payroll was 177.3%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about rates of employee turnover, retirement, mortality, as well as economic assumptions regarding claim costs per retiree, healthcare inflation and interest rates. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 9 –OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

*Medical After Retirement Plan*

*A. Plan Description.*

The County offers the same cost sharing multiple-employer medical plans to its retirees as to its active employees, with the exception that once a retiree becomes eligible for Medicare (that is, reaches age 65), he/she must join a Medicare HMO or a Medicare Supplement plan under Public Employees' Medical and Hospital Care Act (PEMHCA). The County sets its monthly contribution rates for health insurance on behalf of active employees through negotiations with bargaining units. Non-represented employees currently receive the same County contributions as the other groups. For all employees who retire from service (either regular retirement or disability retirement), the County shall pay a portion of their medical premiums based on their respective MOU currently in effect. As of June 30, 2011, there were 481 active participants and there were 178 retired participants eligible to receive post employment health care benefits.

*B. Funding Policy.*

There is no requirement imposed by CalPERS, to contribute any amount beyond the pay-as-you-go contributions and the County has not contributed any more than that. The cost of monthly insurance premiums may be shared between the retiree and the County. The cost sharing varies depending on: date of hire; the dependent status; and plan selected. A minimum employer monthly contribution requirement is established and may be amended by the CalPERS Board of Administration and applicable laws. Within the parameters of the law, individual contracting agencies, such as the County, are allowed to establish and amend the level of contributions made by the employer towards the monthly cost of the plans. Changes to the employer contribution amount towards retiree benefits are recorded in a resolution adopted by the County Board of Supervisors.

*C. Annual OPEB Cost and Net OPEB Obligation.*

The County's annual Other Post Employment Benefit (OPEB) cost (expense) is calculated based on the Annual Required Contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the County of Glenn annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation to the County Retiree Health Plan:

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

NOTE 9 –OTHER POST-EMPLOYMENT BENEFITS (OPEB)

*C. Annual OPEB Cost and Net OPEB Obligation. (Continued)*

Annual Required Contributions Governmental Activities	\$ 3,346,663
Annual Required Contributions Business-type Activities	60,433
Total Annual Required Contributions	3,407,096
Interest on net OPEB obligation	189,396
Adjustment to annual required contributions	(246,410)
Annual OPEB Cost	3,350,082
Contributions Made	1,031,394
Increase in net OPEB obligation	2,318,688
Net OPEB Obligation - beginning of year	3,752,289
Net OPEB Obligation - end of year	\$ 6,070,977

The following shows the calculation of the Annual Required Contributions for year ending June 30, 2011:

Normal Cost at Year End	\$ 1,466,873
Amortization of UAAL	1,940,223
Annual Required Contribution (ARC)	\$ 3,407,096

COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

*C. Annual OPEB Cost and Net OPEB Obligation. (Continued)*

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year ending June 30, 2011 and the preceding two fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Contributed	Net OPEB Obligation
6/30/2009	\$ 2,574,182	23.9%	\$ 1,959,247
6/30/2010	\$ 2,549,400	29.7%	\$ 3,752,289
6/30/2011	\$ 3,350,082	30.8%	\$ 6,070,977

*Funded Status and Funding Progress.*

The funded status of the plan as of the most recent two actuarial valuations was as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Projected Unit Credit Actuarial Accrued Liability	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2010	\$0	\$29,825,990	\$29,825,990	0.00%	\$23,288,859	128.1%
July 1, 2008	\$0	\$20,415,703	\$20,415,703	0.00%	\$23,333,466	87.5%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions

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

The plan's most recent actuarial valuation was performed as of July 1, 2010. In that valuation, the Projected Unit Credit (PUC) Cost Method was used. The actuarial assumptions included a 5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 5 percent after 3 years. These assumptions reflect an implicit 3 percent general inflation assumption. The County's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over 30 years. The remaining amortization period as of June 30, 2011 was 30 years. The County's plan is considered a single-employer plan under GASB 45.

**COUNTY OF GLENN, CALIFORNIA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 10 – OTHER FUND DISCLOSURES**

Deficit Fund Balances/Net Assets

As of June 30, 2011 the following funds had deficit net assets/fund balances:

Fund	Deficit
<b>Governmental Funds:</b>	
<b>Non-Major Governmental Funds:</b>	
Per Capita Park Grant	6,246
Emergency Preparedness Grant	1
<b>Business-type Activities:</b>	
Solid Waste Closure	5,478,454
<b>Internal Service:</b>	
Human Resources	134,397
Health Services	24,743
Central Services	318

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 and increase until closure of the landfill becomes more imminent. The internal service funds' net asset deficits are primarily the result of costs associated with compensated absence accrual. These costs will not be immediately funded and the deficit is expected to increase as these costs accumulate.

**NOTE 11 – COMMITMENTS AND CONTINGENT LIABILITIES**

**A. Grant**

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.

**B. 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.

**C. Contract Commitments**

As of June 30, 2011, the County had no contract obligations for future periods exceeding \$20,000.

COUNTY OF GLENN, CALIFORNIA  
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**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 Plan 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.

**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 or until the site is no longer deemed to be an environmental threat. 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 the date of each Statement of Net Assets. The estimated liability for landfill closure and postclosure care costs which were reported in the Financial Statements for the period ending June 30, 2010, had a balance of \$8,837,165, and was based on approximately 54% usage (filled) of the landfill. Subsequently, we determined that the estimate was actually made using data through December 30, 2010. Estimates are now made on a calendar year basis. Accordingly, the December 30, 2010 estimate remains valid, with no change in the landfill capacity. The liability as of June 30, 2011 is \$8,837,165. It is still estimated that an additional \$7,527,955 will need to be recognized as closure and postclosure care costs before the landfill reaches fill capacity. The current County site permit is scheduled to expire in 2021.

The estimated total current cost of the landfill closure and postclosure care of \$16,365,120 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, 2011. However, the actual cost of closure and postclosure care may change 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.



**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 13 – CLOSURE AND POSTCLOSURE CARE COST (Continued)**

Management believes the County is in substantial compliance with federal and state requirements. At June 30, 2011, cash and investments of \$3,352,928 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.

The Solid Waste Operating Proprietary Fund is required to dedicate its revenue exclusively or with exclusive first priority to financing closure and/or postclosure activities per Section 22241, Article 2, Subchapter 3, Chapter 6, Title 27 of the California Code of Regulations. There was no transfer from the Solid Waste Operating Fund to the Solid Waste Closure Fund for the year ending June 30, 2011.

**NOTE 14 – FUND BALANCES**

As prescribed by GASB Statement No. 54 governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints upon the specific purposes for which amounts in the funds can be spent. As of June 30, 2011, fund balances for governmental funds consists of the following categories:

- *Nonspendable fund balance* – includes amounts that are (1) not spendable in form or are legally or contractually required to be maintained intact (such as inventories or prepaid amounts).
- *Restricted fund balance* – includes amounts that can be spent only for specific purposes stipulated by external parties (such as creditors, grant providers, or contributors) or by law
- *Committed fund balance* – includes amounts that can be used only for specific purposes determined by the Board of Supervisors. Commitments may be changed or lifted only by the Board of Supervisors taking the same formal action. The formal action must occur prior to the end of the reporting period. The amount which will be subject to the constraint may be determined in the subsequent period.
- *Assigned fund balance* – is comprised of amounts intended to be used by the government entity for specific purposes that are neither restricted nor committed. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board delegates the authority. Assigned fund balance can be used to eliminate a projected budgetary deficit in the subsequent year's budget.
- *Unassigned fund balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purposes.

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 14 – FUND BALANCES (Continued)**

Fund balances for all of the major and nonmajor governmental funds as of June 30, 2011, were distributed as follows:

	General Fund	Community Action Agency Fund	Road Fund	Mental Health Services Act	Superior Reg Workforce Education	Non-Major Governmental Funds	Total Governmental Funds
<b>Nonspendable:</b>							
Advances to other funds	\$ 1,114,540	\$ 106,458	\$ 276,026	\$ -	\$ -	\$ -	\$ 1,497,024
Inventories	215	201,071	121,506	-	-	-	322,792
Prepaid items and deposits	112,372	-	37,882	-	-	-	150,462
Total nonspendable	<u>1,227,127</u>	<u>307,529</u>	<u>435,414</u>	<u>-</u>	<u>-</u>	<u>208</u>	<u>1,970,278</u>
<b>Restricted for:</b>							
General	-	-	-	-	-	-	-
Public protection	-	-	-	-	-	-	-
Public ways and facilities	-	-	2,253,947	-	-	-	2,253,947
Health and sanitation	-	-	-	88,509	-	2,589,677	2,678,186
Public assistance	-	1,714,150	-	-	-	-	1,714,150
Recreation and cultural services	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-
Total restricted	<u>-</u>	<u>1,714,150</u>	<u>2,253,947</u>	<u>88,509</u>	<u>-</u>	<u>2,589,677</u>	<u>6,646,283</u>
<b>Assigned to:</b>							
General	-	-	-	-	-	-	-
Public protection	-	-	-	-	-	-	-
Public ways and facilities	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-
Recreation and cultural services	-	-	-	-	-	-	-
Debt Service	176,271	-	117,747	-	-	99,090	393,108
Total assigned	<u>176,271</u>	<u>-</u>	<u>117,747</u>	<u>-</u>	<u>-</u>	<u>99,090</u>	<u>393,108</u>
<b>Unassigned</b>							
	1,186,123	-	-	-	-	397,713	1,583,836
Total	<u>\$ 2,589,521</u>	<u>\$ 2,021,679</u>	<u>\$ 2,807,108</u>	<u>\$ 88,509</u>	<u>\$ -</u>	<u>\$ 3,086,688</u>	<u>\$ 10,593,505</u>

In circumstances where an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is generally depleted in the following order: (1) restricted, (2) committed, (3) assigned, (4) unassigned.

The county has not yet established a formal fund balance policy. However, the county's current goals are to establish a minimum reserve of twenty percent of the average final budgeted General Fund appropriations for the preceding three fiscal years, with an upper goal of fifty percent. A designation for debt service that is equal to one year of debt service payments will be maintained. This category will be in the Assigned Fund Balance. Fund balance in excess of the upper goal may be considered for the following one-time or short-term purposes: restore funds advanced from the General Reserve in prior fiscal years; increase the General Reserve to its minimally established level; capital and technology improvements; reduction of unfunded liabilities, including retirement and retiree health obligations; debt retirement; productivity enhancements; cost avoidance projects; litigation; local match for grants involving multiple departments; and other purposes which are fiscally prudent for the County as identified and recommended by the County Department Heads and approved by the Board of Supervisors.

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 15 – PRIOR PERIOD ADJUSTMENT**

**A. Government-Wide Financial Statements**

	Governmental Activities	Business-type Activities	
Net Asset – Beginning	\$ 40,917,244	\$ (3,801,408)	
General Fund	117,816	--	(1)
Community Action Agency	838,304	--	(1)
Service Center ISF	219,881	--	(1)
Public Works ISF	40,766	--	(1)
Other Governmental Funds	6,023		(1)
Capital Assets – Accumulated Depreciation	65,733		(2)(3)
Solid Waste Enterprise		(120)	(1)
Orland Airport Enterprise		4,960	(1)
Willows Airport Enterprise		4,491	(1)
	<u>\$ 42,205,767</u>	<u>\$ (3,792,078)</u>	
Net Asset – Beginning as Restated			

**B. Fund Financial Statements**

	Governmental Funds		Proprietary Funds			
	General Fund	Community Action Agency	Solid Waste	Orland Airport	Willows Airport	Internal Service Funds
Fund Balance/Net Assets – Beginning	\$ 2,533,496	\$ 2,093,537				
PY Adjustments not posted to the general ledger	117,816	838,304				
Fund Balance/Net Assets – Beginning, as restated	<u>\$ 2,651,312</u>	<u>\$ 2,931,841</u>				
Fund Balance/Net Assets – Beginning			\$ 639,546	\$ 628,429	\$ 425,619	\$ 2,366,623
PY Adjustments not posted to the general ledger			(120)	4,960	4,491	260,646
Fund Balance/Net Assets – Beginning, as restated			<u>\$ 639,426</u>	<u>\$ 633,389</u>	<u>\$ 430,110</u>	<u>\$ 2,627,269</u>

**COUNTY OF GLENN, CALIFORNIA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 15 – PRIOR PERIOD ADJUSTMENT (Continued)**

- (1) It was determined that financial statements for fiscal years ending June 30, 2010, and earlier included errors in recording audit and other journal entries. Entries that should have been recorded were not, rather they were accumulating outside of the general ledger and noted as reconciling items effecting annual activities when financial statements were prepared and net assets and fund balance schedules were rolled forward. Over time these accumulations understated annual activity and the net asset and fund balances carried forward. The net effect of the prior period adjustment record this year was to increase Net Assets for Governmental Activities (including governmental fund balances and internal service fund balances) by \$1,288,533 and increase Net Assets and fund balances for Business-type Activities by \$9,330.
- (2) A review of Internal Service Fund–Service Center capital assets and related accumulated depreciation revealed that in a prior year, an asset had been disposed and removed from the general ledger, however, the related accumulated depreciation was not deleted. An adjustment has been made to correct accumulated depreciation for the remaining assets by decreasing accumulated depreciation by \$20,050 for equipment. The effect is a \$20,050 increase to net assets.
- (3) An accounting error last year resulted in the overstatement of accrued depreciation in Governmental activities of by \$45,683. The net effect is \$45,683 increase to net assets.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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**COUNTY OF GLENN, CALIFORNIA**

**REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**BUDGETARY INFORMATION**

By State law and County Resolution 99-46, the County Board of Supervisors must approve a proposed budget no later than July 20<sup>th</sup> of each year and adopt a final budget no later than October 2<sup>nd</sup>. 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 between objects within the same budget unit of less than \$10,000 require Department of Finance approval; greater than \$10,000 requires Board approval. Transfers of appropriations between budget units, appropriations of unanticipated revenue or use of contingency require Board approval. During the year ended June 30, 2011, there was no excess of expenditures over appropriations.

Encumbrance accounting is employed as an extension of the budgetary process. Encumbrances (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 year's budget.

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COUNTY OF GLENN

General Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 6,602,740	\$ 6,602,740	\$ 6,299,036	\$ (303,704)
Licenses and permits	1,126,284	1,126,284	968,498	(157,786)
Fines, forfeitures and penalties	1,718,546	1,735,046	1,521,997	(213,049)
Intergovernmental	43,336,257	44,815,472	37,804,828	(7,010,644)
Investment earnings	106,991	107,076	76,305	(30,771)
Charges for services	8,070,049	8,213,587	7,326,785	(886,802)
Miscellaneous	444,988	516,455	716,049	199,594
Total revenues	<u>61,405,855</u>	<u>63,116,660</u>	<u>54,713,498</u>	<u>(8,403,162)</u>
Expenditures:				
General Government:				
Board of Supervisors:				
Salaries and benefits	451,366	483,470	483,088	382
Services and supplies	44,723	35,379	30,949	4,430
Other charges	206,734	206,734	206,734	--
Total Board of Supervisors	<u>702,823</u>	<u>725,583</u>	<u>720,771</u>	<u>4,812</u>
Finance:				
Salaries and benefits	807,917	798,117	788,117	10,000
Services and supplies	123,480	144,549	140,305	4,244
Other charges	94,000	100,122	98,201	1,921
Total Finance	<u>1,025,397</u>	<u>1,042,788</u>	<u>1,026,623</u>	<u>16,165</u>
Assessor:				
Salaries and benefits	661,944	661,944	657,663	4,281
Services and supplies	57,605	50,000	44,961	5,039
Other charges	83,650	83,650	83,650	--
Total Assessor	<u>803,199</u>	<u>795,594</u>	<u>786,274</u>	<u>9,320</u>
County Counsel:				
Salaries and benefits	316,053	3,340,553	332,593	3,007,960
Services and supplies	35,307	59,207	27,145	32,062
Other charges	2,639	2,639	1,539	1,100
Total County Counsel	<u>353,999</u>	<u>3,402,399</u>	<u>361,277</u>	<u>3,041,122</u>
Personnel:				
Salaries and benefits	234,698	225,698	222,127	3,571
Services and supplies	65,303	41,303	36,205	5,098
Other charges	--	--	--	--
Total Personnel	<u>300,001</u>	<u>267,001</u>	<u>258,332</u>	<u>8,669</u>
Data Processing:				
Services and supplies	--	--	--	--
Total Data Processing	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>

COUNTY OF GLENN

General Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual (continued)  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Elections:				
Salaries and benefits	\$ 138,944	\$ 140,079	\$ 140,078	\$ 1
Services and supplies	118,710	107,575	87,265	20,310
Other charges	104,078	104,078	104,078	--
Total Elections	<u>361,732</u>	<u>351,732</u>	<u>331,421</u>	<u>20,311</u>
Facilities:				
Salaries and benefits	921,619	810,901	810,160	741
Services and supplies	547,875	528,917	486,918	41,999
Other charges	65,000	65,000	65,000	--
Total Facilities	<u>1,534,494</u>	<u>1,404,818</u>	<u>1,362,078</u>	<u>42,740</u>
Administrative Office				
Salaries and benefits	--	--	--	--
Services and supplies	--	--	--	--
Other charges	--	--	--	--
Total Administrative Office	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Other:				
Salaries and benefits	--	--	--	--
Services and supplies	1,342,699	1,313,786	1,288,677	25,109
Capital Outlays	--	29,106	16,604	12,502
Other charges	120,807	126,529	124,713	1,816
Total Other	<u>1,463,506</u>	<u>1,469,421</u>	<u>1,429,994</u>	<u>39,427</u>
Indirect costs allocated to other functions:				
Other charges	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total General Government	<u>6,545,151</u>	<u>9,459,336</u>	<u>6,276,770</u>	<u>3,182,566</u>
Public Protection:				
Courts:				
Salaries and benefits	\$ 434,288	\$ 536,715	\$ 237,894	\$ 298,821
Services and supplies	542,511	524,011	497,530	26,481
Other charges	7,483	7,483	7,483	--
Total Courts	<u>984,282</u>	<u>1,068,209</u>	<u>742,907</u>	<u>325,302</u>
Grand Jury:				
Services and supplies	377,225	389,563	386,464	3,099
Other charges	--	--	--	--
Total Grand Jury	<u>377,225</u>	<u>389,563</u>	<u>386,464</u>	<u>3,099</u>
Public Defender:				
Services and supplies	--	--	--	--
Other charges	--	--	--	--
Total Public Defender	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>

COUNTY OF GLENN

General Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual (continued)  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Agricultural Commissioner:</b>				
Salaries and benefits	\$ 1,197,049	\$ 1,206,049	\$ 1,170,279	\$ 35,770
Services and supplies	108,066	106,566	106,235	331
Other charges	84,981	84,981	84,981	--
Total Agricultural Commissioner	<u>1,390,096</u>	<u>1,397,596</u>	<u>1,361,495</u>	<u>36,101</u>
<b>Building Inspector:</b>				
Salaries and benefits	189,143	179,480	164,527	14,953
Services and supplies	48,325	57,988	49,356	8,632
Other charges	72,670	72,670	72,670	--
Total Building Inspector	<u>310,138</u>	<u>310,138</u>	<u>286,553</u>	<u>23,585</u>
<b>Recorder:</b>				
Salaries and benefits	332,356	332,356	330,677	1,679
Services and supplies	37,077	34,000	32,860	1,140
Other charges	61,655	61,655	61,655	--
Total Recorder	<u>431,088</u>	<u>428,011</u>	<u>425,192</u>	<u>2,819</u>
<b>Sheriff:</b>				
Salaries and benefits	6,097,810	6,206,267	6,096,555	109,712
Services and supplies	2,185,834	2,021,084	1,769,085	251,999
Capital Outlays	171,472	227,407	130,934	96,473
Other charges	629,415	629,415	629,415	--
Total Sheriff	<u>9,084,531</u>	<u>9,084,173</u>	<u>8,625,989</u>	<u>458,184</u>
<b>Public Guardian/Administrator:</b>				
Salaries and benefits	192,806	192,556	186,243	6,313
Services and supplies	1,632,594	1,632,844	1,465,895	166,949
Other charges	9,563	9,563	9,563	--
Total Public Guardian/Administrator	<u>1,834,963</u>	<u>1,834,963</u>	<u>1,661,701</u>	<u>173,262</u>
<b>Emergency Services:</b>				
Services and supplies	--	--	--	--
Other charges	--	--	--	--
Total Emergency Services	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Planning:</b>				
Salaries and benefits	240,205	226,821	219,394	7,427
Services and supplies	1,600,575	1,660,513	614,550	1,045,963
Other charges	97,251	97,251	97,251	--
Total Planning	<u>1,938,031</u>	<u>1,984,585</u>	<u>931,195</u>	<u>1,053,390</u>

COUNTY OF GLENN

General Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual (continued)  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Animal Control:				
Salaries and benefits	\$ 230,063	\$ 226,075	\$ 226,075	\$ --
Services and supplies	96,072	85,060	83,788	1,272
Other charges	13,639	13,689	13,689	--
Total Animal Control	<u>339,774</u>	<u>324,824</u>	<u>323,552</u>	<u>1,272</u>
District Attorney:				
Salaries and benefits	719,650	723,650	704,047	19,603
Services and supplies	51,289	50,405	48,865	1,540
Other charges	52,454	52,454	52,454	--
Total District Attorney	<u>823,393</u>	<u>826,509</u>	<u>805,366</u>	<u>21,143</u>
Probation:				
Salaries and benefits	956,562	961,370	843,463	117,907
Services and supplies	143,255	179,702	112,623	67,079
Other charges	262,706	262,706	261,209	1,497
Total Probation	<u>1,362,523</u>	<u>1,403,778</u>	<u>1,217,295</u>	<u>186,483</u>
Juvenile Hall:				
Salaries and benefits	946,823	950,234	941,330	8,904
Services and supplies	64,210	62,995	62,981	14
Other charges	125,414	125,414	125,414	--
Total Juvenile Hall	<u>1,136,447</u>	<u>1,138,643</u>	<u>1,129,725</u>	<u>8,918</u>
Child Support:				
Salaries and benefits	683,673	663,673	602,750	60,923
Services and supplies	63,292	73,929	69,549	4,380
Other charges	46,931	56,931	49,494	7,437
Total Child Support	<u>793,896</u>	<u>794,533</u>	<u>721,793</u>	<u>72,740</u>
Other:				
Salaries and benefits	113,822	113,822	112,013	1,809
Services and supplies	52,325	54,654	54,653	1
Other charges	120,196	120,196	120,196	--
Total Other	<u>286,343</u>	<u>288,672</u>	<u>286,862</u>	<u>1,810</u>
Total Public Protection	<u>21,092,730</u>	<u>21,274,197</u>	<u>18,906,089</u>	<u>2,368,108</u>

COUNTY OF GLENN

General Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual (continued)  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Health and Sanitation:				
Mental Health:				
Salaries and benefits	\$ 3,198,586	\$ 3,316,443	\$ 2,954,428	\$ 362,015
Services and supplies	2,001,880	2,814,023	2,273,604	540,419
Capital Outlays	330,500	58,000	8,891	49,109
Other charges	1,216,204	1,298,334	1,274,440	23,894
Total Mental Health	<u>6,747,170</u>	<u>7,486,800</u>	<u>6,511,363</u>	<u>975,437</u>
Public Health:				
Salaries and benefits	1,934,444	1,934,444	1,845,605	88,839
Services and supplies	922,206	1,469,701	1,390,318	79,383
Other charges	1,936,656	2,182,817	2,083,731	99,086
Total Public Health	<u>4,793,306</u>	<u>5,586,962</u>	<u>5,319,654</u>	<u>267,308</u>
Drug and Alcohol Services:				
Salaries and benefits	669,271	684,159	650,221	33,938
Services and supplies	53,609	45,312	31,872	13,440
Other charges	325,033	332,069	329,501	2,568
Total Drug and Alcohol Services	<u>1,047,913</u>	<u>1,061,540</u>	<u>1,011,594</u>	<u>49,946</u>
Hospital:				
Salaries and benefits	38,036	38,036	37,186	850
Services and supplies	300,000	300,000	300,000	--
Other charges	573,893	573,893	554,813	19,080
Total Hospital	<u>911,929</u>	<u>911,929</u>	<u>891,999</u>	<u>19,930</u>
Total Health and Sanitation	<u>13,500,318</u>	<u>15,047,231</u>	<u>13,734,610</u>	<u>1,312,621</u>
Public Assistance:				
Social Services Administration:				
Salaries and benefits	4,793,443	4,793,443	4,226,460	566,983
Services and supplies	1,614,650	1,625,247	1,035,074	590,173
Capital Outlays	180,000	180,000	--	180,000
Other charges	4,679,436	4,679,436	4,006,742	672,694
Total Social Services Administration	<u>11,267,529</u>	<u>11,278,126</u>	<u>9,268,276</u>	<u>2,009,850</u>
CalWorks Assistance:				
Other charges	3,400,000	3,400,000	3,117,043	282,957
Total CalWorks	<u>3,400,000</u>	<u>3,400,000</u>	<u>3,117,043</u>	<u>282,957</u>
Foster Care:				
Other charges	1,754,125	1,754,125	1,049,979	704,146

COUNTY OF GLENN

General Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual (continued)  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Other Aid Programs:				
Salaries and benefits	\$ 177,000	\$ 177,000	\$ 125,666	\$ 51,334
Services and supplies	1,710,000	1,705,000	1,417,054	287,946
Other charges	3,496,264	3,671,264	2,843,820	827,444
Total Other Aid Programs	<u>5,383,264</u>	<u>5,553,264</u>	<u>4,386,540</u>	<u>1,166,724</u>
Total Public Assistance	<u>21,804,918</u>	<u>21,985,515</u>	<u>17,821,838</u>	<u>4,163,677</u>
Education:				
Cooperative Education:				
Salaries and benefits	157,533	152,098	151,773	325
Services and supplies	30,693	33,263	32,475	788
Other charges	62,072	62,072	62,072	--
Total Cooperative Education	<u>250,298</u>	<u>247,433</u>	<u>246,320</u>	<u>1,113</u>
County Library:				
Other charges	<u>138,042</u>	<u>138,295</u>	<u>138,295</u>	<u>--</u>
Board of Education:				
Other charges	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Education	<u>388,340</u>	<u>385,728</u>	<u>384,615</u>	<u>1,113</u>
Capital outlay	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Debt Service:				
Interest	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Contingency	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total expenditures	<u>63,331,457</u>	<u>68,152,007</u>	<u>57,123,922</u>	<u>11,028,085</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,925,602)</u>	<u>(5,035,347)</u>	<u>(2,410,424)</u>	<u>2,624,923</u>
Other financing sources (uses):				
Transfers in	11,511,603	11,645,521	10,517,057	(1,128,464)
Transfers out	(9,057,490)	(8,947,065)	(8,168,424)	778,641
Total other financing sources (uses)	<u>2,454,113</u>	<u>2,698,456</u>	<u>2,348,633</u>	<u>(349,823)</u>
Net change in fund balance	<u>\$ 528,511</u>	<u>\$ (2,336,891)</u>	<u>(61,791)</u>	<u>\$ 2,275,100</u>
Fund balance - beginning, as restated			<u>2,651,312</u>	
Fund balance - ending			<u>\$ 2,589,521</u>	

COUNTY OF GLENN

**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, 2011**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$3,041,211	\$11,126,521	\$ 6,151,181	\$ (4,975,340)
Charges for services	5,120,592	5,531,158	4,204,981	(1,326,177)
Use of money and property	51,000	51,618	17,340	(34,278)
Miscellaneous	3,000	1,567,612	956,209	(611,403)
Total revenues	8,215,803	18,276,909	11,329,711	(6,947,198)
Expenditures:				
Public Assistance:				
Salaries and benefits	2,363,482	2,367,482	1,834,719	532,763
Services and supplies	5,577,289	15,578,861	10,104,415	5,474,446
Other charges	275,032	292,032	258,722	33,310
Capital outlay	--	607,450	437,917	169,533
Total expenditures	8,215,803	18,845,825	12,635,773	6,210,052
Excess (deficiency) of revenues over (under) expenditures	--	(568,916)	(1,306,062)	(737,146)
Other financing sources:				
Debt issued	--	546,450	395,900	(150,550)
Net change in fund balance	\$ --	\$ (22,466)	(910,162)	\$ (887,696)
Fund balance - beginning, as restated			2,931,841	
Fund balance - ending			\$ 2,021,679	

COUNTY OF GLENN

**Road Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 39,000	\$ 39,000	\$ 19,010	(19,990)
Intergovernmental	14,481,871	14,481,871	3,627,148	(10,854,723)
Use of money and property	68,400	68,400	24,752	(43,648)
Charges for services	253,296	253,296	389,604	136,308
Miscellaneous	20,000	20,000	85,331	65,331
Total revenues	14,862,567	14,862,567	4,145,845	(10,716,722)
Expenditures:				
Public ways and facilities:				
Salaries and benefits	\$ 2,175,173	\$ 2,175,173	\$ 1,960,251	214,922
Services and supplies	12,247,383	12,247,383	2,163,087	10,084,296
Other charges	297,106	297,106	278,851	18,255
Capital outlay	550,000	550,000	241,391	308,609
Debt service: interest	18,000	18,000	12,333	5,667
Total expenditures	15,287,662	15,287,662	4,655,913	10,631,749
Excess (deficiency) of revenues over (under) expenditures	(425,095)	(425,095)	(510,068)	(84,973)
Other financing sources:				
Transfers in	1,390,654	1,390,654	182,152	1,208,502
Transfers out	(1,390,654)	(1,390,654)	(182,152)	(1,208,502)
Net change in fund balance	\$ (425,095)	\$ (425,095)	(510,068)	\$ (84,973)
Fund balance (deficit) - beginning			3,317,176	
Fund balance (deficit) - ending			\$ 2,807,108	



COUNTY OF GLENN

Mental Health Services Act Special Revenue Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,250,062	\$ 2,250,062	\$ 1,892,712	(357,350)
Use of money and property	--	--	12,495	12,495
Total revenues	<u>2,250,062</u>	<u>2,250,062</u>	<u>1,905,207</u>	<u>(344,855)</u>
Expenditures				
Health and sanitation:				
Other charges	<u>3,093</u>	<u>3,093</u>	<u>3,093</u>	<u>--</u>
Total expenditures	<u>3,093</u>	<u>3,093</u>	<u>3,093</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,246,969</u>	<u>2,246,969</u>	<u>1,902,114</u>	<u>(344,855)</u>
Other financing sources:				
Transfers out	<u>(2,246,969)</u>	<u>(2,511,379)</u>	<u>(2,166,525)</u>	<u>344,854</u>
Net change in fund balance	<u>\$ --</u>	<u>\$ (264,410)</u>	<u>(264,411)</u>	<u>\$ (1)</u>
Fund balance (deficit) - beginning			<u>352,920</u>	
Fund balance (deficit) - ending			<u>\$ 88,509</u>	

COUNTY OF GLENN

**Superior Reg Workforce Education Special Revenue Fund  
 Schedule of Revenues, Expenditures and Changes in  
 Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2011**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 600,000	\$ 600,000	\$ 63,425	(536,575)
Use of money and property	--	--	8,489	8,489
Total revenues	600,000	600,000	71,914	(528,086)
Expenditures				
Health and sanitation:				
Services and supplies	600,000	600,000	71,914	528,086
Total expenditures	600,000	600,000	71,914	528,086
Net change in fund balance	\$ --	\$ --	--	\$ --
Fund balance (deficit) - beginning, as restated			--	
Fund balance (deficit) - ending			\$ --	

**COUNTY OF GLENN, CALIFORNIA**

**Required Supplementary Information  
Schedule of Funding Progress (Unaudited)  
For the year ended June 30, 2011**

**Public Employees Retirement System**

Miscellaneous Employees

Actuarial Valuation Date	Actuarial Accrued Liability	Actuarial Value of Assets	Actuarial Unfunded Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as a Percentage of Payroll
June 30, 2008	97,996,979	82,390,290	15,606,689	84.1%	21,529,712	72.5%
June 30, 2009	109,149,030	86,891,499	22,257,531	79.6%	21,392,405	104.0%
June 30, 2010	113,527,955	91,984,175	21,543,780	81.0%	20,418,320	105.5%

Actuarial valuations for June 30, 2011 were not available at the time of publication.

Safety Employees

Actuarial Valuation Date	Actuarial Accrued Liability	Actuarial Value of Assets	Actuarial Unfunded Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as a Percentage of Payroll
June 30, 2008	8,700,467,733	7,464,927,716	1,235,540,017	85.8%	914,840,596	135.1%
June 30, 2009	9,721,675,347	8,027,158,724	1,694,516,623	82.6%	973,814,168	174.0%
June 30, 2010	10,165,475,166	8,470,235,152	1,695,240,014	83.3%	955,980,815	177.3%

Actuarial valuations for June 30, 2011 were not available at the time of publication.

**OTHER POST EMPLOYMENT BENEFITS**

Actuarial Valuation Date	Actuarial Asset Value	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
July 1, 2008	\$ --	\$20,415,703	\$20,415,703	0.0%	\$26,895,413	75.9%
July 1m 2010	\$ --	29,825,990	29,825,990	0.0%	25,801,944	115.6%

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**SUPPLEMENTARY INFORMATION**

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**COUNTY OF GLENN, CALIFORNIA**

**Balance Sheet  
Non-Major Governmental Funds  
June 30, 2011**

<b>Assets</b>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
Cash and investments	\$ 3,241,098	\$ 397,693	\$ 99,090	\$ 3,737,881
Accounts receivable	--	--	--	--
Interest receivable	5,156	20	--	5,176
Due from other funds	114,110	--	--	114,110
Due from other governments	256,404	--	--	256,404
Prepaid items	1,175	--	--	1,175
Inventory	--	--	--	--
Advances to other funds	--	--	--	--
Loans receivable	--	--	--	--
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 3,617,943</u>	<u>\$ 397,713</u>	<u>\$ 99,090</u>	<u>\$ 4,114,746</u>
 <b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 282,882	\$ --	\$ --	\$ 282,882
Accrued salaries and benefits	28,264	--	--	28,264
Interest payable	--	--	41,679	41,679
Due to other funds	412,559	--	--	412,559
Due to other governments	--	--	--	--
Other liabilities	15,376	--	--	15,376
Deferred revenue	121,010	--	--	121,010
Deposits from others	--	--	--	--
Advances from other funds	167,000	--	--	167,000
Total liabilities	<hr/> <u>1,027,091</u>	<hr/> <u>--</u>	<hr/> <u>41,679</u>	<hr/> <u>1,068,770</u>
 Fund balances (deficit):				
Nonspendable	1,175	--	--	1,175
Restricted	2,589,677	--	--	2,589,677
Committed	--	--	--	--
Assigned	--	--	57,411	57,411
Unassigned	--	397,713	--	397,713
Total fund balances	<hr/> <u>2,590,852</u>	<hr/> <u>397,713</u>	<hr/> <u>57,411</u>	<hr/> <u>3,045,976</u>
Total liabilities and fund balances	<u>\$ 3,617,943</u>	<u>\$ 397,713</u>	<u>\$ 99,090</u>	<u>\$ 4,114,746</u>

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**COUNTY OF GLENN, CALIFORNIA**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Non-Major Governmental Funds  
For the Fiscal Year Ended June 30, 2011**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>				
Taxes	\$ 286,601	\$ --	\$ --	\$ 286,601
Licenses and permits	233,328	--	--	233,328
Fines, forfeitures and penalties	22,873	--	--	22,873
Intergovernmental	1,250,126	(202,096)	--	1,048,030
Investment earnings	33,375	57	--	33,432
Charges for services	998,627	--	--	998,627
Miscellaneous	19,899	--	21,281	41,180
Total revenues	<u>2,844,829</u>	<u>(202,039)</u>	<u>21,281</u>	<u>2,664,071</u>
<b>Expenditures:</b>				
Current:				
General government	76,856	--	--	76,856
Public protection	1,599,285	--	--	1,599,285
Public ways and facilities	--	--	--	--
Health and sanitation	409,003	--	--	409,003
Public assistance	395,766	--	--	395,766
Education	--	--	--	--
Capital outlay	197,410	--	--	197,410
Debt service:				
Principal	--	--	83,665	83,665
Interest	--	--	162,946	162,946
Total expenditures	<u>2,678,320</u>	<u>--</u>	<u>246,611</u>	<u>2,924,931</u>
Excess (deficiency) of revenues over (under) expenditures	<u>166,509</u>	<u>(202,039)</u>	<u>(225,330)</u>	<u>(260,860)</u>
<b>Other financing sources (uses):</b>				
Transfers in	1,000	--	197,806	198,806
Transfers out	(151,817)	--	--	(151,817)
Total other financing sources (uses):	<u>(150,817)</u>	<u>--</u>	<u>197,806</u>	<u>46,989</u>
Net change in fund balances	15,692	(202,039)	(27,524)	(213,871)
Fund balances (deficit) - beginning, as restated	<u>2,575,160</u>	<u>599,752</u>	<u>84,935</u>	<u>3,259,847</u>
Fund balances - ending	<u>\$ 2,590,852</u>	<u>\$ 397,713</u>	<u>\$ 57,411</u>	<u>\$ 3,045,976</u>

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## 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.

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.

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.

Building Standards Administration Fee – This fund was established to track activities related to carrying out building standards, as defined in Health and Safety Code §18909, with emphasis placed on the development, adoption, publication, updating, and educational efforts associated with green building standards. Each city or county shall collect a fee from any applicant for a building permit, assessed at the rate of \$4 per \$100,000 in valuation, as determined by the local building official.

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

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.

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

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.

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.

Emergency Preparedness Grant – This grant is designed to assist the County to prepare and protect its citizens in the event of an emergency or bio-terrorism event.

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.

Mosquito Abatement Assessment Area – This fund is used to provide mosquito and vector abatement and control services within the assessment area.

Hospital Preparedness Grant – This fund (HPP) focuses on the integration of public health and the medical community in achieving capabilities such as interoperable communications systems, real time bed capacity reporting, volunteer registries, and fatality and evacuation management. HPP also focuses on alternate care sites, mobile medical assets, pharmaceutical caches, NIMS compliance, education, training and exercise. This funding allows for purchases and training to benefit the local medical community and the hospital. This budget unit was established due to the State cancelling all regional contracts with Nor-Cal EMS.

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

Social Security Redaction - Assembly Bill 1168 amends Government Code §27300 to require the County Recorder to establish a social security number truncation program. The intent is to create an electronic public record version of each official record that is an exact copy of the official record with the exception that the first 5 digits of any social security number shall be redacted. The County Recorder is authorized to charge an additional fee of \$1.00 for recording the first page of each document until December 31, 2017 to cover the costs of implementing the program. Provisions of the code apply to any document recorded since January 1, 1980.

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

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.

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

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

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.

Per Capita Park Grant -This fund is used to account for resources received from the passage of Proposition 40, 2002 Resources Bond. Funds are intended to be used for the acquisition and development of neighborhood, community, and regional parks and recreation lands and facilities in urban and rural areas.

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 District -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.

Hamilton Fire District -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.

Bayliss Fire District -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.

Willows Rural Fire District -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.

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.

Olive Fruit Fly Pest 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.

**COUNTY OF GLENN, CALIFORNIA**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2011**

	<u>Advertising</u>	<u>Fish and Game</u>	<u>Cal Works Incentive</u>	<u>Title III Forest Reserve</u>	<u>Building Standards Admin Fee</u>	<u>Surface/Ground Water &amp; Weed Grants</u>
<b>Assets</b>						
Cash and investments	\$ 8,346	\$ 35,060	\$ 255,036	\$ 169,553	\$ 861	\$ 18,292
Imprest cash	--	--	--	--	--	--
Interest receivable	--	60	439	292	1	--
Due from other funds	--	96	--	--	--	--
Due from other governments	--	--	--	--	--	--
Prepaid items	--	--	--	--	--	--
<b>Total assets</b>	<u>\$ 8,346</u>	<u>\$ 35,216</u>	<u>\$ 255,475</u>	<u>\$ 169,845</u>	<u>\$ 862</u>	<u>\$ 18,292</u>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities:</b>						
Accounts payable	\$ --	\$ --	\$ --	\$ --	\$ 245	\$ 11,120
Accrued salaries and benefits	--	269	--	--	--	--
Due to other funds	--	--	125,515	--	--	153
Other liabilities	--	--	--	--	--	--
Deferred revenue	--	--	--	--	381	--
Advances from other funds	--	--	--	--	--	--
<b>Total liabilities</b>	<u>--</u>	<u>269</u>	<u>125,515</u>	<u>--</u>	<u>626</u>	<u>11,273</u>
<b>Fund balance (deficit):</b>						
Nonspendable	--	--	--	--	--	--
Restricted	8,346	34,947	129,960	169,845	236	7,019
Committed	--	--	--	--	--	--
Assigned	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--
<b>Total fund balances (deficit)</b>	<u>8,346</u>	<u>34,947</u>	<u>129,960</u>	<u>169,845</u>	<u>236</u>	<u>7,019</u>
<b>Total liabilities and fund balances (deficit)</b>	<u>\$ 8,346</u>	<u>\$ 35,216</u>	<u>\$ 255,475</u>	<u>\$ 169,845</u>	<u>\$ 862</u>	<u>\$ 18,292</u>

**COUNTY OF GLENN, CALIFORNIA**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2011**

Property Characteristics	Property Administration Grant	Recorders Modernization	Cal Waste Management Grant	Emergency Preparedness Grant	Prop 36	
						<b>Assets</b>
\$ 7,740	\$ --	\$ 19,256	\$ --	\$ 96,732	\$ 3	Cash and investments
--	--	--	--	--	--	Imprest cash
13	--	27	--	155	--	Interest receivable
--	--	--	--	25,927	--	Due from other funds
--	--	--	--	10,221	--	Due from other governments
--	--	--	--	967	--	Prepaid items
<u>\$ 7,753</u>	<u>\$ --</u>	<u>\$ 19,283</u>	<u>\$ --</u>	<u>\$ 134,002</u>	<u>\$ 3</u>	Total assets
						<b>Liabilities and Fund Balances</b>
						Liabilities:
\$ --	\$ --	\$ --	\$ --	\$ 3,059	\$ --	Accounts payable
--	--	--	--	--	--	Accrued salaries and benefits
--	--	11,000	--	70,154	2	Due to other funds
--	--	--	--	--	--	Other liabilities
--	--	--	--	59,823	--	Deferred revenue
--	--	--	--	--	--	Advances from other funds
--	--	11,000	--	133,036	2	Total liabilities
						Fund balance (deficit):
--	--	--	--	967	--	Nonspendable
7,753	--	8,283	--	(1)	1	Restricted
--	--	--	--	--	--	Committed
--	--	--	--	--	--	Assigned
--	--	--	--	--	--	Unassigned
<u>7,753</u>	<u>--</u>	<u>8,283</u>	<u>--</u>	<u>966</u>	<u>1</u>	Total fund balances (deficit)
<u>\$ 7,753</u>	<u>\$ --</u>	<u>\$ 19,283</u>	<u>\$ --</u>	<u>\$ 134,002</u>	<u>\$ 3</u>	Total liabilities and fund balances (deficit)

**COUNTY OF GLENN, CALIFORNIA**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2011**

	Mosquito Abatement Assessment Area	Hospital Preparedness Grant	Health WIC Advance	Social Security Redaction	Cal Boat Launching	Vital & Health Statistics
<b>Assets</b>						
Cash and investments	\$ 88,612	\$ 68,782	\$ 193	\$ 16,601	\$ 32,412	\$ 5,798
Imprest cash	--	--	--	--	--	--
Interest receivable	199	140	--	27	67	9
Due from other funds	6	3,745	--	--	3,575	--
Due from other governments	--	54,919	--	--	5,180	--
Prepaid items	--	--	--	--	--	--
<b>Total assets</b>	<b>\$ 88,817</b>	<b>\$ 127,586</b>	<b>\$ 193</b>	<b>\$ 16,628</b>	<b>\$ 41,234</b>	<b>\$ 5,807</b>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 983	\$ 19,854	\$ --	\$ --	\$ 642	\$ --
Accrued salaries and benefits	--	2,615	--	--	--	--
Due to other funds	2,040	14,745	--	--	19,494	--
Other liabilities	--	--	--	--	--	--
Deferred revenue	--	--	--	--	--	--
Advances from other funds	--	85,000	--	--	--	--
<b>Total liabilities</b>	<b>3,023</b>	<b>122,214</b>	<b>--</b>	<b>--</b>	<b>20,136</b>	<b>--</b>
<b>Fund balance (deficit):</b>						
Nonspendable	--	--	--	--	--	--
Restricted	85,794	5,372	193	16,628	21,098	5,807
Committed	--	--	--	--	--	--
Assigned	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--
<b>Total fund balances (deficit)</b>	<b>85,794</b>	<b>5,372</b>	<b>193</b>	<b>16,628</b>	<b>21,098</b>	<b>5,807</b>
<b>Total liabilities and fund balances (deficit)</b>	<b>\$ 88,817</b>	<b>\$ 127,586</b>	<b>\$ 193</b>	<b>\$ 16,628</b>	<b>\$ 41,234</b>	<b>\$ 5,807</b>



**COUNTY OF GLENN, CALIFORNIA**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2011**

Memorial Hall	Micrographics Conversion	IHSS Public Authority	SSD Stuart Foundation	Per Capita Park Grant	Superintendent of Schools	
						<b>Assets</b>
\$ 45,222	\$ 2,794	\$ 53,263	\$ 12,333	\$ (64,004)	\$ 391,816	Cash and investments
--	--	--	--	--	--	Imprest cash
69	4	106	35	(100)	640	Interest receivable
--	--	4,389	--	--	--	Due from other funds
--	--	46,651	--	86,108	--	Due from other governments
--	--	--	--	--	--	Prepaid items
<u>\$ 45,291</u>	<u>\$ 2,798</u>	<u>\$ 104,409</u>	<u>\$ 12,368</u>	<u>\$ 22,004</u>	<u>\$ 392,456</u>	Total assets
						<b>Liabilities and Fund Balances</b>
\$ 4,213	\$ --	\$ --	\$ --	\$ --	\$ --	Liabilities:
--	--	--	--	--	--	Accounts payable
17,822	2,794	16,770	--	28,250	--	Accrued salaries and benefits
15,376	--	--	--	--	--	Due to other funds
--	--	--	--	--	--	Other liabilities
--	--	50,000	--	--	--	Deferred revenue
--	--	--	--	--	--	Advances from other funds
<u>37,411</u>	<u>2,794</u>	<u>66,770</u>	<u>--</u>	<u>28,250</u>	<u>--</u>	Total liabilities
--	--	--	--	--	--	Fund balance (deficit):
7,880	4	37,639	12,368	(6,246)	392,456	Nonspendable
--	--	--	--	--	--	Restricted
--	--	--	--	--	--	Committed
--	--	--	--	--	--	Assigned
--	--	--	--	--	--	Unassigned
<u>7,880</u>	<u>4</u>	<u>37,639</u>	<u>12,368</u>	<u>(6,246)</u>	<u>392,456</u>	Total fund balances (deficit)
<u>\$ 45,291</u>	<u>\$ 2,798</u>	<u>\$ 104,409</u>	<u>\$ 12,368</u>	<u>\$ 22,004</u>	<u>\$ 392,456</u>	Total liabilities and fund balances (deficit)

**COUNTY OF GLENN, CALIFORNIA**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2011**

	<u>Artois Fire District</u>	<u>Hamilton Fire District</u>	<u>Bayliss Fire District</u>	<u>Willows Rural Fire District</u>	<u>Storm Drain Maintenance #1</u>	<u>Storm Drain Maintenance #3</u>
<b>Assets</b>						
Cash and investments	\$ 228,783	\$ 128,050	\$ 94,424	\$ 333,468	\$ 33,300	\$ 64,533
Imprest cash	--	7,500	--	25	--	--
Interest receivable	377	191	167	604	59	112
Due from other funds	--	500	--	--	--	--
Due from other governments	2,424	1,418	855	5,168	81	316
Prepaid items	--	--	--	--	--	--
Total assets	<u>\$ 231,584</u>	<u>\$ 137,659</u>	<u>\$ 95,446</u>	<u>\$ 339,265</u>	<u>\$ 33,440</u>	<u>\$ 64,961</u>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 203	\$ 7,375	\$ 63	\$ 5,454	\$ --	\$ --
Accrued salaries and benefits	--	--	--	--	--	--
Due to other funds	--	--	--	--	--	--
Other liabilities	--	--	--	--	--	--
Deferred revenue	2,424	1,418	855	4,570	81	316
Advances from other funds	--	--	--	--	--	--
Total liabilities	<u>2,627</u>	<u>8,793</u>	<u>918</u>	<u>10,024</u>	<u>81</u>	<u>316</u>
<b>Fund balance (deficit):</b>						
Nonspendable	--	--	--	--	--	--
Restricted	228,957	128,866	94,528	329,241	33,359	64,645
Committed	--	--	--	--	--	--
Assigned	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--
Total fund balances (deficit)	<u>228,957</u>	<u>128,866</u>	<u>94,528</u>	<u>329,241</u>	<u>33,359</u>	<u>64,645</u>
Total liabilities and fund balances (deficit)	<u>\$ 231,584</u>	<u>\$ 137,659</u>	<u>\$ 95,446</u>	<u>\$ 339,265</u>	<u>\$ 33,440</u>	<u>\$ 64,961</u>

**COUNTY OF GLENN, CALIFORNIA**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2011**

North Willows County Service Area	Air Pollution Control District	CDD H1N1 Flu	HPP H1N1 Flu	Olive Fruit Fly Pest District	Total Nonmajor Special Revenue Funds	
						<b>Assets</b>
\$ 48,537	\$ 926,571	\$ 2,889	\$ 45	\$ 108,272	\$ 3,233,573	Cash and investments
--	--	--	--	--	7,525	Imprest cash
79	1,208	3	--	173	5,156	Interest receivable
--	67,380	8,492	--	--	114,110	Due from other funds
1,142	21,305	20,616	--	--	256,404	Due from other governments
--	208	--	--	--	1,175	Prepaid items
<u>\$ 49,758</u>	<u>\$ 1,016,672</u>	<u>\$ 32,000</u>	<u>\$ 45</u>	<u>\$ 108,445</u>	<u>\$ 3,617,943</u>	Total assets
						<b>Liabilities and Fund Balances</b>
\$ 92	\$ 226,920	\$ --	\$ 45	\$ 2,614	\$ 282,882	Liabilities:
--	25,380	--	--	--	28,264	Accounts payable
2,367	101,453	--	--	--	412,559	Accrued salaries and benefits
--	--	--	--	--	15,376	Due to other funds
1,142	50,000	--	--	--	121,010	Other liabilities
--	--	32,000	--	--	167,000	Deferred revenue
<u>3,601</u>	<u>403,753</u>	<u>32,000</u>	<u>45</u>	<u>2,614</u>	<u>1,027,091</u>	Advances from other funds
						Total liabilities
--	208	--	--	--	1,175	Fund balance (deficit):
46,157	612,711	--	--	105,831	2,589,677	Nonspendable
--	--	--	--	--	--	Restricted
--	--	--	--	--	--	Committed
--	--	--	--	--	--	Assigned
<u>46,157</u>	<u>612,919</u>	<u>--</u>	<u>--</u>	<u>105,831</u>	<u>2,590,852</u>	Unassigned
						Total fund balances (deficit)
<u>\$ 49,758</u>	<u>\$ 1,016,672</u>	<u>\$ 32,000</u>	<u>\$ 45</u>	<u>\$ 108,445</u>	<u>\$ 3,617,943</u>	Total liabilities and fund balances (deficit)

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, 2011

	Advertising	Fish and Game	Cal Works Incentive	Title III Forest Reserve	Building Standards Admin Fee	Surface/Ground Water & Weed Grants
<b>Revenues:</b>						
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--	--	5,150
Fines, forfeitures and penalties	--	5,693	--	--	--	--
Intergovernmental	2,000	--	--	37,925	--	23,643
Investment earnings	--	174	1,268	765	3	--
Charges for services	5,000	--	--	--	82	--
Miscellaneous	--	--	--	--	--	--
Total revenues	<u>7,000</u>	<u>5,867</u>	<u>1,268</u>	<u>38,690</u>	<u>85</u>	<u>28,793</u>
<b>Expenditures:</b>						
Current:						
General government	7,189	--	--	--	--	--
Public protection	--	7,496	--	--	--	40,467
Public ways and facilities	--	--	--	--	--	--
Health and sanitation	--	--	--	--	--	--
Public assistance	--	--	137,015	--	--	--
Education	--	--	--	--	--	--
Capital outlay	--	--	--	--	--	--
Debt service:						
Principal retirement	--	--	--	--	--	--
Interest	--	--	--	--	--	--
Total expenditures	<u>7,189</u>	<u>7,496</u>	<u>137,015</u>	<u>--</u>	<u>--</u>	<u>40,467</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(189)</u>	<u>(1,629)</u>	<u>(135,747)</u>	<u>38,690</u>	<u>85</u>	<u>(11,674)</u>
<b>Other financing sources (uses):</b>						
Transfers in	1,000	--	--	--	--	--
Transfers out	--	--	--	--	--	--
Total other operating sources (uses)	<u>1,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	811	(1,629)	(135,747)	38,690	85	(11,674)
Fund balances (deficit) - beginning	<u>7,535</u>	<u>36,576</u>	<u>265,707</u>	<u>131,155</u>	<u>151</u>	<u>18,693</u>
Fund balances (deficit) - ending	<u>\$ 8,346</u>	<u>\$ 34,947</u>	<u>\$ 129,960</u>	<u>\$ 169,845</u>	<u>\$ 236</u>	<u>\$ 7,019</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, 2011

Property Characteristics	Property Administration Grant	Recorders Modernization	Cal Waste Management Grant	Emergency Preparedness Grant	Prop 36	
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	<b>Revenues:</b>
--	--	--	--	--	--	Taxes
--	--	--	--	--	--	Licenses and permits
--	--	--	--	--	--	Fines, forfeitures and penalties
48	--	74	14,166	62,443	--	Intergovernmental
7,272	--	29,589	2	377	(1)	Investment earnings
--	--	--	--	23,332	--	Charges for services
--	--	--	--	7,356	--	Miscellaneous
<u>7,320</u>	<u>--</u>	<u>29,663</u>	<u>14,168</u>	<u>93,508</u>	<u>(1)</u>	Total revenues
8,000	--	--	--	--	--	<b>Expenditures:</b>
--	--	26,000	--	--	--	Current:
--	--	--	--	--	--	General government
--	--	--	--	--	--	Public protection
--	--	--	14,201	129,880	(1)	Public ways and facilities
--	--	--	--	--	--	Health and sanitation
--	--	--	--	--	--	Public assistance
--	--	--	--	--	--	Education
--	--	--	--	--	--	Capital outlay
--	--	--	--	--	--	Debt service:
--	--	--	--	--	--	Principal retirement
--	--	--	--	--	--	Interest
<u>8,000</u>	<u>--</u>	<u>26,000</u>	<u>14,201</u>	<u>129,880</u>	<u>(1)</u>	Total expenditures
<u>(680)</u>	<u>--</u>	<u>3,663</u>	<u>(33)</u>	<u>(36,372)</u>	<u>--</u>	Excess (deficiency) of revenues over (under) expenditures
--	--	--	--	--	--	<b>Other financing sources (uses):</b>
--	--	--	--	--	--	Transfers in
--	--	--	--	--	--	Transfers out
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	Total other operating sources (uses)
<u>(680)</u>	<u>--</u>	<u>3,663</u>	<u>(33)</u>	<u>(36,372)</u>	<u>--</u>	Net change in fund balances
<u>8,433</u>	<u>--</u>	<u>4,620</u>	<u>33</u>	<u>37,339</u>	<u>--</u>	Fund balances (deficit) - beginning
<u>\$ 7,753</u>	<u>\$ --</u>	<u>\$ 8,283</u>	<u>\$ --</u>	<u>\$ 967</u>	<u>\$ --</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, 2011

	Mosquito Abatement Assessment Area	Hospital Preparedness Grant	Health WIC Advance	Social Security Redaction	Cal Boat Launching	Vital & Health Statistics
<b>Revenues:</b>						
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--	11,300	--
Fines, forfeitures and penalties	--	--	--	--	775	--
Intergovernmental	--	91,317	--	--	--	--
Investment earnings	320	315	--	71	142	25
Charges for services	179,908	--	--	5,278	--	2,783
Miscellaneous	6	78	--	--	--	--
<b>Total revenues</b>	<b>180,234</b>	<b>91,710</b>	<b>--</b>	<b>5,349</b>	<b>12,217</b>	<b>2,808</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	--	--	--	--	25,225	--
Public protection	--	--	--	--	--	1,130
Public ways and facilities	--	--	--	--	--	--
Health and sanitation	169,498	86,338	--	--	--	--
Public assistance	--	--	--	--	--	--
Education	--	--	--	--	--	--
Capital outlay	--	--	--	--	163	--
Debt service:						
Principal retirement	--	--	--	--	--	--
Interest	--	--	--	--	--	--
<b>Total expenditures</b>	<b>169,498</b>	<b>86,338</b>	<b>--</b>	<b>--</b>	<b>25,388</b>	<b>1,130</b>
Excess (deficiency) of revenues over (under) expenditures	10,736	5,372	--	5,349	(13,171)	1,678
<b>Other financing sources (uses):</b>						
Transfers in	--	--	--	--	--	--
Transfers out	--	--	--	--	--	--
<b>Total other operating sources (uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Net change in fund balances</b>	<b>10,736</b>	<b>5,372</b>	<b>--</b>	<b>5,349</b>	<b>(13,171)</b>	<b>1,678</b>
Fund balances (deficit) - beginning	75,058	--	193	11,279	34,269	4,129
Fund balances (deficit) - ending	<u>\$ 85,794</u>	<u>\$ 5,372</u>	<u>\$ 193</u>	<u>\$ 16,628</u>	<u>\$ 21,098</u>	<u>\$ 5,807</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, 2011**

Memorial Hall	Micrographics Conversion	IHSS Public Authority	SSD Stuart Foundation	Per Capita Park Grant	Superintendent of Schools	
\$ --	\$ --	\$ --	\$ --	\$ --	\$ 156,193	<b>Revenues:</b>
--	--	--	--	--	--	Taxes
--	--	--	--	--	--	Licenses and permits
--	--	179,649	--	86,108	1,955	Fines, forfeitures and penalties
19,600	12	182	82	(327)	1,856	Intergovernmental
--	5,500	42,087	27,500	--	--	Investment earnings
--	--	--	--	--	--	Charges for services
--	--	--	--	--	--	Miscellaneous
<u>19,600</u>	<u>5,512</u>	<u>221,918</u>	<u>27,582</u>	<u>85,781</u>	<u>160,004</u>	Total revenues
35,841	--	--	--	601	--	<b>Expenditures:</b>
--	5,494	--	--	--	--	Current:
--	--	--	--	--	--	General government
--	--	--	--	--	--	Public protection
--	--	--	--	--	--	Public ways and facilities
--	--	221,918	36,833	--	--	Health and sanitation
--	--	--	--	--	--	Public assistance
--	--	--	--	--	--	Education
--	--	--	--	85,180	--	Capital outlay
--	--	--	--	--	--	Debt service:
--	--	--	--	--	--	Principal retirement
--	--	--	--	--	--	Interest
<u>35,841</u>	<u>5,494</u>	<u>221,918</u>	<u>36,833</u>	<u>85,781</u>	<u>--</u>	Total expenditures
(16,241)	18	--	(9,251)	--	160,004	Excess (deficiency) of revenues over (under) expenditures
--	--	--	--	--	--	<b>Other financing sources (uses):</b>
--	--	--	--	--	(151,817)	Transfers in
--	--	--	--	--	--	Transfers out
--	--	--	--	--	(151,817)	Total other operating sources (uses)
(16,241)	18	--	(9,251)	--	8,187	Net change in fund balances
<u>24,121</u>	<u>(14)</u>	<u>37,639</u>	<u>21,619</u>	<u>(6,246)</u>	<u>384,269</u>	Fund balances (deficit) - beginning
<u>\$ 7,880</u>	<u>\$ 4</u>	<u>\$ 37,639</u>	<u>\$ 12,368</u>	<u>\$ (6,246)</u>	<u>\$ 392,456</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, 2011

	Artois Fire District	Hamilton Fire District	Bayliss Fire District	Willows Rural Fire District	Storm Drain Maintenance #1	Storm Drain Maintenance #3
<b>Revenues:</b>						
Taxes	\$ 32,452	\$ 17,870	\$ 9,418	\$ 51,555	\$ 1,002	\$ 4,349
Licenses and permits	--	--	--	--	--	--
Fines, forfeitures and penalties	--	--	--	--	--	--
Intergovernmental	2,582	7,132	863	38,411	11	48
Investment earnings	1,034	648	463	1,752	176	319
Charges for services	27,795	219,334	12,063	34,361	--	--
Miscellaneous	134	11,838	244	--	--	63
Total revenues	<u>63,997</u>	<u>256,822</u>	<u>23,051</u>	<u>126,079</u>	<u>1,189</u>	<u>4,779</u>
<b>Expenditures:</b>						
Current:						
General government	--	--	--	--	--	--
Public protection	26,398	252,878	17,905	92,087	5,262	3,441
Public ways and facilities	--	--	--	--	--	--
Health and sanitation	--	--	--	--	--	--
Public assistance	--	--	--	--	--	--
Education	--	--	--	--	--	--
Capital outlay	--	25,467	--	86,600	--	--
Debt service:						
Principal retirement	--	--	--	--	--	--
Interest	--	--	--	--	--	--
Total expenditures	<u>26,398</u>	<u>278,345</u>	<u>17,905</u>	<u>178,687</u>	<u>5,262</u>	<u>3,441</u>
Excess (deficiency) of revenues over (under) expenditures	<u>37,599</u>	<u>(21,523)</u>	<u>5,146</u>	<u>(52,608)</u>	<u>(4,073)</u>	<u>1,338</u>
<b>Other financing sources (uses):</b>						
Transfers in	--	--	--	--	--	--
Transfers out	--	--	--	--	--	--
Total other operating sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	37,599	(21,523)	5,146	(52,608)	(4,073)	1,338
Fund balances (deficit) - beginning	<u>191,358</u>	<u>150,389</u>	<u>89,382</u>	<u>381,849</u>	<u>37,432</u>	<u>63,307</u>
Fund balances (deficit) - ending	<u>\$ 228,957</u>	<u>\$ 128,866</u>	<u>\$ 94,528</u>	<u>\$ 329,241</u>	<u>\$ 33,359</u>	<u>\$ 64,645</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, 2011

North Willows County Service Area	Air Pollution Control District	CDD H1N1 Flu	HPP H1N1 Flu	Olive Fruit Fly Pest District	Total Nonmajor Special Revenue Funds	
\$ 13,762	\$ --	\$ --	\$ --	\$ --	\$ 286,601	<b>Revenues:</b>
--	216,878	--	--	--	233,328	Taxes
--	16,405	--	--	--	22,873	Licenses and permits
150	701,722	--	--	--	1,250,125	Fines, forfeitures and penalties
218	2,684	597	--	496	33,375	Intergovernmental
19,791	276,014	8,492	--	72,446	998,627	Investment earnings
--	180	--	--	--	19,899	Charges for services
<u>33,921</u>	<u>1,213,883</u>	<u>9,089</u>	<u>--</u>	<u>72,942</u>	<u>2,844,828</u>	Miscellaneous
						Total revenues
--	--	--	--	--	76,856	<b>Expenditures:</b>
18,626	1,046,229	--	--	55,870	1,599,285	Current:
--	--	--	--	--	--	General government
--	--	9,089	--	--	409,003	Public protection
--	--	--	--	--	395,766	Public ways and facilities
--	--	--	--	--	--	Health and sanitation
--	--	--	--	--	--	Public assistance
--	--	--	--	--	197,410	Education
--	--	--	--	--	--	Capital outlay
--	--	--	--	--	--	Debt service:
--	--	--	--	--	--	Principal retirement
<u>18,626</u>	<u>1,046,229</u>	<u>9,089</u>	<u>--</u>	<u>55,870</u>	<u>2,678,320</u>	Interest
						Total expenditures
<u>15,295</u>	<u>167,654</u>	<u>--</u>	<u>--</u>	<u>17,072</u>	<u>166,508</u>	Excess (deficiency) of revenues over (under) expenditures
--	--	--	--	--	1,000	<b>Other financing sources (uses):</b>
--	--	--	--	--	(151,817)	Transfers in
--	--	--	--	--	(150,817)	Transfers out
<u>15,295</u>	<u>167,654</u>	<u>--</u>	<u>--</u>	<u>17,072</u>	<u>15,691</u>	Total other operating sources (uses)
<u>30,862</u>	<u>445,265</u>	<u>--</u>	<u>--</u>	<u>88,759</u>	<u>2,575,161</u>	Net change in fund balances
\$ 46,157	\$ 612,919	\$ --	\$ --	\$ 105,831	\$ 2,590,852	Fund balances (deficit) - beginning
						Fund balances (deficit) - ending

## **NONMAJOR CAPITAL PROJECTS FUNDS**

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

Building -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, 2011

	Accumulated Capital Outlay	Building	Total Nonmajor Capital Projects Funds
<b>Assets</b>			
Cash and investments	\$ 11,565	\$ 386,128	\$ 397,693
Interest Receivable	20	--	20
Total assets	<u>11,585</u>	<u>386,128</u>	<u>397,713</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities:</b>			
Accounts payable	--	--	--
Due to other funds	--	--	--
Total liabilities	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund balances:</b>			
Unassigned	11,585	386,128	397,713
Total fund balances	<u>11,585</u>	<u>386,128</u>	<u>397,713</u>
Total liabilities and fund balances	<u>\$ 11,585</u>	<u>\$ 386,128</u>	<u>\$ 397,713</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, 2011**

	<u>Accumulated Capital Outlay</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Revenues:</b>			
Intergovernmental	\$ --	\$ (202,096)	\$ (202,096)
Investment earnings	57	--	57
Miscellaneous	--	--	--
	<hr/>	<hr/>	<hr/>
Total revenues	57	(202,096)	(202,039)
	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>			
Current:			
General government	--	--	--
Capital outlay	--	--	--
	<hr/>	<hr/>	<hr/>
Total expenditures	--	--	--
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	57	(202,096)	(202,039)
	<hr/>	<hr/>	<hr/>
<b>Other financing sources (uses):</b>			
Transfers out	--	--	--
	<hr/>	<hr/>	<hr/>
Total other operating sources (uses)	--	--	--
	<hr/>	<hr/>	<hr/>
Net change in fund balances	57	(202,096)	(202,039)
	<hr/>	<hr/>	<hr/>
Fund balances - beginning	11,528	588,224	599,752
	<hr/>	<hr/>	<hr/>
Fund balances - ending	<u>\$ 11,585</u>	<u>\$ 386,128</u>	<u>\$ 397,713</u>

## 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 sub agencies.

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 sub agencies. Costs are accumulated and charged to the various Health Service sub agencies.

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.

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 county costs, primarily in the Agricultural Commissioner and Cooperative Extension offices, associated with the limiting of destructive pests into the County.

**COUNTY OF GLENN, CALIFORNIA**

**Combining Statement of Net Assets  
Internal Service Funds  
June 30, 2011**

	<u>Service Center</u>	<u>Public Works</u>	<u>Human Resources</u>	<u>Health Services</u>	<u>Central Services</u>
<b>Assets</b>					
Current assets:					
Cash and investments	\$ 992,545	\$ 79,968	\$ 109,658	\$ 36,821	\$ 216
Imprest cash					
Accounts receivable	31,049	--	79,645	--	--
Interest receivable	1,646	41	--	--	--
Due from other funds	121,072	202,547	26,336	151,882	7,333
Inventory	35,016	--	--	--	95
Other current assets	--	34,701	6,174	11,399	--
Total current assets	<u>1,181,328</u>	<u>317,257</u>	<u>221,813</u>	<u>200,102</u>	<u>7,644</u>
Noncurrent assets:					
Capital assets:					
Structure and improvements	206,639	185,030	--	--	--
Machinery and equipment	3,301,593	68,216	--	8,679	--
Less accumulated depreciation	<u>(2,538,289)</u>	<u>(116,347)</u>	<u>--</u>	<u>(5,208)</u>	<u>--</u>
Property, plant and equipment, net	<u>969,943</u>	<u>136,899</u>	<u>--</u>	<u>3,471</u>	<u>--</u>
Total noncurrent assets	<u>969,943</u>	<u>136,899</u>	<u>--</u>	<u>3,471</u>	<u>--</u>
Total assets	<u>2,151,271</u>	<u>454,156</u>	<u>221,813</u>	<u>203,573</u>	<u>7,644</u>
<b>Liabilities</b>					
Current liabilities:					
Accounts payable	12,864	20,886	60,886	10,257	7,962
Accrued salaries and benefits	30,841	44,530	137,547	49,554	--
Accrued interest payable					
Due to other funds	22,774	101,451	1,849	130,962	--
Due to other governments					
Unearned revenue	--	908	7,679	--	--
Loans payable - current					
Capital lease obligations - current	12,168	12,913	--	--	--
Compensated absences - current	<u>3,715</u>	<u>7,073</u>	<u>9,867</u>	<u>2,879</u>	<u>--</u>
Total current liabilities	<u>82,362</u>	<u>187,761</u>	<u>217,828</u>	<u>193,652</u>	<u>7,962</u>
Noncurrent liabilities:					
Deposit from others					
Loans payable					
Capital lease obligations	9,791	5,680	--	--	--
Compensated absences	<u>33,761</u>	<u>54,680</u>	<u>138,382</u>	<u>34,664</u>	<u>--</u>
Total noncurrent liabilities	<u>43,552</u>	<u>60,360</u>	<u>138,382</u>	<u>34,664</u>	<u>--</u>
Total liabilities	<u>125,914</u>	<u>248,121</u>	<u>356,210</u>	<u>228,316</u>	<u>7,962</u>
<b>Net Assets (Deficit)</b>					
Invested in capital assets, net of relat	947,984	118,306	--	3,471	--
Unrestricted	<u>1,077,373</u>	<u>87,729</u>	<u>(134,397)</u>	<u>(28,214)</u>	<u>(318)</u>
Total net assets (deficit)	<u>\$ 2,025,357</u>	<u>\$ 206,035</u>	<u>\$ (134,397)</u>	<u>\$ (24,743)</u>	<u>\$ (318)</u>

**COUNTY OF GLENN, CALIFORNIA**

**Combining Statement of Net Assets  
Internal Service Funds  
June 30, 2011**

<u>Vegetation and Environmental Management</u>	<u>Underground Storage Tanks</u>	<u>Tri-County Bee</u>	<u>Data Processing</u>	<u>Total Internal Service Funds</u>	
\$ 73,732	\$ 138,979	\$ 1,565	\$ 22,004	\$ 1,455,488	Current assets:
--	--	--	--	110,694	Cash and investments
116	264	8	12	2,087	Imprest cash
37	--	--	--	509,207	Accounts receivable
8,154	--	--	--	43,265	Interest receivable
--	--	--	--	52,274	Due from other funds
<u>82,039</u>	<u>139,243</u>	<u>1,573</u>	<u>22,016</u>	<u>2,173,015</u>	Inventory
					Other current assets
					Total current assets
--	--	--	--	391,669	Noncurrent assets:
85,365	--	--	21,271	3,485,124	Capital assets:
(83,025)	--	--	--	(2,742,869)	Structure and improvements
<u>2,340</u>	<u>--</u>	<u>--</u>	<u>21,271</u>	<u>1,133,924</u>	Machinery and equipment
					Less accumulated depreciation
2,340	--	--	21,271	1,133,924	Property, plant and equipment, net
<u>84,379</u>	<u>139,243</u>	<u>1,573</u>	<u>43,287</u>	<u>3,306,939</u>	Total noncurrent assets
					Total assets
					Liabilities
2,940	81	19	21,271	137,166	Current liabilities:
--	--	--	--	262,472	Accounts payable
--	41,347	--	--	--	Accrued salaries and benefits
--	--	--	--	298,383	Accrued interest payable
--	--	--	--	8,587	Due to other funds
--	--	--	--	--	Due to other governments
--	--	--	--	25,081	Unearned revenue
--	--	--	--	23,534	Loans payable - current
<u>2,940</u>	<u>41,428</u>	<u>19</u>	<u>21,271</u>	<u>755,223</u>	Capital lease obligations - current
					Compensated absences - current
					Total current liabilities
--	--	--	--	15,471	Noncurrent liabilities:
--	--	--	--	261,487	Deposit from others
--	--	--	--	276,958	Loans payable
<u>2,940</u>	<u>41,428</u>	<u>19</u>	<u>21,271</u>	<u>1,032,181</u>	Capital lease obligations
					Compensated absences
					Total noncurrent liabilities
					Total liabilities
2,340	--	--	21,271	1,093,372	Net Assets (Deficit)
<u>79,099</u>	<u>97,815</u>	<u>1,554</u>	<u>745</u>	<u>1,181,386</u>	Invested in capital assets, net of related debt
\$ <u>81,439</u>	\$ <u>97,815</u>	\$ <u>1,554</u>	\$ <u>22,016</u>	\$ <u>2,274,758</u>	Unrestricted
					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, 2011**

	<u>Service Center</u>	<u>Public Works</u>	<u>Human Resources</u>	<u>Health Services</u>	<u>Central Services</u>
<b>Operating revenues:</b>					
Charges and fees	\$ 1,182,176	\$ 1,282,426	\$ 3,715,995	\$ 905,734	\$ 3,863
Miscellaneous	--	80,370	--	--	41,570
Total operating revenues	<u>1,182,176</u>	<u>1,362,796</u>	<u>3,715,995</u>	<u>905,734</u>	<u>45,433</u>
<b>Operating expenses:</b>					
Salaries and benefits	558,791	907,336	2,627,618	907,096	--
Services and supplies	744,600	451,483	1,085,824	--	45,269
Depreciation	212,652	9,288	--	1,736	--
Miscellaneous	--	--	--	--	--
Total operating expenses	<u>1,516,043</u>	<u>1,368,107</u>	<u>3,713,442</u>	<u>908,832</u>	<u>45,269</u>
Operating income (loss)	<u>(333,867)</u>	<u>(5,311)</u>	<u>2,553</u>	<u>(3,098)</u>	<u>164</u>
<b>Nonoperating revenues (expenses):</b>					
Investment earnings	2,471	165	--	--	--
Interest expense	(7,474)	(1,726)	--	--	--
Intergovernmental	--	--	--	--	--
Other	(10,560)	(11,774)	--	--	--
Total nonoperating revenues (expenses)	<u>(15,563)</u>	<u>(13,335)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Change in net assets	(349,430)	(18,646)	2,553	(3,098)	164
Net assets (deficit) - beginning	2,154,906	183,915	(136,950)	(21,645)	(482)
Prior period adjustment	219,881	40,766	--	--	--
Net assets (deficit) - ending	<u>\$ 2,025,357</u>	<u>\$ 206,035</u>	<u>\$ (134,397)</u>	<u>\$ (24,743)</u>	<u>\$ (318)</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, 2011**

Vegetation and Environmental Management	Underground Storage Tanks	Tri-County Bee	Data Processing	Total Internal Service Funds	
\$ 73,684	\$ 143,020	\$ 5,950	\$ 22,000	\$ 7,334,848	<b>Operating revenues:</b>
--	2,550	--	--	124,490	Charges and fees
<u>73,684</u>	<u>145,570</u>	<u>5,950</u>	<u>22,000</u>	<u>7,459,338</u>	Miscellaneous
					Total operating revenues
	--	--	--	5,000,841	<b>Operating expenses:</b>
78,945	221,695	5,810	--	2,633,626	Salaries and benefits
5,565	--	--	--	229,241	Services and supplies
--	--	--	--	--	Depreciation
<u>84,510</u>	<u>221,695</u>	<u>5,810</u>	<u>--</u>	<u>7,863,708</u>	Miscellaneous
					Total operating expenses
<u>(10,826)</u>	<u>(76,125)</u>	<u>140</u>	<u>22,000</u>	<u>(404,370)</u>	Operating income (loss)
					<b>Nonoperating revenues (expenses):</b>
313	699	16	16	3,680	Investment earnings
--	--	--	--	(9,200)	Interest expense
--	79,713	--	--	79,713	Intergovernmental
--	--	--	--	(22,334)	Other
<u>313</u>	<u>80,412</u>	<u>16</u>	<u>16</u>	<u>51,859</u>	Total nonoperating revenues (expenses)
(10,513)	4,287	156	22,016	(352,511)	Change in net assets
91,952	93,528	1,398	--	2,366,622	Net assets (deficit) - beginning
	--	--	--	260,647	Prior period adjustment
<u>\$ 81,439</u>	<u>\$ 97,815</u>	<u>\$ 1,554</u>	<u>\$ 22,016</u>	<u>\$ 2,274,758</u>	Net assets (deficit) - ending

**COUNTY OF GLENN**

**Combining Statement of Cash Flows  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2011**

	Service Center	Public Works	Human Resources	Health Services	Central Services
<b>Cash flows from operating activities:</b>					
Receipts from interfund services provided	\$ 1,190,638	\$ 1,328,095	\$ 3,668,233	\$ 894,335	\$ 45,433
Payments to suppliers	(778,287)	(450,193)	(1,060,134)	9,029	(39,276)
Payments to employees	(548,372)	(898,707)	(2,623,108)	(899,553)	--
Net cash provided by (used for) operating activities	<u>(136,021)</u>	<u>(20,805)</u>	<u>(15,009)</u>	<u>3,811</u>	<u>6,157</u>
<b>Cash flows from noncapital financing activities:</b>					
Due to other funds	16,813	54,837	(2,239)	(24,929)	--
Due from other funds	(58,525)	(75,204)	(9,939)	2,913	(5,551)
Subsidy from government funds	--	--	--	--	--
Other miscellaneous revenue	219,881	--	--	--	--
Net cash provided by (used for) noncapital financing activities	<u>178,169</u>	<u>(20,367)</u>	<u>(12,178)</u>	<u>(22,016)</u>	<u>(5,551)</u>
<b>Cash flows from capital and related financing activities:</b>					
Debt principal paid	(10,533)	(11,773)	--	--	--
Interest paid	(7,474)	(1,726)	--	--	--
Acquisition of capital assets	(215,628)	--	--	--	--
Net cash provided by (used for) capital and related financing activities	<u>(233,635)</u>	<u>(13,499)</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Cash flows from investing activities:</b>					
Interest received	3,095	192	--	--	--
Net cash provided by investing activities	<u>3,095</u>	<u>192</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net increase (decrease) in cash and cash equivalents	(188,392)	(54,479)	(27,187)	(18,205)	606
Cash and cash equivalents, beginning	\$ 1,180,937	\$ 134,447	\$ 136,845	\$ 55,026	\$ (390)
Cash and cash equivalents, ending	<u>\$ 992,545</u>	<u>\$ 79,968</u>	<u>\$ 109,658</u>	<u>\$ 36,821</u>	<u>\$ 216</u>
<b>Reconciliation of operating income (loss) to net provided by (used for) operating activities:</b>					
Operating income (loss)	\$ (333,867)	\$ (5,311)	\$ 2,553	\$ (3,098)	\$ 164
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>					
Depreciation	212,652	9,288	--	1,736	--
<b>Changes in assets and liabilities:</b>					
Accounts receivable	8,462	--	(47,818)	--	--
Prepaid items	--	(34,701)	(6,174)	(11,399)	--
Inventory	(5,432)	--	--	--	--
Accounts payable	(17,695)	13,064	25,690	9,029	5,993
Accrued salaries and benefits	5,999	386	7,061	6,180	--
Unearned revenue	--	--	6,230	--	--
Compensated absences	4,420	8,243	(2,551)	1,363	--
Total adjustments	<u>208,406</u>	<u>(3,720)</u>	<u>(17,562)</u>	<u>6,909</u>	<u>5,993</u>
Net cash provided by (used for) operating activities	<u>\$ (125,461)</u>	<u>\$ (9,031)</u>	<u>\$ (15,009)</u>	<u>\$ 3,811</u>	<u>\$ 6,157</u>

**COUNTY OF GLENN**

**Combining Statement of Cash Flows  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2011**

Vegetation and Environmental Management	Underground Storage Tanks	Tri-County Bee	Data Processing	Total Internal Service Funds	
\$ 73,684	\$ 145,570	\$ 5,950	\$ 22,000	7,373,938	Cash flows from operating activities:
(71,908)	(222,004)	(5,811)	--	(2,618,584)	Receipts from interfund services provided
--	--	--	--	(4,969,740)	Payments to suppliers
1,776	(76,434)	139	22,000	(214,386)	Payments to employees
					Net cash provided by (used for) operating activities
--	27,929	--	--	72,411	Cash flows from noncapital financing activities:
4,967	937	--	--	(140,402)	Due to other funds
--	79,713	--	--	79,713	Due from other funds
--	--	--	--	219,881	Subsidy from government funds
4,967	108,579	--	--	231,603	Other miscellaneous revenue
					Net cash provided by (used for) noncapital financing activities
--	--	--	--	(22,306)	Cash flows from capital and related financing activities:
--	--	--	--	(9,200)	Debt principal paid
--	--	--	--	(215,628)	Interest paid
--	--	--	--	(247,134)	Acquisition of capital assets
					Net cash provided by (used for) capital and related financing activities
286	691	18	4	4,286	Cash flows from investing activities:
286	691	18	4	4,286	Interest received
7,029	32,836	157	22,004	(225,631)	Net cash provided by investing activities
\$ 66,703	\$ 106,143	\$ 1,408	\$ --	1,681,119	Net increase (decrease) in cash and cash equivalents
\$ 73,732	\$ 138,979	\$ 1,565	\$ 22,004	\$ 1,455,488	Cash and cash equivalents, beginning
					Cash and cash equivalents, ending
\$ (10,826)	\$ (76,125)	\$ 140	\$ 22,000	\$ (404,370)	Reconciliation of operating income (loss) to net provided by (used for) operating activities:
5,565	--	--	--	229,241	Operating income (loss)
--	--	--	--	(39,356)	Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:
--	--	--	--	(52,274)	Depreciation
4,330	--	--	--	(1,102)	Changes in assets and liabilities:
2,707	(309)	(1)	--	38,478	Accounts receivable
--	--	--	--	19,626	Prepaid items
--	--	--	--	6,230	Inventory
--	--	--	--	11,475	Accounts payable
12,602	(309)	(1)	--	212,318	Accrued salaries and benefits
					Unearned revenue
\$ 1,776	\$ (76,434)	\$ 139	\$ 22,000	\$ (192,052)	Compensated absences
					Total adjustments
					Net cash provided by (used for) operating activities

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

All 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, 2011**

	<u>Beginning July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2011</u>
<b>Taxes</b>				
Assets:				
Cash and investments	\$ 893,235	\$ 37,658,397	\$ 37,614,554	\$ 937,078
Interest receivable	11,525	8,314	11,525	8,314
Taxes receivable	2,413,775	34,955,612	34,465,825	2,903,562
Other assets	<u>95,000</u>	<u>-</u>	<u>95,000</u>	<u>-</u>
Total assets	<u>\$ 3,413,535</u>	<u>\$ 72,622,323</u>	<u>\$ 72,186,904</u>	<u>\$ 3,848,954</u>
Liabilities:				
Accounts payable	\$ 3,336	\$ -	\$ 3,336	\$ -
Agency obligations	<u>3,410,199</u>	<u>72,622,323</u>	<u>72,183,568</u>	<u>3,848,954</u>
Total liabilities	<u>\$ 3,413,535</u>	<u>\$ 72,622,323</u>	<u>\$ 72,186,904</u>	<u>\$ 3,848,954</u>

	<u>Beginning July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2011</u>
<b>Courts</b>				
Assets:				
Cash and investments	\$ 1,291,844	\$ 4,286,033	\$ 3,997,544	\$ 1,580,333
Accounts receivable	179,735	206,974	179,735	206,974
Interest receivable	2,459	2,154	2,459	2,154
Due from other governments	<u>5,090</u>	<u>13,594</u>	<u>5,090</u>	<u>13,594</u>
Total assets	<u>\$ 1,479,128</u>	<u>\$ 4,508,755</u>	<u>\$ 4,184,828</u>	<u>\$ 1,803,055</u>
Liabilities:				
Accounts payable	\$ 577,769	\$ 2,808,352	\$ 2,636,992	\$ 749,129
Due to other governments	135,592	139,947	135,592	139,947
Agency obligations	<u>765,767</u>	<u>1,560,456</u>	<u>1,412,244</u>	<u>913,979</u>
Total liabilities	<u>\$ 1,479,128</u>	<u>\$ 4,508,755</u>	<u>\$ 4,184,828</u>	<u>\$ 1,803,055</u>

**COUNTY OF GLENN, CALIFORNIA**

**Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2010**

	<u>Beginning June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2011</u>
<b>Public Guardian</b>				
Assets:				
Cash with fiscal agent	\$ 943,602	\$ 106,842	\$ 27,143	\$ 1,023,301
Other assets	95,531	8,862	2,507	101,886
Total assets	<u>\$ 1,039,133</u>	<u>\$ 115,704</u>	<u>\$ 29,650</u>	<u>\$ 1,125,187</u>
Liabilities:				
Agency obligations	\$ 1,039,133	\$ 115,704	\$ 29,650	\$ 1,125,187
Total liabilities	<u>\$ 1,039,133</u>	<u>\$ 115,704</u>	<u>\$ 29,650</u>	<u>\$ 1,125,187</u>
	<u>Beginning June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2011</u>
<b>All Others</b>				
Assets:				
Cash and investments	\$ 2,058,206	\$ 58,557,146	\$ 58,939,125	\$ 1,676,227
Cash with fiscal agent	29,452	-	-	29,452
Interest receivable	4,974	6,496	4,974	6,496
Due from other funds	37,034	14,524	37,034	14,524
Due from other governments	51,299	38,152	51,299	38,152
Other assets	1,089	10,000	10,520	569
Total assets	<u>\$ 2,182,054</u>	<u>\$ 58,626,318</u>	<u>\$ 59,042,952</u>	<u>\$ 1,765,420</u>
Liabilities:				
Accounts payable	\$ 795,218.00	\$ 685,827.00	\$ 795,218.00	\$ 685,827.00
Due to other funds	267,437	-	-	267,437
Due to other governments	66,854	-	66,854	-
Advances from other funds	3,501	-	-	3,501
Agency obligations	1,049,044	57,940,491	58,180,880	808,655
Total liabilities	<u>\$ 2,182,054</u>	<u>\$ 58,626,318</u>	<u>\$ 59,042,952</u>	<u>\$ 1,765,420</u>

COUNTY OF GLENN

Statement of Changes in Assets and Liabilities  
 Agency Funds  
 For the Fiscal Year Ended June 30, 2010

All Agency Funds	Beginning June 30, 2010	Additions	Deletions	Ending June 30, 2011
Assets:				
Cash and investments	\$ 4,243,285	\$ 100,501,576	\$ 100,551,223	\$ 4,193,638
Cash with fiscal agent	973,054	106,842	27,143	1,052,753
Accounts receivable	179,735	206,974	179,735	206,974
Interest receivable	18,958	16,964	18,958	16,964
Taxes receivable	2,413,775	34,955,612	34,465,825	2,903,562
Due from other funds	37,034	14,524	37,034	14,524
Due from other governments	56,389	51,746	56,389	51,746
Other assets	191,620	18,862	108,027	102,455
<b>Total assets</b>	<b>\$ 8,113,850</b>	<b>\$ 135,873,100</b>	<b>\$ 135,444,334</b>	<b>\$ 8,542,616</b>
Liabilities:				
Accounts payable	\$ 1,376,323	\$ 3,494,179	\$ 3,435,546	\$ 1,434,956
Due to other governments	202,446	139,947	202,446	139,947
Due to other funds	267,437	--	--	267,437
Advances from other funds	3,501	--	--	3,501
Agency obligations	6,264,143	132,238,974	131,806,342	6,696,775
<b>Total liabilities</b>	<b>\$ 8,113,850</b>	<b>\$ 135,873,100</b>	<b>\$ 135,444,334</b>	<b>\$ 8,542,616</b>

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