

**COUNTY OF AMADOR**

**AUDIT REPORT**

**JUNE 30, 2007**

**COUNTY OF AMADOR  
AUDIT REPORT  
JUNE 30, 2007**

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## INDEPENDENT AUDITOR'S REPORT

Board of Supervisors  
County of Amador  
Jackson, 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 Amador, California, (the County), as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic 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 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, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued under separate cover, our report dated March 31, 2008, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Board of Supervisors  
County of Amador

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

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the County of Amador's basic financial statements. The accompanying information identified in the table of contents as combining and individual fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, based on our audit, such information is fairly stated in all material respects in relation to the basic financial statements taken as whole.

BARTIG, BASLER & RAY, LLP  
A GALLINA LLP Company

A handwritten signature in black ink that reads "Bartig Basler & Ray, LLP". The signature is written in a cursive, flowing style.

Roseville, California  
March 31, 2008

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**MANAGEMENT'S DISCUSSION  
AND ANALYSIS**

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# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

### Management's Discussion and Analysis

This section of the Amador County's annual financial report presents our discussion and analysis of the County's activities of the County of Amador for fiscal year ended June 30, 2007. Please read it in conjunction with the County's basic financial statements following this section.

### Financial Highlights

- The assets of the County exceeded liabilities at the close of the 2006-2007 fiscal year by \$79,857,816 (net assets). Of this amount, \$16,096,808 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors, \$13,122,022 is restricted for specific purpose (restricted net assets), and \$50,638,986 is invested in capital assets, net of related debt.
- The County of Amador's total net assets decreased by \$5,178,408. The decrease in net assets are mainly attributable to:
  - \$493,547 net decrease in the governmental funds due to expenditures in excess of revenues of \$8,080,348, net of capital outlay and depreciation of \$7,586,801 to be recorded as an increase to capital assets,
  - \$100,168 increase due to repayment on debt principal which reduces long-term liabilities in the statement of net assets,
  - \$112,154 decrease due to increases in liability from compensated absences and unamortized bond issuance cost,
  - \$381,262 decrease due to internal service funds activities reported as governmental activities, and
  - \$4,291,613 decrease due to business type activities of which \$4,169,168 is landfill closure and operating cost.
- As of June 30, 2007 the County of Amador's governmental funds reported combined fund balances of \$32,628,038, a decrease of \$8,080,348. Approximately 35% of the combined fund balances, \$11,570,252 is available to meet the County's current and future needs (unreserved fund balance).
- At the end of the fiscal year, unreserved fund balance for the general fund was \$10,388,854, or 31% of total general fund expenditures. All the remaining unreserved fund balance will be budgeted in the subsequent fiscal year.
- The County's total long-term debt decreased by \$92,104 from the prior year.

# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the County of Amador's basic financial statements. The County of Amador's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide Financial Statements are designed to provide readers with a broad overview of the County of Amador's finances, in a manner similar to a private-sector business.

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

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

Both of the government-wide financial statements distinguish functions of the County of Amador that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County of Amador include general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation, and cultural services. The business-type activities of the County of Amador include the County Landfill, and Airport.

The government-wide financial statements include the following component units: the Amador Fire Protection District and the Amador IHSS Public Authority. These two component units have the same board as the County.

**The government-wide financial statements can be found on pages 14 -16 of this report.**

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



# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

**Governmental Funds** are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statement focus on how cash and other financial assets can readily be converted to available resources and the balances left at year-end that is available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the county's financing requirements.

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

The County of Amador maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balance for the General Fund, Social Service Fund, Road Fund, County Improvement Fund, and Water Development Sinking Fund which are considered to be major funds. Data from other governmental funds are combined to a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

**The governmental funds financial statements can be found on pages 17-22 of this report.**

**Proprietary funds** are maintained two ways. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide statements. The County of Amador uses enterprise funds to account for Landfill and Airport, both, which are considered major funds. Data from nonmajor enterprise funds are combined into a single, aggregate presentation. Internal service funds are an accounting device used to accumulate funds to account for self-insurance, fleet maintenance and replacement, purchasing, and communications. Because the services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Proprietary fund financial statements provide separate information for Landfill and Airport. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise funds and internal service funds is provided in the form of combining statements elsewhere in this report.

## COUNTY OF AMADOR

Management's Discussion and Analysis  
June 30, 2007

**The proprietary funds financial statements can be found on pages 23-26 of this report.**

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide because the resources of those funds are not available to support the County of Amador's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds.

**The fiduciary funds financial statements can be found on pages 27-28 of this report.**

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

**The notes can be found on pages 29-54 of this report.**

Required supplementary information is presented concerning the County of Amador's progress funding its obligation to provide pension benefits to its employees. Required supplementary information also includes Schedules of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual for the General Fund, Social Service Fund, and Road Fund.

**Required supplementary information can be found on pages 55-61 of this report.**

The supplementary information is the combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, and internal service funds.

**Supplementary information can be found on pages 62-76 of this report.**

# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

### Governmental-Wide Financial Analysis

The county has provided prior year's information for a comparative analysis of government-wide data.

County of Amador's Net Assets  
June 30, 2007

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
<b>Assets:</b>						
Current and other assets	\$ 39,709,878	\$ 48,318,607	\$ (1,550,818)	\$ (557,329)	\$ 38,159,060	\$ 47,761,278
Capital assets	55,863,099	48,431,991	3,821,359	4,403,452	59,684,458	52,835,443
<b>Total assets</b>	<b>95,572,977</b>	<b>96,750,598</b>	<b>2,270,541</b>	<b>3,846,123</b>	<b>97,843,518</b>	<b>100,596,721</b>
<b>Liabilities:</b>						
Current and other liabilities	3,674,832	3,882,637	218,303	223,392	3,893,135	4,106,029
Long-term liabilities	11,100,000	11,183,021	2,992,567	271,447	14,092,567	11,454,468
<b>Total liabilities</b>	<b>14,774,832</b>	<b>15,065,658</b>	<b>3,210,870</b>	<b>494,839</b>	<b>17,985,702</b>	<b>15,560,497</b>
<b>Net Assets:</b>						
Invested in capital net of related debt	46,950,755	39,631,501	3,688,231	4,259,919	50,638,986	43,891,420
Restricted net assets	13,122,022	23,123,805	--	--	13,122,022	23,123,805
Unrestricted net assets	20,725,368	18,929,634	(4,628,560)	(908,635)	16,096,808	18,020,999
<b>Total net assets</b>	<b>\$ 80,798,145</b>	<b>\$ 81,684,940</b>	<b>\$ (940,329)</b>	<b>\$ 3,351,284</b>	<b>\$ 79,857,816</b>	<b>\$ 85,036,224</b>

### Analysis of Net Assets

Net assets exceeded liabilities by \$79,857,816 at the close of the 2006-2007 fiscal year. Increases or decreases in net assets may over time serve as a useful indicator of whether the financial position of the county is improving or deteriorating. Of this amount \$16,096,808 (unrestricted net assets) may be used to meet the government's ongoing obligations to the citizens and creditors. \$13,122,022 (restricted net assets) is restricted for a specific purpose. The remaining portion and largest \$50,638,986 is the county's investment in capital assets (e.g. land, building, machinery, and equipment), less any related debt. These assets are used to provide services to its citizens and are not available for future spending.

As stated earlier, net asset decreased by \$5,178,408. The increase in net assets is attributable to:

- \$493,547 net decrease in the governmental funds due to expenditures in excess of revenues of \$8,080,348, net of capital outlay and depreciation of \$7,586,801 to be recorded as an increase to capital assets,
- \$100,168 increase due to repayment on debt principal which reduces long-term liabilities in the statement of net assets,
- \$112,154 decrease due to increases in liability from compensated absences and unamortized bond issuance cost,
- \$381,262 decrease due to internal service funds activities reported as governmental activities, and
- \$4,291,613 decrease due to business type activities of which \$4,169,168 is landfill closure and operating cost.

# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

### County of Amador's Changes in Net Assets For the Year Ended June 30, 2007

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
<b>Revenues</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 8,820,270	\$ 7,809,809	\$ 791,423	\$ 862,231	\$ 9,611,693	\$ 8,672,040
Operating grants and contributions	28,027,891	26,817,834	20,000	51,878	28,047,891	26,869,712
Capital grants and contributions	--	--	--	594,923	--	594,923
<b>General Revenues:</b>						
Property taxes	17,726,850	15,981,623	62,254	65,264	17,789,104	16,046,887
Sales and use taxes	2,926,033	2,710,580	--	--	2,926,033	2,710,580
Other	838,157	3,013,482	--	--	838,157	3,013,482
Unrestricted interest and investment earnings	1,760,044	1,664,878	20,730	29,621	1,780,774	1,694,499
Miscellaneous	631,985	617,157	--	--	631,985	617,157
Grants and contributions not restricted to specific programs	394,056	--	--	--	394,056	--
Loss on disposal of capital assets	--	--	(583,392)	--	(583,392)	--
Transfers	(32,390)	--	32,390	--	--	--
<b>Total revenues</b>	<b>61,092,896</b>	<b>58,615,363</b>	<b>343,405</b>	<b>1,603,917</b>	<b>61,436,301</b>	<b>60,219,280</b>
<b>Expenses:</b>						
General government	10,046,148	7,347,750	--	--	10,046,148	7,347,750
Public protection	24,968,537	23,130,731	--	--	24,968,537	23,130,731
Public ways and facilities	9,705,550	4,969,980	--	--	9,705,550	4,969,980
Health and sanitation	7,894,671	7,097,171	--	--	7,894,671	7,097,171
Public assistance	7,613,981	7,584,087	--	--	7,613,981	7,584,087
Education	986,655	987,090	--	--	986,655	987,090
Culture and recreation	357,319	311,529	--	--	357,319	311,529
Interest on long-term debt	406,830	332,674	--	--	406,830	332,674
Landfill	--	--	4,289,280	1,469,131	4,289,280	1,469,131
Airport	--	--	308,381	290,673	308,381	290,673
County Service Areas	--	--	37,357	42,538	37,357	42,538
<b>Total expenses</b>	<b>61,979,691</b>	<b>51,761,012</b>	<b>4,635,018</b>	<b>1,802,342</b>	<b>66,614,709</b>	<b>53,563,354</b>
Change in net assets	(886,795)	6,854,351	(4,291,613)	(198,425)	(5,178,408)	6,655,926
Prior period adjustment	--	198,632	--	--	--	198,632
Net assets at beginning year	81,684,940	74,631,957	3,351,284	3,549,709	85,036,224	78,181,666
Net assets at end of year	\$ 80,798,145	\$ 81,684,940	\$ (940,329)	\$ 3,351,284	\$ 79,857,816	\$ 85,036,224

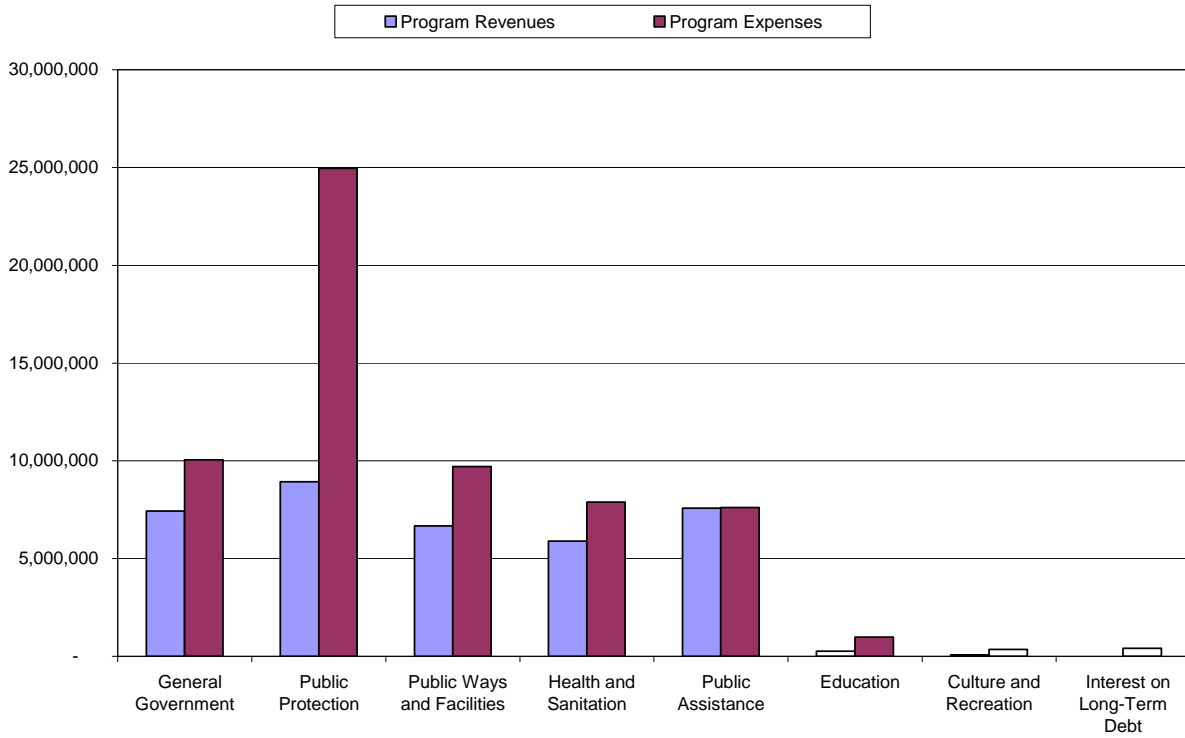
Governmental activities decreased the county's net assets by \$886,795. The decrease in net assets were due to the following:

- \$493,547 net decrease in the governmental funds due to expenditures in excess of revenues of \$8,080,348 net of capital outlay and depreciation of \$7,586,801 to be recorded as an increase to capital assets,
- \$100,168 increase due to repayment on debt principal which reduces long-term liabilities in the statement of net assets,
- \$112,154 decrease due to increases in liability from compensated absences and unamortized bond issuance cost, and
- \$381,262 decrease due to internal service funds activities reported as governmental activities.

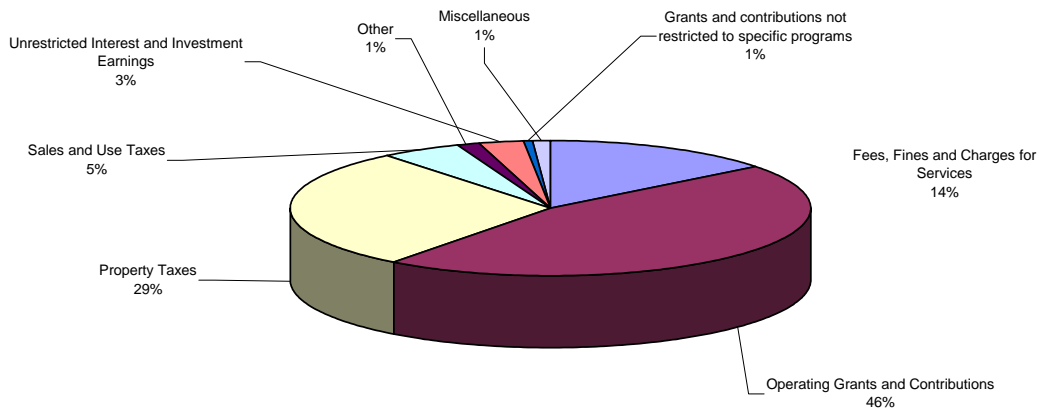
# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

### Governmental Activities Revenues and Expenses 2006 - 2007



### Governmental Activities Revenues by Source 2006 - 2007



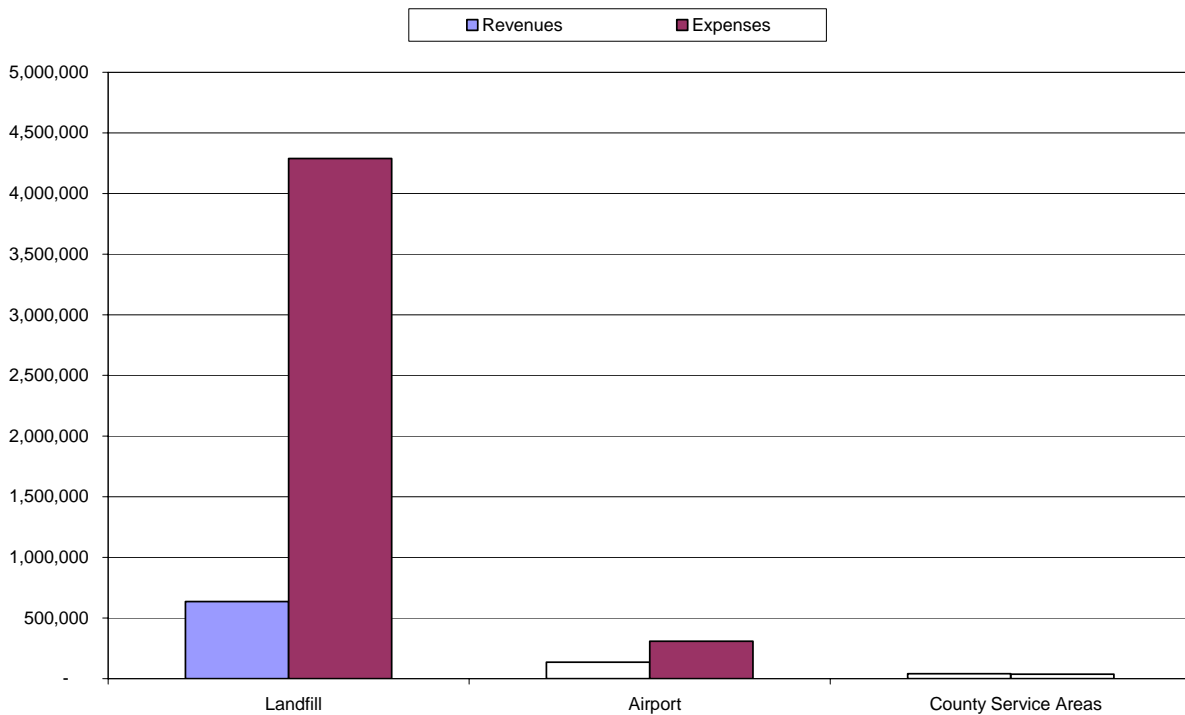
# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

Business-type activities decreased the county's net assets by \$4,291,613. The decrease to net assets was due to the following:

- \$4,169,168 decrease due to landfill closure and operating cost,
- \$137,536 decrease due to airport operating cost,
- \$15,091 increase due to County Service Areas 5,6, & 8 activities.

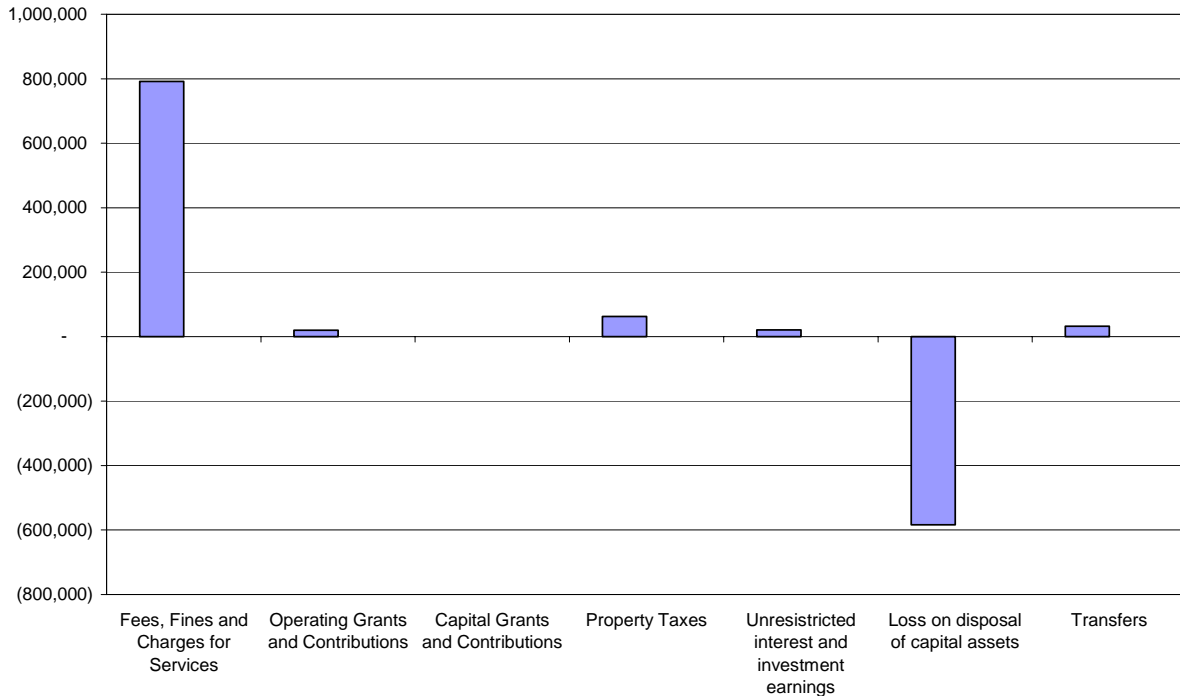
**Business-Type Revenues and Expenses  
2006 - 2007**



# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

**Business-Type Revenues by Source  
2006 - 2007**



### Financial analysis of the Governmental Funds

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

**Government funds.** The government functions are contained in the General, Special Revenue, Debt Service, and Capital Project Funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County of Amador's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the county's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2007 the County of Amador's governmental funds reported combined ending fund balances of \$32,628,038, a decrease of \$8,080,348 in comparison with the prior year. Approximately 35% of the combined fund balance, \$11,570,252, constitutes unreserved fund balance, which is available to meet the County's current and future needs. The remainder of the fund, \$21,057,786, is reserved to indicate that it is not available for new spending because it has been committed:

## COUNTY OF AMADOR

### Management's Discussion and Analysis June 30, 2007

1. imprest cash (\$24,700)
2. inventory (\$2,674)
3. liquidate contractual commitments (\$1,995,860)
4. loans and advances due from other funds (\$3,096,079)
5. debt service (\$9,498)
6. general reserve (\$15,928,975)

The general fund is the chief operating fund of the county. At June 30, 2007, unreserved fund balance of the general fund was \$10,388,854, while total fund balance reached \$19,496,518. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 31% of total general fund expenditures, while total fund balance represents 58% of total general fund expenditures. The fund balance for the county's general fund decreased by \$420,352 during the current fiscal year. The other governmental funds' balances decreased by \$7,659,996 resulting in a net decreased to the other governmental funds' balances to \$13,131,520.

In addition to the General Fund, the County maintains four major governmental funds: the Social Service fund, Road fund, County Improvement fund and the Water Development Sinking fund. The Social Service fund is used to administer the County's social services programs that promote job-readiness and self-sufficiency of individuals and families. The Social Service fund recorded \$7.3 million in revenues in 2007, compared to \$7.6 million last year. Expenditures increased slightly from \$7.4 million in 2006 to \$7.5 million in 2007.

The Road fund is used for the planning, design, construction, maintenance and administration of the County's roads and infrastructure. The Road fund reported \$7.7 million in revenues in 2007, compared to \$5.4 million last year. The increase was the result of FEMA and reimburseable projects. Expenditures were significantly higher in 2007 at \$9.2 million compared to \$4 million in 2006 and is attributable to storm damage repair, bridge repair, and a major intersection improvement project.

The County Improvement fund is used for the acquisition and construction of County facilities. In 2007, revenues were \$1.3 million compared to \$3.8 million in 2006. The decrease is the result of the County not distributing tax loss reserve excess funds to county improvement. Expenditures in 2007 was \$8 million and this significantly less than the \$17.4 million reported in 2006 because most of the construction costs to complete the County's new administrative center were incurred in the prior year. The building was completed in early 2007.

The Water Development Sinking fund is used for the development of new or additional water for the County. Revenues in 2007 were \$218,474 compared to \$185,529 in 2006. The fund's major asset besides cash and investments is outstanding loans and notes receivable which had a balance of \$811,479 at June 30, 2007.



# COUNTY OF AMADOR

## Management's Discussion and Analysis June 30, 2007

**Proprietary funds.** The County of Amador's proprietary funds provide the same type of information found in the government-wide financial statements, but more detail. The net assets of the enterprise funds decrease by \$4,291,613. The net assets of the internal services funds' decreased by \$381,262 to \$3,917,132.

### **General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget can be briefly summarized as follows:

- \$505,829 increase in general governmental budget
- \$1,124,253 increase in public protection budget
- \$2,263 increase in health and sanitation budget
- \$-0- increase in public assistance budget
- \$-0- increase in education budget
- \$106,308 increase in recreation and cultural services budget
- \$527,511 decrease contingency budget

### **Capital Asset and Debt Administration**

**Capital assets.** The County of Amador's investment in capital assets for its governmental and business type activities as of June 30, 2007, amount to \$59,684,458 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges. Additional information on the County's capital assets can be found in Note 4 of the Notes to the Basic Financial Statements.

**Debt Administration.** At the end of the current fiscal year, the County had total long-term obligations outstanding of \$14,092,565. The long-term obligations are as follows:

- \$1,724,602 compensated absences
- \$110,000 liability for self-insurance
- \$9,401,035 notes payable
- \$2,856,930 landfill post-closure

Additional information on the County's long-term obligations can be found in Note 5 of the Notes to the Basic Financial Statements.

### **Request for Information**

This financial report is designed to provide a general overview of the County of Amador's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Amador County Auditor-Controller, 810 Court Street, Jackson, CA 95642.

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**BASIC FINANCIAL STATEMENTS**  
**Government-Wide Financial Statements**

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## COUNTY OF AMADOR

### Statement of Net Assets June 30, 2007

<b><u>ASSETS</u></b>	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
Cash and investments in Pool	\$ 34,695,537	\$ 440,208	\$ 35,135,745
Cash with fiscal agents	221	--	221
Restricted Assets:			
Cash and investments in Pool	--	8,037	8,037
Imprest cash	26,900	100	27,000
Accounts receivable	102,301	79,782	182,083
Taxes receivable	180,660	--	180,660
Interest receivable	392,988	5,655	398,643
Due from other governments	1,057,175	--	1,057,175
Loans and notes receivable	811,479	--	811,479
Inventory	2,674	--	2,674
Internal balances	2,084,600	(2,084,600)	--
Deferred charges	355,343	--	355,343
Capital Assets:			
Nondepreciable	13,193,659	2,176,875	15,370,534
Depreciable, net	42,669,440	1,644,484	44,313,924
<b>Total Assets</b>	<b>\$ 95,572,977</b>	<b>\$ 2,270,541</b>	<b>\$ 97,843,518</b>
 <b><u>LIABILITIES</u></b>			
Accounts payable	\$ 1,936,002	\$ 7,052	\$ 1,943,054
Due to other governments	509,873	--	509,873
Interest payable	93,605	--	93,605
Deposits held for others	--	211,251	211,251
Unearned revenues	1,135,352	--	1,135,352
Long-Term Liabilities:			
Portion due or payable within one year:	1,295,578	12,330	1,307,908
Portion due or payable after one year:	9,804,422	2,980,237	12,784,659
<b>Total Liabilities</b>	<b>14,774,832</b>	<b>3,210,870</b>	<b>17,985,702</b>
 <b><u>NET ASSETS</u></b>			
Invested in capital assets, net of related debt	46,950,755	3,688,231	50,638,986
Restricted for:			
Public safety	850,387	--	850,387
Health and public assistance	3,849,725	--	3,849,725
Community development and public facilities	1,216,030	--	1,216,030
Capital projects	6,991,120	--	6,991,120
Other	214,760	--	214,760
Unrestricted	20,725,368	(4,628,560)	16,096,808
<b>Total Net Assets</b>	<b>80,798,145</b>	<b>(940,329)</b>	<b>79,857,816</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 95,572,977</b>	<b>\$ 2,270,541</b>	<b>\$ 97,843,518</b>

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

**COUNTY OF AMADOR**

Statement of Activities  
For the Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
General government	\$ 10,046,148	\$ 2,844,476	\$ 4,588,379	\$ --
Public protection	24,968,537	2,249,359	6,675,689	--
Public ways and facilities	9,705,550	1,983,543	4,693,797	--
Health and sanitation	7,894,671	1,428,354	4,464,552	--
Public assistance	7,613,981	--	7,583,460	--
Education	986,655	240,908	22,014	--
Culture and recreation	357,319	73,630	--	--
<b>Debt Service:</b>				
Interest	406,830	--	--	--
<b>Total Governmental Activities</b>	<b>61,979,691</b>	<b>8,820,270</b>	<b>28,027,891</b>	<b>--</b>
<b>Business-Type Activities:</b>				
Landfill	4,289,280	625,816	10,000	--
Airport	308,381	125,282	10,000	--
County Service Areas	37,357	40,325	--	--
<b>Total Business-Type Activities:</b>	<b>4,635,018</b>	<b>791,423</b>	<b>20,000</b>	<b>--</b>
<b>Total Amador County</b>	<b>\$ 66,614,709</b>	<b>\$ 9,611,693</b>	<b>\$ 28,047,891</b>	<b>\$ --</b>

**General Revenues:**

Taxes:

Property taxes

Sales and use taxes

In-lieu sales tax

Franchise taxes

Transfer taxes

Other

Excess tax loss reserve funds

Unrestricted interest and investment earnings

Grants and contributions not restricted to specific programs

Loss on disposal of capital assets

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net assets, beginning of the year

Net assets, end of the year

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

Net (Expense) Revenue and  
Changes in Net Assets

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (2,613,293)		\$ (2,613,293)
(16,043,489)		(16,043,489)
(3,028,210)		(3,028,210)
(2,001,765)		(2,001,765)
(30,521)		(30,521)
(723,733)		(723,733)
(283,689)		(283,689)
(406,830)		(406,830)
<u>(25,131,530)</u>		<u>(25,131,530)</u>
--	\$ (3,653,464)	(3,653,464)
--	(173,099)	(173,099)
--	2,968	2,968
<u>--</u>	<u>(3,823,595)</u>	<u>(3,823,595)</u>
<u>(25,131,530)</u>	<u>(3,823,595)</u>	<u>(28,955,125)</u>
17,726,850	62,254	17,789,104
2,269,500	--	2,269,500
656,533	--	656,533
365,258	--	365,258
370,785	--	370,785
102,114	--	102,114
--	--	--
1,760,044	20,730	1,780,774
394,056	--	394,056
--	(583,392)	(583,392)
631,985	--	631,985
(32,390)	32,390	--
<u>24,244,735</u>	<u>(468,018)</u>	<u>23,776,717</u>
(886,795)	(4,291,613)	(5,178,408)
<u>81,684,940</u>	<u>3,351,284</u>	<u>85,036,224</u>
<u>\$ 80,798,145</u>	<u>\$ (940,329)</u>	<u>\$ 79,857,816</u>

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

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**BASIC FINANCIAL STATEMENTS**  
**Fund Financial Statement**

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## COUNTY OF AMADOR

### Balance Sheet Governmental Funds June 30, 2007

	General	Social Services	Road	County Improvement
<u>Assets</u>				
Cash and investments	\$ 18,741,571	\$ 1,582,417	\$ 754,977	\$ 1,918,550
Cash with fiscal agent	--	--	--	--
Imprest cash	24,300	--	200	--
Accounts receivable	95,916	1,062	--	--
Taxes receivable	63,232	--	117,428	--
Due from other governments	474,320	48,448	356,105	--
Interest receivable	250,066	538	15,937	30,776
Loans and notes receivable	--	--	--	--
Advances to other funds	1,338,000	--	--	946,600
Inventory	--	--	2,674	--
	<u>\$ 20,987,405</u>	<u>\$ 1,632,465</u>	<u>\$ 1,247,321</u>	<u>\$ 2,895,926</u>
 <u>Liabilities and Fund Balance</u>				
Liabilities:				
Accounts payable	\$ 355,532	\$ 26,258	\$ 56,942	\$ 1,283,964
Due to other governments	3	--	--	--
Unearned revenues	1,135,352	--	--	--
Advances from other funds	--	200,000	--	--
	<u>1,490,887</u>	<u>226,258</u>	<u>56,942</u>	<u>1,283,964</u>
 Fund Balances:				
Reserved:				
Imprest cash	24,300	--	200	--
Inventory	--	--	2,674	--
Encumbrances	1,234,362	--	558,005	31,536
Loans and advances	1,338,000	--	--	946,600
Debt service	--	--	--	--
General	6,511,002	200,000	1,419,101	2,816,652
Unreserved:				
Unreserved, undesignated, and reported in:				
General fund	10,388,854	--	--	--
Special revenue funds	--	1,206,207	(789,601)	--
Capital projects funds	--	--	--	(2,182,826)
	<u>19,496,518</u>	<u>1,406,207</u>	<u>1,190,379</u>	<u>1,611,962</u>
Total Fund Balances	<u>19,496,518</u>	<u>1,406,207</u>	<u>1,190,379</u>	<u>1,611,962</u>
Total Liabilities and Fund Balances	<u>\$ 20,987,405</u>	<u>\$ 1,632,465</u>	<u>\$ 1,247,321</u>	<u>\$ 2,895,926</u>

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

Water Development Sinking	Other Governmental Funds	Total Governmental Funds
\$ 4,520,896	\$ 4,033,570	\$ 31,551,981
--	221	221
--	200	24,700
--	5,323	102,301
--	--	180,660
--	178,302	1,057,175
46,783	12,495	356,595
811,479	--	811,479
--	--	2,284,600
--	--	2,674
<u>\$ 5,379,158</u>	<u>\$ 4,230,111</u>	<u>\$ 36,372,386</u>
\$ --	\$ 176,427	\$ 1,899,123
--	509,870	509,873
--	--	1,135,352
--	--	200,000
<u>--</u>	<u>686,297</u>	<u>3,744,348</u>
--	200	24,700
--	--	2,674
--	171,957	1,995,860
811,479	--	3,096,079
--	9,498	9,498
4,339,743	642,477	15,928,975
--	--	10,388,854
--	2,719,682	3,136,288
227,936	--	(1,954,890)
<u>5,379,158</u>	<u>3,543,814</u>	<u>32,628,038</u>
<u>\$ 5,379,158</u>	<u>\$ 4,230,111</u>	<u>\$ 36,372,386</u>

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



## COUNTY OF AMADOR

### Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets - Governmental Activities June 30, 2007

Fund Balance - total governmental funds (page 18)	\$ 32,628,038
Amounts reported for governmental activities in the statement of net assets are different because:	
Deferred charges in governmental activities are not financial resources and therefore, are not reported in the governmental funds.	355,343
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	54,913,610
Internal service funds are used by the County to charge the cost of copying and fleet services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of assets. Internal service fund net assets are:	3,917,132
Interest payable on long-term liabilities does not require the use of current financial resources and, therefore, is not accrued as a liability in the governmental funds.	(93,605)
Long-term liabilities, including certificates of participation and loans payable, are not due and payable in the current period, and therefore are not reported in the governmental funds.	
Certificates of Participation	(9,090,000)
Loans payable	(177,908)
Compensated absences	<u>(1,654,465)</u>
Net assets of governmental activities (page 14)	<u>\$ 80,798,145</u>

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

**COUNTY OF AMADOR**

Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2007

	<u>General</u>	<u>Social Services</u>	<u>Road</u>	<u>County Improvement</u>
Revenues:				
Taxes	\$ 20,573,765	\$ --	\$ 896,003	\$ --
Licenses and permits	938,837	--	109,566	--
Intergovernmental	9,966,776	7,201,081	4,693,755	1,039,882
Fines and forfeitures	991,388	--	68,780	--
Use of money and property	1,000,688	46,586	86,355	119,782
Charges for services	2,326,792	--	1,805,197	3
Other	363,157	48,511	--	174,832
Total Revenues	<u>36,161,403</u>	<u>7,296,178</u>	<u>7,659,656</u>	<u>1,334,499</u>
Expenditures:				
Current:				
General government	8,340,094	--	--	--
Public protection	22,485,702	--	--	--
Public ways and facilities	--	--	9,209,729	--
Health and sanitation	--	--	--	--
Public assistance	111,733	7,459,562	--	--
Education	981,903	--	--	--
Recreation and cultural services	353,950	--	--	--
Capital outlay	1,235,852	--	6,414	8,067,649
Debt Service:				
Principal payments	--	--	--	--
Interest and fiscal charges	--	--	--	--
Total Expenditures	<u>33,509,234</u>	<u>7,459,562</u>	<u>9,216,143</u>	<u>8,067,649</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>2,652,169</u>	<u>(163,384)</u>	<u>(1,556,487)</u>	<u>(6,733,150)</u>
Other Financing Sources (Uses):				
Transfers in	--	--	153,537	3,169,303
Transfers out	<u>(3,072,521)</u>	--	--	--
Total Other Financing Sources (Uses)	<u>(3,072,521)</u>	--	<u>153,537</u>	<u>3,169,303</u>
Change in Fund Balances	(420,352)	(163,384)	(1,402,950)	(3,563,847)
Fund Balances, Beginning of Fiscal Year	<u>19,916,870</u>	<u>1,569,591</u>	<u>2,593,329</u>	<u>5,175,809</u>
Fund Balances, End of Fiscal Year	<u>\$ 19,496,518</u>	<u>\$ 1,406,207</u>	<u>\$ 1,190,379</u>	<u>\$ 1,611,962</u>

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

Water Development Sinking	Other Governmental Funds	Total Governmental Funds
\$ --	\$ 21,272	\$ 21,491,040
--	12,900	1,061,303
--	5,520,453	28,421,947
--	184,434	1,244,602
218,474	171,029	1,642,914
--	1,779,324	5,911,316
--	102,978	689,478
<u>218,474</u>	<u>7,792,390</u>	<u>60,462,600</u>
--	7,500	8,347,594
7,592	1,151,313	23,644,607
--	--	9,209,729
--	7,773,119	7,773,119
--	--	7,571,295
--	--	981,903
--	--	353,950
--	264,130	9,574,045
--	100,168	100,168
--	388,128	388,128
<u>7,592</u>	<u>9,684,358</u>	<u>67,944,538</u>
<u>210,882</u>	<u>(1,891,968)</u>	<u>(7,481,938)</u>
--	1,059,509	4,382,349
<u>--</u>	<u>(1,908,238)</u>	<u>(4,980,759)</u>
<u>--</u>	<u>(848,729)</u>	<u>(598,410)</u>
210,882	(2,740,697)	(8,080,348)
<u>5,168,276</u>	<u>6,284,511</u>	<u>40,708,386</u>
<u>\$ 5,379,158</u>	<u>\$ 3,543,814</u>	<u>\$ 32,628,038</u>

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

## COUNTY OF AMADOR

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Government-Wide Statement of Activities - Governmental Activities  
For the Year Ended June 30, 2007

Net change to fund balance - total governmental funds (page 21) \$ (8,080,348)

Amounts reported for governmental activities in the statement of activities  
are different because:

Governmental funds report capital outlay as expenditures. However, in the  
statement of activities, the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

Expenditures for general capital assets, infrastructure, and other related capital assets adjustments	9,904,314	
The net effect of various miscellaneous transactions involving capital assets such as sales, retirements, trade-ins and donations	(31,101)	
Less: current year depreciation	<u>(2,286,412)</u>	
		7,586,801

Repayment of debt principal is an expenditure in the governmental funds,  
but the repayment reduces long-term liabilities in the statement of net assets

Principal payments		100,168
--------------------	--	---------

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 compensated absences	(93,452)	
Change in unammortized bond issuance cost	(18,702)	

Internal service funds are used by management to charge the costs of certain  
activities to individual funds. The net revenue of certain activities of the  
the internal service funds is reported with governmental activities.

	<u>(381,262)</u>	
--	------------------	--

Change in net assets of governmental activities (page 16)		<u><u>\$ (886,795)</u></u>
---	--	----------------------------

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

**COUNTY OF AMADOR**

Statement of Net Assets  
Proprietary Funds  
June 30, 2007

	Business-Type Activities - Enterprise Funds			Total Enterprise Funds	Governmental
	Waste Management	Airport	Nonmajor Enterprise Funds		Internal Service Funds
<b><u>ASSETS</u></b>					
Current Assets:					
Cash and investments in Pool	\$ 79,787	\$ 19,971	\$ 340,450	\$ 440,208	\$ 3,143,556
Imprest cash	--	100	--	100	2,200
Accounts receivable	79,782	--	--	79,782	--
Interest receivable	1,746	379	3,530	5,655	36,393
Total Current Assets	<u>161,315</u>	<u>20,450</u>	<u>343,980</u>	<u>525,745</u>	<u>3,182,149</u>
Noncurrent Assets:					
Restricted Assets:					
Cash and investments in Pool	8,037	--	--	8,037	--
Capital Assets:					
Nondepreciable	676,022	1,500,853	--	2,176,875	15,000
Depreciable, net	265,464	1,379,020	--	1,644,484	934,489
Total Noncurrent Assets	<u>949,523</u>	<u>2,879,873</u>	<u>--</u>	<u>3,829,396</u>	<u>949,489</u>
Total Assets	<u>\$ 1,110,838</u>	<u>\$ 2,900,323</u>	<u>\$ 343,980</u>	<u>\$ 4,355,141</u>	<u>\$ 4,131,638</u>
<b><u>LIABILITIES</u></b>					
Current Liabilities:					
Accounts payable	\$ 2,849	\$ 4,203	\$ --	\$ 7,052	\$ 36,879
Deposits held for others	--	--	211,251	211,251	--
Current portion of long-term liabilities:					
Loans payable	--	11,076	--	11,076	--
Compensated absences	1,254	--	--	1,254	33,814
Total Current Liabilities	<u>4,103</u>	<u>15,279</u>	<u>211,251</u>	<u>230,633</u>	<u>70,693</u>
Long-term Liabilities:					
Compensated absences	1,255	--	--	1,255	33,814
Loans payable	--	122,052	--	122,052	--
Advances from other funds	2,028,600	56,000	--	2,084,600	--
Claims liability	--	--	--	--	110,000
Liability for landfill post-closure costs	2,856,930	--	--	2,856,930	--
Total Long-term Liabilities	<u>4,886,785</u>	<u>178,052</u>	<u>--</u>	<u>5,064,837</u>	<u>143,814</u>
Total Liabilities	<u>4,890,888</u>	<u>193,331</u>	<u>211,251</u>	<u>5,295,470</u>	<u>214,506</u>
<b><u>NET ASSETS</u></b>					
Invested in capital assets, net of related debt	941,486	2,746,745	--	3,688,231	949,489
Unrestricted	(4,721,536)	(39,753)	132,729	(4,628,560)	2,967,643
Total Net Assets	<u>(3,780,050)</u>	<u>2,706,992</u>	<u>132,729</u>	<u>(940,329)</u>	<u>3,917,132</u>
Total Liabilities and Net Assets	<u>\$ 1,110,838</u>	<u>\$ 2,900,323</u>	<u>\$ 343,980</u>	<u>\$ 4,355,141</u>	<u>\$ 4,131,638</u>

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

## COUNTY OF AMADOR

### Statement of Revenues, Expenses and Changes in Net Assets Proprietary Funds For the Year Ended June 30, 2007

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Waste Management	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:					
Charges for services	\$ 479,341	\$ 122,654	\$ 32,650	\$ 634,645	\$ 4,464,865
Other	146,475	2,628	7,675	156,778	--
Total Operating Revenues	<u>625,816</u>	<u>125,282</u>	<u>40,325</u>	<u>791,423</u>	<u>4,464,865</u>
Operating Expenses:					
Salaries and benefits	133,046	74,397	--	207,443	1,322,019
Services and supplies	566,372	105,203	37,357	708,932	3,876,309
Special projects	41,179	9,466	--	50,645	--
Depreciation	9,775	111,186	--	120,961	329,331
Closure/postclosure	3,538,908	--	--	3,538,908	--
Total Operating Expenses	<u>4,289,280</u>	<u>300,252</u>	<u>37,357</u>	<u>4,626,889</u>	<u>5,527,659</u>
Operating Income (Loss)	<u>(3,663,464)</u>	<u>(174,970)</u>	<u>2,968</u>	<u>(3,835,466)</u>	<u>(1,062,794)</u>
Non-Operating Revenues (Expenses):					
Taxes	62,254	--	--	62,254	--
Interest income	5,434	3,173	12,123	20,730	117,130
Intergovernmental revenues	10,000	10,000	--	20,000	--
Interest expense	--	(8,129)	--	(8,129)	--
Gain (loss) on sale of assets	(583,392)	--	--	(583,392)	(1,618)
Total Non-Operating Revenues (Expenses)	<u>(505,704)</u>	<u>5,044</u>	<u>12,123</u>	<u>(488,537)</u>	<u>115,512</u>
Net Income (Loss) before Transfers	(4,169,168)	(169,926)	15,091	(4,324,003)	(947,282)
Transfers in	<u>--</u>	<u>32,390</u>	<u>--</u>	<u>32,390</u>	<u>566,020</u>
Change in Net Assets	(4,169,168)	(137,536)	15,091	(4,291,613)	(381,262)
Net Assets, Beginning of Year	<u>389,118</u>	<u>2,844,528</u>	<u>117,638</u>	<u>3,351,284</u>	<u>4,298,394</u>
Net Assets, End of Year	<u><u>\$ (3,780,050)</u></u>	<u><u>\$ 2,706,992</u></u>	<u><u>\$ 132,729</u></u>	<u><u>\$ (940,329)</u></u>	<u><u>\$ 3,917,132</u></u>

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

**COUNTY OF AMADOR**

Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2007

	Business-Type Activities - Enterprise Funds				Governmental
	Waste Management	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<b>Cash Flows from Operating Activities:</b>					
Receipts from customers and users	\$ 663,050	\$ 125,282	\$ 71,544	\$ 859,876	\$ --
Receipts from interfund services provided	--	--	--	--	4,464,865
Payments to suppliers	(1,452,803)	(114,329)	(37,357)	(1,604,489)	(3,970,853)
Payments to employees	(131,725)	(74,397)	--	(206,122)	(1,318,324)
Net Cash Provided (Used) by Operating Activities	(921,478)	(63,444)	34,187	(950,735)	(824,312)
<b>Cash Flows from Investing Activities:</b>					
Interest received	5,621	4,003	11,081	20,705	110,874
Net Cash Provided (Used) by Investing Activities	5,621	4,003	11,081	20,705	110,874
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Proceeds from capital grants	--	168,731	--	168,731	--
Purchase of capital assets	--	(122,260)	--	(122,260)	(186,874)
Proceeds from sale of capital assets	--	--	--	--	11,618
Interest payments on debt	--	(8,129)	--	(8,129)	--
Principal payments on debt	--	(10,405)	--	(10,405)	--
Net Cash Provided (Used) by Capital and Related Financing Activities	--	27,937	--	27,937	(175,256)
<b>Cash Flows from Non-Capital Financing Activities:</b>					
Aid from other governmental agencies	10,000	10,000	--	20,000	--
Taxes received	62,254	--	--	62,254	--
Advances received from other funds	797,000	(44,000)	--	753,000	--
Repayment of advances to other funds	--	--	--	--	(214,920)
Grant proceeds not restricted	--	--	--	--	107
Transfers received from other funds	--	32,290	--	32,290	566,020
Net Cash Provided (Used) by Non-Capital Financing Activities	869,254	(1,710)	--	867,544	351,207
Net Increase (Decrease) in Cash and Cash Equivalents	(46,603)	(33,214)	45,268	(34,549)	(537,487)
Cash and Cash Equivalents, Beginning of Year	134,427	53,285	295,182	482,894	3,683,243
<b>Cash and Cash Equivalents, End of Year</b>	<u>\$ 87,824</u>	<u>\$ 20,071</u>	<u>\$ 340,450</u>	<u>\$ 448,345</u>	<u>\$ 3,145,756</u>

continued

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

**COUNTY OF AMADOR**

Statement of Cash Flows (continued)  
 Proprietary Funds  
 For the Year Ended June 30, 2007

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Waste Management	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ (3,663,464)	\$ (174,970)	\$ 2,968	\$ (3,835,466)	\$ (1,062,794)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:					
Depreciation	9,775	111,186	--	120,961	329,331
Changes in assets and liabilities:					
Accounts receivable	37,234	--	--	37,234	--
Accounts payable	(36,548)	340	--	(36,208)	(14,544)
Compensated absences payable	1,321	--	--	1,321	3,695
Deposits held for others	--	--	31,219	31,219	--
Other liabilities	--	--	--	--	(80,000)
Landfill closure liability	2,730,204	--	--	2,730,204	--
 Net Cash Provided (Used) by Operating Activities	 <u>(921,478)</u>	 <u>(63,444)</u>	 <u>34,187</u>	 <u>(950,735)</u>	 <u>(824,312)</u>
 Recap of Cash and Cash Equivalents, as reported on the Statement of Net Assets					
Cash and investments in Pool	\$ 79,787	\$ 19,971	\$ 340,450	\$ 440,208	\$ 3,143,556
Imprest cash	--	100	--	100	2,200
Restricted Assets:					
Cash and investments in Pool	8,037	--	--	8,037	--
	<u>\$ 87,824</u>	<u>\$ 20,071</u>	<u>\$ 340,450</u>	<u>\$ 448,345</u>	<u>\$ 3,145,756</u>

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



**COUNTY OF AMADOR**

Statement of Fiduciary Net Assets  
Fiduciary Funds  
June 30, 2007

	<u>Investment Trust Funds</u>	<u>Agency Funds</u>
<u>Assets</u>		
Current Assets:		
Cash and investments	\$ 18,884,528	\$ 13,679,356
Interest receivable	--	6,224
Taxes receivable	--	2,501,131
	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 18,884,528</u>	<u>\$ 16,186,711</u>
<u>Liabilities and Net Assets</u>		
Current Liabilities:		
Agency obligations	\$ --	\$ 16,186,711
Net Assets:		
Held in trust for external participants	<u>18,884,528</u>	<u>--</u>
Total Liabilities and Net Assets	<u>\$ 18,884,528</u>	<u>\$ 16,186,711</u>

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

**COUNTY OF AMADOR**

Statement of Changes in Fiduciary Net Assets  
Fiduciary Funds  
For the Year Ended June 30, 2007

	<u>Investment Trust Funds</u>
<b>ADDITIONS:</b>	
Net investment earnings	\$ 770,950
Contributions to investment pool	<u>51,140,666</u>
Total Additions	51,911,616
<b>DEDUCTIONS:</b>	
Distributions from investment pool	<u>55,533,064</u>
<b>CHANGE IN NET ASSETS</b>	(3,621,448)
<b>NET ASSETS, BEGINNING</b>	<u>22,505,976</u>
<b>NET ASSETS, ENDING</b>	<u><u>\$ 18,884,528</u></u>

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

## **NOTES TO THE BASIC FINANCIAL STATEMENTS**

The notes provided in the financial section of this report are considered an integral and essential part of adequate disclosure and fair presentation of this report. The notes include a summary of significant accounting policies for the County, and other necessary disclosure of pertinent matters relating to the financial position of the County. The notes express significant insight to the financial statements and are conjunctive to understanding the rationale for presentation of the financial statements and information contained in this document.

# COUNTY OF AMADOR

Notes to Basic Financial Statements  
June 30, 2007

Note 1: **Summary of Significant Accounting Policies**

**A. Description of the Reporting Entity**

The County of Amador (County), the primary government, is a political subdivision of the State of California. It is governed by an elected board of five County Supervisors. The County provides various services on a county-wide basis including law enforcement, education, detention, social health, fire protection, road construction and maintenance, elections and records, planning, zoning, and tax collection. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable under the criteria set by Governmental Accounting Standards Board Statement No. 14.

The decision to include a component unit in the reporting entity was made by applying the criteria set forth in the Governmental Accounting Standards Board (GASB) Statement No. 14. The basic criteria used in the determination of component units are financial accountability of the County for the component unit. Financial accountability generally is defined as the appointment of a voting majority of the component unit's board and the County's ability to impose its will on the organization.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance, part of the government's operations. Blended component units are an extension of the County and so data from these units are combined with the data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each component unit has a June 30<sup>th</sup> year end.

The following entities have been classified as blended component units of the County:

Amador County Public Facilities	Amador Fire Protection District
Financing Authority	Amador IHSS Public Authority
Victory Lighting	CSA's 5, 6 and 8

The above component units are legally separate entities governed by the County's Board of Supervisors; as such, their financial data has been combined with the County's financial data and presented as blended component units.

***Discretely Presented Component Units*** – There are no component units of the County which meet the criteria for discrete presentation.

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

### Note 1: Summary of Significant Accounting Policies (continued)

#### B. Basis of Presentation

##### *Government-Wide Financial Statements*

The statement of net assets and statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. 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 charged to external parties.

The statement of activities demonstrates the degree to which program expenses of a given function are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific function, and allocated indirect expenses. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

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

##### *Fund Financial Statements*

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund category – *governmental*, *proprietary* and *fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. *Operating* revenues, such as charges for services, result from exchange transactions associated with the principal activity of each fund. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses include costs of providing services and delivering goods. All other expenses not meeting this definition are reported as nonoperating expenses.

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

Note 1: **Summary of Significant Accounting Policies** (continued)

### B. **Basis of Presentation** (continued)

#### *Fund Financial Statements* (continued)

The County reports the following major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, public ways and facilities, health and sanitation, public assistance, education and recreation services.
- The *Social Service Fund* is used to administer social services that promote job-readiness and self-sufficiency of individuals and families.
- The *Road Fund* is used to account for the planning, design, construction, maintenance and administration of the County's roads and infrastructure.
- The *County Improvement Fund* is used to account for the acquisition and construction of County facilities.
- The *Water Development sinking Fund* is used to account for the development of new or additional water for Amador County.

The County reports the following major enterprise funds:

- The *Waste Management Fund* is used to provide for operations and maintenance of the County's closed landfill, the collection and disposal of household hazardous wastes, the development and implementation of recycling and waste reduction and recycling programs countywide.
- The *Airport Fund* is used to operate the County's airport for business and recreational use of County residents and visitors.

The County reports the following additional fund types:

- *Internal Service Funds* account for the County's fleet maintenance, purchasing and copy services provided to other departments or other governments and the County's self-insurance programs. Activities include the County's self-insurance programs, providing services to County-governed districts, service areas and advisory councils and equipment financing of the County.

# COUNTY OF AMADOR

Notes to Basic Financial Statements  
June 30, 2007

Note 1: **Summary of Significant Accounting Policies** (continued)

## B. **Basis of Presentation** (continued)

### *Fund Financial Statements* (continued)

- The *Investment Trust Fund* accounts for the external portion of the County's Investment Pool which commingles resources of legally separate local governments within the County in an investment portfolio for the benefit of all participants. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities. These funds represent the assets, primarily cash and investments, and the related liabilities of the County to disburse these monies on demand.
- The *Agency Funds* account for assets held by the County as an agent for the state and various local governments. These funds typically do not involve a formal trust agreement and are used to account for situations where the role is purely custodial such as the receipt, temporary investment or remittance of fiduciary resources.

## C. **Basis of Accounting**

The government-wide, proprietary, and investment trust fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available ("susceptible to accrual"). Property and sales taxes, interest, state and federal grants and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period so as to be measurable and available. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

### Note 1: **Summary of Significant Accounting Policies** (continued)

#### C. **Basis of Accounting** (continued)

in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financial sources.

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

#### D. **Investments**

California Government Code Section 53600, et seq., authorizes the County to invest in obligations of the U.S. Treasury, agencies and instrumentalities, obligations of the state or any local agency of the State of California, bankers' acceptances, commercial paper, negotiable certificates of deposits, repurchase agreements or reverse repurchase agreements, medium-term notes issued by corporations and the State of California Local Agency Investment Fund. The County Treasurer may also invest in certain open-ended mutual funds permitted by the Government Code.

In accordance with GASB Statement No. 31, investments are reported on the statement of net assets/balance sheet at their fair value and all changes in fair value are reflected in income. Fair values were obtained from custodial statements for all investments. Investments are marked to fair value annually and an adjustment is made to each fund accordingly. The fair value of each participant's position in the pool is the same as the value of the pool shares determined on a dollar-to-dollar basis, adjusted for investment income distributed at the end of each quarter. Only a withdrawal from the pool of a size that jeopardizes pool participants would cause the withdrawal to be done at market value.

#### E. **Cash and Cash Equivalents**

For purposes of the statements of cash flows, the enterprise and internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer's Investment Pool, to be cash equivalents.



# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

Note 1: **Summary of Significant Accounting Policies** (continued)

### F. **Accounts Receivable and Deferred Revenues**

Receivables consist mostly of amounts due from other agencies. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

The County reports unearned revenue on its financial statements. Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when the County receives resources before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability of unearned revenue is removed from the financial statements and revenue is recognized.

### G. **Compensated Absences**

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources is reported as a long-term liability in the government-wide financial statements. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with the provisions of Statement No. 16 of the Governmental Accounting Standards Board, Accounting for Compensated Absences, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave benefits that is estimated will be taken as “terminal leave” prior to retirement.

### H. **Encumbrances**

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid.

### I. **Capital Assets**

Capital assets (including infrastructure) are recorded at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) general fixed assets consisting of

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

Note 1: **Summary of Significant Accounting Policies** (continued)

### I. **Capital Assets** (continued)

certain improvements including roads, bridges, water/sewer, lighting system, draining systems, and flood control. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 for equipment and \$10,000 for buildings and an estimated useful life in excess of one year. Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

The estimated useful lives are as follows:

Infrastructure	20 to 60 years
Structures and improvements	15 to 60 years
Equipment	3 to 20 years

The County has five networks of infrastructure assets – roads, water/sewer, lighting, drainage, and flood control.

### J. **Interfund Transactions**

Interfund transactions are reflected as loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

Note 1: **Summary of Significant Accounting Policies** (continued)

### K. Other Assets

Inventory: Inventory consists of expendable supplies held for consumption. In governmental funds, inventories are valued at cost. In proprietary funds, they are valued at lower of cost or market. Cost is determined by using either the weighted average or the first-in, first-out method. The consumption method of accounting of inventory is used where cost is recorded as an expenditure at the time individual inventory items are used. For the governmental fund types, the reserve for inventory indicates that a portion of the fund balance is not an available financial resource.

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

### L. Use of Estimates

The preparation of the general purpose financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the basic financial statements and the reported amount of revenue and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

Note 2: **Cash and Investments**

The County sponsors an investment pool that is managed by the County Treasurer for the purpose of increasing interest earnings through investment activities. Cash and investments for most County activities are included in the investment pool. Interest earned on the investment pool is distributed quarterly to the participating funds using a formula based on the average daily cash balance of each fund. The County has not provided or obtained any legally binding guarantees during the fiscal year ended June 30, 2007, to support the value of shares in the Treasurer's Investment Pool.

The investment pool includes both voluntary and involuntary participation from external entities. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer.

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 2: **Cash and Investments** (continued)

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority: safety, liquidity, yield, and public trust. The County has established a treasury oversight committee to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6, Section 27131 of the California Government Code. The oversight committee and the Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the oversight committee and the investment pool participants. The report covers the type of investments in the pool, maturity dates, par value, actual costs and fair value.

At June 30, 2007, total County cash and investments were as follows:

*Cash:*

Cash on hand	\$ 372,970
Deposits	3,444,624
Outstanding warrants	<u>(7,459,409)</u>
Total cash overdrafts	<u>(3,641,815)</u>

*Investments:*

In Treasurer's pool	71,376,481
Held with fiscal agents	<u>221</u>
Total investments	<u>71,376,702</u>

Total cash and investments	<u>\$ 67,734,887</u>
----------------------------	----------------------

Total cash and investments at June 30, 2007 were presented on the County's financial statements as follows:

	Primary Government	Investment Trust Fund	Agency Funds	Total
County Investment Pool:				
Unrestricted	\$ 35,135,745	\$ 18,884,528	\$ 13,679,356	\$ 67,699,629
Restricted for Closure/Postclosure	<u>8,037</u>	<u>--</u>	<u>--</u>	<u>8,037</u>
Total in County Investment Pool	35,143,782	18,884,528	13,679,356	67,707,666
Cash with fiscal agents	221	--	--	221
Imprest cash	<u>27,000</u>	<u>--</u>	<u>--</u>	<u>27,000</u>
Total	<u>\$ 35,171,003</u>	<u>\$ 18,884,528</u>	<u>\$ 13,679,356</u>	<u>\$ 67,734,887</u>

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

Note 2: **Cash and Investments** (continued)

**Deposits – Custodial 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 California Government Code requires that a financial institution secure the County's cash deposits by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of pledged securities in the collateral pool must equal at least 110% of the County's cash deposits. California law also allows institutions to secure County deposits by pledging first trust deed mortgage notes having a value of 150% of the County's total cash deposits.

At June 30, 2007, the carrying value of the County's deposits was \$(4,014,583) and the bank balance was \$3,444,624. The difference between the carrying amount and the bank balance is a result of transactions in transit. Of the bank balance, \$100,000 was covered by Federal Depository Insurance Corporation (FDIC) and the remainder was covered by the multiple financial institution collateral pool that insures public deposits.

**Investments**

The table below identifies the investment types that are authorized for the County by the California Government Code or the County's investment policy, where more restrictive. The table also identifies certain provisions of the County's investment policy that address interest rate risk, credit risk, and concentration risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 Years	None	None
U.S. Treasury Bills	1 Year	None	None
U.S. Agency Securities (Excluding Discount Notes)	5 Years	75%	35%
U.S. Agency Discount Notes	1 Year	None	None
Banker's Acceptances	180 Days	25%	5%
Commercial Paper - Select Agencies	270 Days	25%	5%
Commercial Paper - Other Agencies	270 Days	25%	5%
Negotiable Certificates of Deposit	3 Years	25%	5%
Non-negotiable Certificates of Deposit	3 Years	25%	5%
Repurchase Agreements	180 Days	20%	None
Medium-Term Corporate Notes	3 years	25%	5%
Money Market Funds	N/A	10%	None
Local Agency Investment Fund (LAIF)	N/A	None	\$40 Million
California Asset Management Program (CAMP)	N/A	None	\$15 Million
CalTRUST	N/A	None	\$5 Million
Passbook Savings/Demand Deposit/Checking Accounts	N/A	None	None

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 2: **Cash and Investments** (continued)

**Investments** (continued)

At June 30, 2007, the County had the following investments:

	<u>Interest Rates</u>	<u>Maturities</u>	<u>Par</u>	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Weighted Average Maturity (Years)</u>
<b>Investments in Investment Pool</b>						
U.S. Treasury Notes	2.625% - 4.875%	7/31/07 - 5/15/09	\$ 6,000,000	\$ 5,932,502	\$ 5,922,599	0.89
U.S. Government Agencies	2.625% - 7.000%	7/27/07 - 6/22/12	39,400,000	39,155,810	39,450,917	1.56
U.S. Government Agency Discount Notes	Discount	7/2/07 - 9/4/07	3,000,000	2,944,651	2,944,375	0.07
Commercial Paper	Discount	7/16/07 - 9/28/07	5,000,000	4,917,807	4,920,471	0.15
Corporate Medium-Term Notes	3.125% - 6.750%	12/10/07 - 2/26/10	11,000,000	10,911,540	10,945,056	1.15
California Asset Management Program (CAMP)	N/A	On Demand	3,760,954	3,760,954	3,760,954	0.00
Local Agency Investment Fund (LAIF)	N/A	On Demand	3,432,109	3,430,547	3,432,109	0.00
Total			<u>\$ 71,593,063</u>	<u>\$ 71,053,811</u>	<u>\$ 71,376,481</u>	<u>1.13</u>
<b>Investments outside Investment Pool</b>						
<i>Cash held with fiscal agent</i>						
Money market mutual funds			\$ 221	\$ 221	\$ 221	0.00
			<u>\$ 221</u>	<u>\$ 221</u>	<u>\$ 221</u>	<u>0.00</u>

Pooled investments are carried at cost or amortized cost. In accordance with Government Accounting Standards Board Statement No. 31, the County calculated the fair value of all investments included in the pooled investments based on quoted market prices. At June 30, 2007 the difference between the cost and fair value of cash and investments was not material (fair value was 99.55% of carrying value). Therefore, an adjustment to fair value was not required.

**Interest Rate Risk**

The County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to five years or less in accordance with its investment policy.

**Credit Risk**

State law and the County's Investment Policy limit investments in commercial paper to the rating of A1 by Standards & Poor's or P-1 by Moody's Investors Service. State law and the County's Investment Policy also limit investments in corporate bonds to the rating of A by Standard & Poor's and Moody's Investors Service. The County does not have credit limits on government agency securities.

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 2: **Cash and Investments** (continued)

Concentration of Credit Risk

At June 30, 2007, in accordance with state law and the County's Investment Policy, the County did not have 5% or more of its net investment in commercial paper, corporate bonds or medium term notes of a single organization, nor did it have 10% or more of its net investment in any one money market mutual fund. Investments in obligations of the U.S. government, U.S. government agencies, or government-sponsored enterprises are exempt from these limitations.

The following is a summary of the credit quality distribution and concentration of credit risk by investment type as a percentage of the County Investment Pool's fair value at June 30, 2007.

	<u>S&amp;P</u>	<u>Moody's</u>	<u>% of Portfolio</u>
U.S. Treasury Notes	AAA	Aaa	8.30%
U.S. Government Agencies (FNMA)	AAA	Aaa	8.96%
U.S. Government Agencies (FHLB)	AAA	Aaa	25.21%
U.S. Government Agencies (FHLMC)	AAA	Aaa	15.52%
U.S. Government Agencies (FFCB)	AAA	Aaa	5.58%
U.S. Gov't Agency Discount Notes (FNMA)	AAA	Aaa	4.13%
U.S. Gov't Agency Discount Notes (FHLMC)	AAA	Aaa	0.00%
Corporate Medium-Term Note (Citigroup)	AA	Aa1	1.40%
Corporate Medium-Term Note (Wells Fargo Fin)	AA+	Aa1	0.71%
Corporate Medium-Term Note (Wells Fargo Co)	AA	Aa2	3.47%
Corporate Medium-Term Note (GECC)	AAA	Aaa	4.18%
Corporate Medium-Term Note (Bank of America)	AA-	Aa2	0.71%
Corporate Medium-Term Note (Allstate Life)	AA	Aa2	0.69%
Corporate Medium-Term Note (Goldman Sachs)	AA-	Aa3	0.72%
Corporate Medium-Term Note (Merrill Lynch)	AA-	Aa3	1.36%
Corporate Medium-Term Note (US Bancorp)	AA-	Aa2	0.69%
Corporate Medium-Term Note (Wachovia)	AA-	Aa2	1.42%
Commercial Paper (GECC)	AAA (A-1+)	Aaa (P-1)	4.13%
Commercial Paper (Prudential Funding)	AA- (A-1+)	A1 (P-1)	1.37%
Commercial Paper (UBS Finance)	NR (A-1+)	Aaa (P-1)	1.37%
California Asset Management Program (CAMP)	AAAm	Unrated	5.27%
Local Agency Investment Fund (LAIF)	Unrated	Unrated	4.81%
Total			<u>100.00%</u>

# COUNTY OF AMADOR

## Notes to Basic Financial Statements June 30, 2007

Note 2: **Cash and Investments** (continued)

### Custodial Credit Risk

For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or deposits that are in the possession of an outside party. At year end, the County's investment pool had no securities exposed to custodial credit risk.

### Local Agency Investment Fund

The County Treasurer's Pool maintains an investment in the State of California Local Agency Investment Fund (LAIF), managed by the State Treasurer. This fund is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California State Code. Participants in the pool include voluntary and involuntary participants, such as special districts and school districts for which there are legal provisions regarding their investments. The Local Investment Advisor Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. The value of the County's investment in this pool is reported in the accompanying financial statements at amortized cost. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

At June 30, 2007, the County's investment position in the State of California Local Agency Investment Fund (LAIF) was \$3,432,109 which approximates fair value. The total amount invested by all public agencies in LAIF on that day was approximately \$66.1 billion. Of that amount, 96.53% was invested in non-derivative financial products and 3.47% in structured notes and asset-backed securities. Fair value is based on information provided by the state for the Local Agency Investment Fund.

### County Investment Pool Condensed Financial Statements

The following represents a condensed statement of net assets and changes in net assets for the Treasurer's investment pool as of June 30, 2007:

#### **Statement of Net Assets**

Net assets held for pool participants	<u>\$ 67,705,713</u>
Equity of internal pool participants	\$ 48,823,138
Equity of external pool participants	<u>18,882,575</u>
Total net assets	<u>\$ 67,705,713</u>



**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 2: **Cash and Investments** (continued)

County Investment Pool Condensed Financial Statements (continued)

**Statement of Changes in Net Assets**

Investment earnings	\$ 3,230,725
Investment expenses	(270,007)
Net withdrawals by pool participants	<u>(12,599,992)</u>
 Decrease in Net Assets	 (9,639,274)
 Net assets at July 1, 2006	 <u>77,344,987</u>
 Net assets at June 30, 2007	 <u>\$ 67,705,713</u>

Note 3: **Interfund Transactions**

*Advances to/from other funds:*

<u>Receivable From</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Social Services	\$ 200,000	Initial deposit to establish department
	Airport	56,000	Temporary cash flow assistance
	Waste Management	<u>1,082,000</u>	Project financing
		1,338,000	
County Improvement	Waste Management	<u>946,600</u>	Project financing
		<u>\$ 2,284,600</u>	

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 3: **Interfund Transactions** (continued)

***Transfers:***

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenue. The following schedule briefly summarizes the County's transfer activities;

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Road	\$ 155,537	General Fund subsidy
	County Improvement	1,261,065	Construction contribution
	Other Governmental Funds	1,059,509	General Fund subsidy
	Internal Service Funds	566,020	General Fund subsidy
	Airport Enterprise	<u>32,390</u>	General Fund subsidy
		3,072,521	
Other Governmental Funds	County Improvement	<u>\$ 1,908,238</u>	Construction contribution
		<u>\$ 4,980,759</u>	

Note 4: **Capital Assets**

Capital asset activity for the year ended June 30, 2007, was as follows:

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers &amp;</u> <u>Adjustments</u>	<u>Balance</u> <u>June 30, 2007</u>
<b>Governmental Activities</b>					
Capital assets, not being depreciated:					
Land	\$ 3,299,887	\$ --	\$ --	\$ 1,394,209	\$ 4,694,096
Construction in progress	<u>24,074,048</u>	<u>8,397,918</u>	<u>--</u>	<u>(23,972,403)</u>	<u>8,499,563</u>
Total capital assets, not being depreciated	<u>27,373,935</u>	<u>8,397,918</u>	<u>--</u>	<u>(22,578,194)</u>	<u>13,193,659</u>
Capital assets, being depreciated:					
Infrastructure	39,807,056	--	--	1,114,214	40,921,270
Structures and improvements	15,688,007	--	--	21,463,980	37,151,987
Equipment	<u>13,720,369</u>	<u>1,693,270</u>	<u>(935,392)</u>	<u>--</u>	<u>14,478,247</u>
Total capital assets, being depreciated	<u>69,215,432</u>	<u>1,693,270</u>	<u>(935,392)</u>	<u>22,578,194</u>	<u>92,551,504</u>
Less accumulated depreciation for:					
Infrastructure	(31,486,753)	(693,661)	--	--	(32,180,414)
Structures and improvements	(5,437,690)	(876,462)	16,428	--	(6,297,724)
Equipment	<u>(11,232,933)</u>	<u>(1,045,620)</u>	<u>874,627</u>	<u>--</u>	<u>(11,403,926)</u>
Total accumulated depreciation	<u>(48,157,376)</u>	<u>(2,615,743)</u>	<u>891,055</u>	<u>--</u>	<u>(49,882,064)</u>
Total capital assets, being depreciated, net	<u>21,058,056</u>	<u>(922,473)</u>	<u>(44,337)</u>	<u>22,578,194</u>	<u>42,669,440</u>
Government activities capital assets, net	<u>\$ 48,431,991</u>	<u>\$ 7,475,445</u>	<u>\$ (44,337)</u>	<u>\$ --</u>	<u>\$ 55,863,099</u>

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 4: **Capital Assets** (continued)

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers &amp; Adjustments</u>	<u>Balance</u> <u>June 30, 2007</u>
<b>Business-Type Activities</b>					
Capital assets, not being depreciated:					
Land	\$ 2,176,875	\$ --	\$ --	\$ --	\$ 2,176,875
Construction in progress	583,392	--	(583,392)	--	--
Total capital assets, not being depreciated	<u>2,760,267</u>	<u>--</u>	<u>(583,392)</u>	<u>--</u>	<u>2,176,875</u>
Capital assets, being depreciated:					
Infrastructure	1,458,693	122,260	--	--	1,580,953
Structures and improvements	1,333,717	--	--	--	1,333,717
Equipment	82,758	--	--	--	82,758
Total capital assets, being depreciated	<u>2,875,168</u>	<u>122,260</u>	<u>--</u>	<u>--</u>	<u>2,997,428</u>
Less accumulated depreciation for:					
Infrastructure	(693,452)	(68,971)	--	--	(762,423)
Structures and improvements	(482,197)	(47,361)	--	--	(529,558)
Equipment	(56,334)	(4,629)	--	--	(60,963)
Total accumulated depreciation	<u>(1,231,983)</u>	<u>(120,961)</u>	<u>--</u>	<u>--</u>	<u>(1,352,944)</u>
Total capital assets, being depreciated, net	<u>1,643,185</u>	<u>1,299</u>	<u>--</u>	<u>--</u>	<u>1,644,484</u>
Business-type activities capital assets, net	<u>\$ 4,403,452</u>	<u>\$ 1,299</u>	<u>\$ (583,392)</u>	<u>\$ --</u>	<u>\$ 3,821,359</u>

Depreciation expense was charged to governmental functions as follows:

	<u>Total</u>
General government	\$ 668,845
Public protection	741,780
Public ways	799,920
Health and sanitation	42,148
Public assistance	22,373
Education	7,621
Culture and recreation	3,725
Depreciation on capital assets held by the County's internal service funds are charged to various functions based on their usage of the assets	329,331
Total	<u>\$ 2,615,743</u>

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 4: **Capital Assets** (continued)

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

	<b><u>Total</u></b>
Waste Management	\$ 9,775
Airport	111,186
Total	<b><u>\$ 120,961</u></b>

Note 5: **Long-Term Debt**

Long-term liabilities at June 30, 2007 consisted of the following:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2007</u>
<b><u>Governmental Activities</u></b>						
2005 Certificates of Participation <i>construct County Administration Building</i>	8/1/2005	10/1/2025	4.00%	\$330,000 - \$670,000	\$ 9,090,000	\$ 9,090,000
Note payable <i>purchase of fire fighting equipment and fire trucks</i>	4/1/2002	4/1/2008	4.39%	\$59,026 - \$70,094	378,750	70,094
<i>purchase of land at 13775 Mount Zion Road, Pine Grove</i>	11/9/2004	11/9/2009	4.29%	\$31,664 - \$37,457	<u>172,500</u>	<u>107,813</u>
Total Governmental Activities					<b><u>\$ 9,641,250</u></b>	<b><u>\$ 9,267,907</u></b>
<b><u>Business-Type Activities</u></b>						
Notes payable	2001	2018	5.66%	\$8,391 - \$16,446	\$ 194,000	\$ 133,128
Total Business-Type Activities					<b><u>\$ 194,000</u></b>	<b><u>\$ 133,128</u></b>

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 5: **Long-Term Debt** (continued)

The following is a summary of long-term liability transactions for the year ended June 30, 2007:

	Balance July 1, 2006	Additions	Retirements	Balance June 30, 2007	Amounts Due Within One Year
<b>Governmental Activities</b>					
Certificates of participation	\$ 9,090,000	\$ --	\$ --	\$ 9,090,000	\$ 330,000
Notes Payable - Fire Protection District	278,076	--	100,169	177,907	104,533
Compensated absences	1,624,944	97,149	--	1,722,093	861,045
Liability for self-insurance	190,000	--	80,000	110,000	--
<b>Total Governmental Activities Long-term liabilities</b>	<b>\$ 11,183,020</b>	<b>\$ 97,149</b>	<b>\$ 180,169</b>	<b>\$ 11,100,000</b>	<b>\$ 1,295,578</b>
<b>Business-type Activities</b>					
Notes Payable - Airport	\$ 143,533	\$ --	\$ 10,405	\$ 133,128	\$ 11,076
Compensated absences	1,188	1,321	--	2,509	1,254
Post-closure liability	126,726	2,730,204	--	2,856,930	--
<b>Total Business-type Activities Long-term liabilities</b>	<b>\$ 271,447</b>	<b>\$ 2,731,525</b>	<b>\$ 10,405</b>	<b>\$ 2,992,567</b>	<b>\$ 12,330</b>

As of June 30, 2007, annual debt service requirements of governmental activities to maturity are as follows:

Year Ending June 30:	Certificates of Participation		Notes Payable	
	Principal	Interest	Principal	Interest
2008	\$ 330,000	\$ 367,819	\$ 104,533	\$ 7,702
2009	340,000	354,419	35,917	3,148
2010	355,000	340,519	37,457	1,607
2011	370,000	326,019	--	--
2012	385,000	310,919	--	--
2013-2017	2,160,000	1,306,694	--	--
2018-2022	2,630,000	827,759	--	--
2023-2026	2,520,000	226,038	--	--
	<b>\$ 9,090,000</b>	<b>\$ 4,060,186</b>	<b>\$ 177,907</b>	<b>\$ 12,457</b>

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 5: **Long-Term Debt** (continued)

As of June 30, 2007, annual debt service requirements of business activities to maturity are as follows:

Year Ending June 30:	Business Activities	
	Loans Payable	
	Principal	Interest
2008	\$ 11,076	\$ 7,540
2009	11,747	6,913
2010	12,419	6,247
2011	13,090	5,544
2012	13,761	4,803
2013-2017	71,035	11,562
	<u>\$ 133,128</u>	<u>\$ 42,609</u>

Claims and judgments will be paid from the County's Insurance Fund. Compensated absences liabilities will be paid by several of the County's funds, including the general fund, five special revenue funds, three internal service funds, and one enterprise fund. Historically, 96 percent of these costs have been paid from the County's governmental funds, with the remaining 4 percent paid from its proprietary funds.

*Special Assessment Debt:* The total matured and unmatured bonds outstanding related to special assessment debt is \$607,327 at June 30, 2007. The County acts as an agent for the property owners in collecting special assessments, forwarding the collections to bondholders and initiating foreclosure proceedings, when appropriate. The County is not liable for repayment of the special assessment debt, and accordingly, they are not reflected in the accompanying basic financial statements. Cash held on deposit of \$179,659 and corresponding amounts payable are reported in the Agency Fund.

Note 6: **Landfill Closure and Postclosure Maintenance Costs**

The Buena Vista Landfill, located in Amador County, is used as the County's landfill site. State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. During fiscal year ended June 30, 2005, the landfill was closed and no longer accepts waste.

## COUNTY OF AMADOR

### Notes to Basic Financial Statements June 30, 2007

Note 6: **Landfill Closure and Postclosure Maintenance Costs** (continued)

The recognition of the estimated liability for closure and post closure maintenance costs is based on the estimated remaining life of the landfill. The estimated liability of the County's landfill site for closure and postclosure maintenance costs was \$2,856,930 for fiscal year 2007, and was based on 100% usage (filled) of the landfill. It is estimated that no additional liability will be recognized as closure and postclosure maintenance costs because the landfill has been closed. The estimated total current cost of the landfill closure and postclosure maintenance cost of \$2,856,930 is based on the amount that would be paid if all equipment, facilities and services required to close, monitor and maintain the landfills were acquired as of the balance sheet date. However, the costs for landfill closure and post closure maintenance are based on yearly estimates, reviewed by the California Integrated Waste Management Board, as prepared by the County. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to a trust fund to finance closure and post closure cost. The County is in compliance with these requirements, and at June 30, 2007, cash and investments of \$8,037 are held for these purposes. These are reported as restricted assets on the Landfill Enterprise statement of net assets. The County expects that future inflation costs will be paid from interest earnings on these contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined, these costs may need to be covered by charges to future landfill users. The County has incurred actual expenditures related to the first of three phases to close its landfill and these expenditures have not been charged to the restricted cash account.

Note 7: **Public Employee Retirement System**

Plan Description

The County contributes to the California Public Employees' Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute. Copies of PERS' annual financial reports may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 7: **Public Employee Retirement System** (continued)

**Funding Policy**

County employees are required by state statute to contribute 7% for miscellaneous employees and 7% to 9% for safety employees of their annual covered salary. The County makes the contributions required of County employees on their behalf and for their account which amounted to \$2,738,634 for the year ended June 30, 2007.

**Annual Pension Cost**

For fiscal year 2006-2007, the County's annual pension cost of \$1,610,238 for PERS was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2004 actuarial assumptions included 7.75% investment rate of return (net of administrative expenses) and projected annual salary increases that vary by duration of service ranging from 3.25% to 14.45% for miscellaneous members and include an inflation component of 3.0%. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a two to five year period depending on the size of investment gains and losses.

PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis.

Three-Year Trend Information for PERS

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
06/30/05	\$ 1,823,724	100%	\$ --
06/30/06	2,486,481	100%	--
06/30/07	1,610,238	100%	--

Note 8: **Property Taxes**

The County levies property taxes July 1 on assessed values established on the lien date of the previous January 1 for all taxable property located within the County. Local assessed values are determined subject to appeal before the Assessment Appeals Board, by the County Assessor's Office. Locally assessed real property is appraised at the 1975-76 base year value and is adjusted each year after 1975 by the change in the California Consumer Price Index not to exceed an increase of 2% per year.



## COUNTY OF AMADOR

### Notes to Basic Financial Statements June 30, 2007

Note 8: **Property Taxes** (continued)

Article XIII-A of the California Constitution (Proposition 13) requires the County Assessor to reappraise all property from the 1975-76 base year value to current full value upon either a change in ownership or new construction. Thereafter, it continues to be increased annually by the change in the California Consumer Price Index not to exceed 2%. The net asset value for the 2006-2007 fiscal year is \$3,806,437,526.

The County is permitted by Division 1, Part 0.5, Chapter 5.5, of the California Revenue and Taxation Code, to levy taxes up to \$1.00 per \$100 of assessed valuation for general governmental services other than the payment of principal and interest on general obligation bonds or other indebtedness approved by voters prior to July 1, 1978. Taxes are allocated to local agencies and school districts as outlined in Chapter 6 of the California Revenue and Taxation Code.

Taxes are due in one installment (unsecured roll) when billed and are subject to late payment penalties if paid after August 31, or two installments (secured roll) due on November 1 and March 1, and subject to the late payment penalties if paid 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.

The County and its political subdivisions operate under the provisions of Sections 4701-4717 of the California Revenue and Taxation Code. This provision is otherwise known as the "Teeter Plan." Under this method, the accounts of political subdivisions that adopted the Teeter Plan and levy taxes on the County tax roll are credited with 100% of their respective secured tax levy, regardless of the actual payments and delinquencies. This method then provides for Teetered delinquent penalties and redemptions to flow to the County's general fund.

Pursuant to Section 4703 of the California Revenue and Taxation Code, all counties electing to operate under the "Teeter Plan," are required to maintain a Property Tax Losses Reserve Fund. The fund is used to cover losses that may occur in the amount of tax liens as a result of special sales of tax-defaulted property. Whenever in any year the amount of the Tax Losses Reserve Fund has reached an amount equivalent to 1% of the total of all taxes and assessments levied on the secured roll for that year, the excess may be credited to the County's General Fund. The Tax Losses Reserve Fund balance is in excess of the statutory 1% minimum.

Note 9: **Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

**COUNTY OF AMADOR**

Notes to Basic Financial Statements  
June 30, 2007

Note 9: **Risk Management** (continued)

The County is a member of the County supervisors Association of California Excess Insurance Authority (CSAC-EIA), a public entity risk pool currently operating as a common risk manager and insurance program for counties. Should actual losses among pool participants be greater than anticipated, the County will be assessed its prorata share of the deficiency. Conversely, if the actual pool losses are less than anticipated, the County will be refunded its prorata share of the excess. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

The County maintains a risk management internal service fund (Self-Insurance Fund) to consolidate the County's fully insured Worker's Compensation program and the general liability, medical malpractice and property insurance programs that are partially self-insured. Fund revenues are primarily premium charges to other funds and are planned to equal workers' compensation premiums, estimated payments resulting from self-insurance programs, liability insurance coverage in excess of the self-insured amount and operating expenses.

The County maintains a self-insured retention (SIR) of \$100,000 for its general liability program, \$10,000 per occurrence for its medical malpractice program and \$5,000 for its property program. A commercial insurance policy has been purchased, that covers all SIR related losses except for the first \$10,000. Losses which exceed the SIR are covered by the excess insurance policy described above.

The Total claims liability of \$110,000 at June 30, 2007, is based on the requirements of Governmental Accounting Standards Board (GASB) Statement No. 10, as amended by GASB Statement No. 30. These statements require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated.

Estimates of the liabilities for incurred (both reported and unreported) but unpaid claims, are based on claims loss reports. Liabilities are based on the estimated cost of settling the claims.

Changes in the County's claims liabilities amount for the fiscal years ended June 30, 2007 and 2006, were as follows:

	2007	2006
Unpaid claims, beginning of year	\$ 190,000	\$ 100,000
Estimated claims incurred and adjustments	(26,494)	129,703
Claims payments	(53,506)	(39,703)
Unpaid claims, end of year	\$ 110,000	\$ 190,000

## COUNTY OF AMADOR

### Notes to Basic Financial Statements June 30, 2007

#### Note 10: Net Assets/Fund Balances

The government-wide and business-type activities fund financial statements utilize a net assets presentation. Net assets are categorized as invested 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 Net Assets* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Included in governmental activities restricted net assets at June 30, 2007, are net assets restricted by enabling legislation of \$878,000.
- *Unrestricted Net Assets* – This category represents net assets of the County, not restricted for any project or other purpose.

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

As of June 30, 2007, reservations of fund balance are described below:

The term “reserved” is used to indicate that a portion of reported fund balance is (1) legally restricted to a specific use or (2) not available for appropriation or expenditure. The County’s management will sometimes designate portions of unreserved (available) fund balance based on tentative future spending plans.

Designated portions of fund balance represent financial resources legally available for uses other than those tentatively planned.

The County has “reserved” fund balances as follows:

- Reserve for Imprest Cash was created to represent the portion of the fund balance that is not available for expenditure because the County maintains various levels of revolving funds for daily operations.
- Reserve for Inventory was created to represent the portion of the fund balance that is not available for expenditure because the County expects to use these resources within the next budgetary period.

## COUNTY OF AMADOR

### Notes to Basic Financial Statements June 30, 2007

Note 10: **Net Assets/Fund Balances** (continued)

- Reserve for Encumbrances was created to represent encumbrances outstanding at the end of the fiscal year, based on purchase orders and contracts signed by the County but not completed as of the close of the fiscal year.
- Reserve for Loans and Advances was created to represent long-term receivables and interfund loans not available to finance current year expenditures.
- Reserve for Debt Service was created to reflect the funds held by trustees or fiscal agents for future payment of bond principal and interest. These funds are not available for general operations.
- Reserve for General was created to represent the portion of fund equity the County expects to use for unpredicted future events.

Note 11: **Joint Venture**

Central Sierra Child Support Agency

The Central Sierra Child Support Agency (the Agency) acts as the local child support agency for Amador, Alpine and Calaveras counties. The Agency operates under a Joint Powers Agreement between Amador, Alpine and Calaveras counties and in compliance with the applicable standards and regulations set forth by the State of California. Central Sierra Child Support Agency has an independent governing board including members from the Board of Supervisors of Amador, Alpine and Calaveras counties. The Agency is a public agency, which is separate and apart from its constituent county. Financial statements for the Authority can be obtained by contacting the Authority at 639 New York Ranch Road, Jackson CA 95642.

Note 12: **Contingent Liabilities**

*Federal Grants* – The County participates in several federal and state grant programs. These programs have been audited in accordance with the provisions of the federal Single Audit Act of 1984 and applicable state requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The County expects such amounts, if any, to be immaterial.

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**REQUIRED  
SUPPLEMENTARY INFORMATION**

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## COUNTY OF AMADOR

Required Supplementary Information  
For the Fiscal Year Ended June 30, 2007

### SCHEDULE OF FUNDING PROGRESS

The table below shows a three-year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll as of June 30:

#### SAFETY PLAN

This information is no longer available for the Safety Plan. Information is available on a pooled-basis only and can be obtained from CalPERS, P.O. box 942709, Sacramento, CA 94229-2709.

#### MISCELLANEOUS PLAN

<u>Actuarial Valuation Date</u>	<u>Entry Age Actuarial Accrued Liability</u>	<u>Actuarial Asset Value</u>	<u>Underfunded Actuarial Accrued Liability</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>Underfunded Actuarial Liability as Percentage of Covered Payroll</u>
06/30/03	59,092,222	58,142,724	949,498	98.4%	13,642,048	7.0%
06/30/04	62,653,262	58,967,207	3,686,055	94.1%	13,794,954	26.7%
06/30/05	67,435,716	62,910,979	4,524,737	93.3%	14,522,614	31.2%

**COUNTY OF AMADOR**

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actuals  
 General Fund  
 For the Fiscal Year Ended June 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES:</b>				
Taxes	\$ 17,260,000	\$ 17,260,000	\$ 20,573,765	\$ 3,313,765
Licenses and permits	1,061,252	1,061,252	938,837	(122,415)
Intergovernmental	9,979,051	10,230,928	9,966,776	(264,152)
Fines and forfeitures	810,424	810,424	991,388	180,964
Use of money and property	500,300	500,300	1,000,688	500,388
Charges for services	2,747,213	2,790,090	2,326,792	(463,298)
Other	663,537	677,037	363,157	(313,880)
Total Revenue	<u>33,021,777</u>	<u>33,330,031</u>	<u>36,161,403</u>	<u>2,831,372</u>
<b>EXPENDITURES</b>				
<b>General Government</b>				
Board of supervisors	1,106,820	1,113,581	1,016,808	96,773
Administrative offices	185,902	188,402	182,161	6,241
Auditor-controller	517,373	520,223	461,367	58,856
Treasurer	225,148	225,148	209,975	15,173
Assessor	1,092,781	1,308,517	1,044,437	264,080
Tax collector	421,970	535,743	384,582	151,162
County counsel	1,070,713	1,070,713	1,018,113	52,600
Personnel department	186,240	261,600	176,489	85,111
Elections	1,039,626	1,039,626	913,942	125,684
Facilities maintenance	494,366	501,421	381,615	119,806
Records management	129,395	129,395	126,174	3,221
Acco general	(490,608)	(490,608)	(490,608)	--
Promotions	52,827	52,827	47,077	5,750
Surveyor/surveying & engineering	281,783	288,542	253,346	35,196
Information technology	1,069,054	1,095,152	1,016,741	78,411
Grant projects	2,159,543	2,208,481	906,647	1,301,834
Total General Government	<u>9,542,933</u>	<u>10,048,762</u>	<u>7,648,865</u>	<u>2,399,898</u>
<b>Public Protection:</b>				
District attorney	3,974,213	4,021,379	3,765,853	255,525
Grand jury	72,190	72,190	29,578	42,612
Public defender	634,490	651,138	647,642	3,496
Victim/witness assistance program	154,707	154,707	139,461	15,246
Sheriff	6,453,683	6,885,239	6,382,780	502,459
Sheriff (court bailiffs)	298,873	332,466	332,462	4
Sheriff dispatch	895,262	896,705	736,768	159,937
Jail	3,192,500	3,255,547	2,945,744	309,803
Probation officer	2,231,851	2,278,472	2,097,019	181,453
Probation federal grant	--	40,003	721	39,282

**COUNTY OF AMADOR**

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actuals  
 General Fund  
 For the Fiscal Year Ended June 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	Variance with Final Budget Positive (Negative)
<b>Public Protection (continued):</b>				
Fire protection-state contract	\$ 490,270	\$ 490,270	\$ 490,270	\$ --
Grading department	123,556	149,644	149,642	2
Ag. commissioner/sealer of wghts/measures	658,844	713,911	612,511	101,400
Building department	1,192,527	1,198,882	1,054,864	144,018
Special services	190,477	215,477	215,044	433
Recorder	735,540	741,741	502,272	239,469
Coroner	213,311	238,241	238,737	(495)
Public guardian-public conservator	714,638	715,043	649,870	65,173
Code enforcement	181,547	183,819	174,482	9,337
Emergency services	135,258	347,377	307,478	39,899
Airport land use commission	10,610	10,610	10	10,600
Planning department	881,444	894,464	783,535	110,929
Animal control	879,041	951,760	793,955	157,805
<b>Total Public Protection</b>	<u>24,314,832</u>	<u>25,439,085</u>	<u>23,050,698</u>	<u>2,388,387</u>
<b>Health and Sanitation:</b>				
Tobacco reduction program	<u>--</u>	<u>2,263</u>	<u>--</u>	<u>2,263</u>
<b>Public Assistance:</b>				
General relief	28,278	28,278	19,350	8,928
Veterans service officer	96,058	96,058	92,382	3,676
<b>Total Public Assistance</b>	<u>124,336</u>	<u>124,336</u>	<u>111,733</u>	<u>12,603</u>
<b>Education:</b>				
County library	905,459	905,459	828,979	76,480
Cooperative extension	165,450	165,450	152,924	12,526
<b>Total Education</b>	<u>1,070,909</u>	<u>1,070,909</u>	<u>981,902</u>	<u>89,007</u>
<b>Culture and Recreation:</b>				
Parks & recreation	134,890	240,906	159,502	81,404
Museum	110,324	110,616	105,690	4,926
Archives	107,490	107,490	88,759	18,731
<b>Total Culture and Recreation</b>	<u>352,704</u>	<u>459,012</u>	<u>353,951</u>	<u>105,061</u>
<b>Total Expenditures - General Fund</b>	<u>35,405,714</u>	<u>37,144,367</u>	<u>32,147,148</u>	<u>4,997,218</u>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<u>(2,383,937)</u>	<u>(3,814,336)</u>	<u>4,014,255</u>	<u>7,828,590</u>



**COUNTY OF AMADOR**

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
 General Fund  
 For the Fiscal Year Ended June 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	Variance with Final Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)				
Contingency	\$ (1,176,141)	\$ (648,629)	\$ --	\$ 648,629
Transfers	<u>(3,873,358)</u>	<u>(4,287,960)</u>	<u>(4,434,607)</u>	<u>(146,647)</u>
Total other financing sources (uses)	<u>(5,049,499)</u>	<u>(4,936,589)</u>	<u>(4,434,607)</u>	<u>501,982</u>
Net change in fund balance	(7,433,436)	(8,750,925)	(420,352)	8,330,572
Fund balance, beginning of fiscal year	<u>19,916,870</u>	<u>19,916,870</u>	<u>19,916,870</u>	<u>--</u>
Fund balance, end of fiscal year	<u><u>\$ 12,483,434</u></u>	<u><u>\$ 11,165,945</u></u>	<u><u>\$ 19,496,518</u></u>	<u><u>\$ 8,330,572</u></u>

**COUNTY OF AMADOR**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Social Services  
For the Year Ended June 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 8,592,427	\$ 8,769,852	\$ 7,201,081	\$ (1,568,771)
Use of money and property	--	--	46,586	46,586
Other	42,800	42,800	48,511	5,711
	<u>8,635,227</u>	<u>8,812,652</u>	<u>7,296,178</u>	<u>(1,516,474)</u>
Total Revenue				
Expenditures:				
Current:				
Public assistance	<u>8,635,227</u>	<u>8,813,092</u>	<u>7,459,562</u>	<u>1,353,530</u>
Total Expenditures	<u>8,635,227</u>	<u>8,813,092</u>	<u>7,459,562</u>	<u>1,353,530</u>
Change in Fund Balance	--	(440)	(163,384)	(162,944)
Fund Balance, Beginning of Fiscal Year	<u>1,569,591</u>	<u>1,569,591</u>	<u>1,569,591</u>	<u>--</u>
Fund Balance, End of Fiscal Year	<u>\$ 1,569,591</u>	<u>\$ 1,569,151</u>	<u>\$ 1,406,207</u>	<u>\$ (162,944)</u>

**COUNTY OF AMADOR**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Road  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 991,482	\$ 991,482	\$ 896,003	(95,479)
Licenses and permits	169,900	169,900	109,566	(60,334)
Intergovernmental	8,153,482	8,153,482	4,693,755	(3,459,727)
Fines and forfeitures	45,000	45,000	68,780	23,780
Use of money and property	20,000	20,000	86,355	66,355
Charges for services	1,856,465	1,836,465	1,805,197	(31,268)
Total Revenue	<u>11,236,329</u>	<u>11,216,329</u>	<u>7,659,656</u>	<u>(3,556,673)</u>
Expenditures:				
Current:				
Public Ways	11,087,788	11,439,534	9,209,729	2,229,805
Capital outlay	--	--	6,414	(6,414)
Total Expenditures	<u>11,087,788</u>	<u>11,439,534</u>	<u>9,216,143</u>	<u>2,223,391</u>
Change in Fund Balance Before Transfers	148,541	(223,205)	(1,556,487)	(1,333,282)
Transfers in			153,537	153,537
Change in Fund Balance After Transfers	148,541	(223,205)	(1,402,950)	(1,179,745)
Fund Balance, Beginning of Fiscal Year	<u>2,593,329</u>	<u>2,593,329</u>	<u>2,593,329</u>	<u>--</u>
Fund Balance, End of Fiscal Year	<u>\$ 2,741,870</u>	<u>\$ 2,370,124</u>	<u>\$ 1,190,379</u>	<u>\$ (1,179,745)</u>

## **COUNTY OF AMADOR**

### **Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2007**

#### **BUDGETARY BASIS OF ACCOUNTING**

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

An operating budget is adopted each fiscal year for all Governmental Funds. Expenditures are controlled at the object level within budget units for the County. The object level within a budget unit is the level at which expenditures may not legally exceed appropriations. Any amendments or transfers of appropriations between object levels within the same budget unit or between departments or funds are approved by the Board of Supervisors. Budgeted amounts in the budgetary financial schedules are reported as originally adopted and as amended during the fiscal year by resolutions approved by the Board of Supervisors.

The budget approved by the Board of Supervisors for the general fund includes budgeted expenditures and reimbursements for amounts disbursed on behalf of other Governmental Funds. Actual reimbursements for these items have been eliminated in the accompanying budgetary financial schedules. Accordingly, the related budgets for these items have also been eliminated in order to provide a meaningful comparison of actual and budgeted results of operations.

Budgets are adopted on a basis which materially conforms to generally accepted accounting principles. Unexpended appropriations lapse at year end.

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## **SUPPLEMENTARY INFORMATION**

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**COUNTY OF AMADOR**

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2007

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Totals</u>
<u>Assets</u>				
Cash and investments	\$ 3,998,898	\$ 25,491	\$ 9,181	\$ 4,033,570
Cash with fiscal agent	--	--	221	221
Accounts receivable	5,323	--	--	5,323
Imprest cash	200	--	--	200
Due from other governments	178,302	--	--	178,302
Interest receivable	12,239	160	96	12,495
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 4,194,962</u>	<u>\$ 25,651</u>	<u>\$ 9,498</u>	<u>\$ 4,230,111</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 176,427	\$ --	\$ --	\$ 176,427
Due to other governments	509,870	--	--	509,870
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>686,297</u>	<u>--</u>	<u>--</u>	<u>686,297</u>
Fund Balances:				
Reserved:				
Imprest cash	200	--	--	200
Encumbrances	171,957	--	--	171,957
Debt service	--	--	9,498	9,498
General	642,477	--	--	642,477
Unreserved:				
Undesignated	2,694,031	25,651	--	2,719,682
	<hr/>	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>3,508,665</u>	<u>25,651</u>	<u>9,498</u>	<u>3,543,814</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities and Fund Balances	<u>\$ 4,194,962</u>	<u>\$ 25,651</u>	<u>\$ 9,498</u>	<u>\$ 4,230,111</u>

**COUNTY OF AMADOR**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2007

	Special Revenue	Capital Projects	Debt Service	Total
Revenues:				
Taxes	\$ 21,272	\$ --	\$ --	\$ 21,272
Licenses and permits	--	12,900	--	12,900
Intergovernmental	5,520,453	--	--	5,520,453
Fines and forfeitures	184,434	--	--	184,434
Use of money and property	165,970	251	4,808	171,029
Charges for services	1,779,324	--	--	1,779,324
Other	82,978	20,000	--	102,978
Total Revenues	7,754,431	33,151	4,808	7,792,390
Expenditures:				
Current:				
General government	--	7,500	--	7,500
Public protection	1,151,313	--	--	1,151,313
Health and sanitation	7,773,119	--	--	7,773,119
Capital outlay	264,130	--	--	264,130
Debt Service:				
Principal payments	100,168	--	--	100,168
Interest and fiscal charges	12,067	--	376,061	388,128
Total Expenditures	9,300,797	7,500	376,061	9,684,358
Excess (Deficiency) of Revenue Over (Under) Expenditures	(1,546,366)	25,651	(371,253)	(1,891,968)
Other Financing Sources (Uses):				
Transfers in	872,299	--	187,210	1,059,509
Transfers out	(1,908,238)	--	--	(1,908,238)
Total Other Financing Sources (Uses)	(1,035,939)	--	187,210	(848,729)
Change in Fund Balances	(2,582,305)	25,651	(184,043)	(2,740,697)
Fund Balances, Beginning of Fiscal Year	6,090,970	--	193,541	6,284,511
Fund Balances, End of Fiscal Year	\$ 3,508,665	\$ 25,651	\$ 9,498	\$ 3,543,814

## **Nonmajor Special Revenue Funds**

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Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

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**COUNTY OF AMADOR**

Combining Balance Sheet  
 Nonmajor Special Revenue Funds  
 June 30, 2007

	<u>Memorial Hall</u>	<u>Mental Health</u>	<u>Health</u>	<u>Fish &amp; Game</u>
<u>Assets</u>				
Cash and investments	\$ 187,580	\$ 440,029	\$ 1,882,686	\$ 11,504
Imprest cash	--	--	--	--
Accounts receivable	--	--	5,323	--
Due from other governments	--	85,852	92,450	--
Interest receivable	1,962	1,555	--	121
	<u>1,962</u>	<u>1,555</u>	<u>--</u>	<u>121</u>
 Total Assets	 <u>\$ 189,542</u>	 <u>\$ 527,436</u>	 <u>\$ 1,980,459</u>	 <u>\$ 11,625</u>
<u>Liabilities and Fund Balances</u>				
<u>Liabilities:</u>				
Accounts payable	\$ --	\$ 18,026	\$ 108,594	\$ --
Due to other governments	--	--	--	--
	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
 Total Liabilities	 <u>--</u>	 <u>18,026</u>	 <u>108,594</u>	 <u>--</u>
 <u>Fund Balances:</u>				
<u>Reserved:</u>				
Imprest cash	--	--	--	--
Encumbrances	--	--	171,155	--
General	183,964	100,000	100,000	8,030
<u>Unreserved:</u>				
Unreserved, undesignated	5,578	409,410	1,600,710	3,595
	<u>5,578</u>	<u>409,410</u>	<u>1,600,710</u>	<u>3,595</u>
 Total Fund Balances	 <u>189,542</u>	 <u>509,410</u>	 <u>1,871,865</u>	 <u>11,625</u>
 Total Liabilities and Fund Balances	 <u>\$ 189,542</u>	 <u>\$ 527,436</u>	 <u>\$ 1,980,459</u>	 <u>\$ 11,625</u>

Continued

**COUNTY OF AMADOR**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2007

	Miscellaneous Special Revenue Funds	Special Districts Governed by County Board of Supervisors			Totals
		Victory Lighting	IHSS Public Authority	Amador Fire Protection	
<u>Assets</u>					
Cash and investments	\$ 623,195	\$ 24,960	\$ 61,574	\$ 767,370	\$ 3,998,898
Imprest cash	--	--	100	100	200
Accounts receivable	--	--	--	--	5,323
Due from other governments	--	--	--	--	178,302
Interest receivable	--	258	820	7,523	12,239
Total Assets	<u>\$ 623,195</u>	<u>\$ 25,218</u>	<u>\$ 62,494</u>	<u>\$ 774,993</u>	<u>\$ 4,194,962</u>
<u>Liabilities and Fund Balances</u>					
<u>Liabilities:</u>					
Accounts payable	\$ --	\$ --	\$ 251	\$ 49,556	\$ 176,427
Due to other governments	509,870	--	--	--	509,870
Total Liabilities	<u>509,870</u>	<u>--</u>	<u>251</u>	<u>49,556</u>	<u>686,297</u>
<u>Fund Balances:</u>					
Reserved:					
Imprest cash	--	--	100	100	200
Encumbrances	--	--	802	--	171,957
General	--	22,236	46,951	181,296	642,477
Unreserved:					
Unreserved, undesignated	113,325	2,982	14,390	544,041	2,694,031
Total Fund Balances	<u>113,325</u>	<u>25,218</u>	<u>62,243</u>	<u>725,437</u>	<u>3,508,665</u>
Total Liabilities and Fund Balances	<u>\$ 623,195</u>	<u>\$ 25,218</u>	<u>\$ 62,494</u>	<u>\$ 774,993</u>	<u>\$ 4,194,962</u>

**COUNTY OF AMADOR**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2007

	Memorial Hall	Mental Health	Health	Fish & Game
Revenues:				
Taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	3,128,875	1,565,313	--
Fines and forfeitures	--	20,000	--	2,091
Use of money and property	7,050	16,655	55,949	414
Charges for services	--	194,108	663,201	--
Other	--	1,713	81,001	--
Total Revenues	7,050	3,361,351	2,365,464	2,505
Expenditures:				
Current:				
Public protection	--	--	--	1,032
Health & Sanitation	--	3,893,396	3,565,468	--
Debt Service:				
Principal payments	--	--	--	--
Interest and fiscal charges	--	--	--	--
Capital outlay	--	--	17,454	--
Total Expenditures	--	3,893,396	3,582,922	1,032
Excess (Deficiency) of Revenue Over (Under) Expenditures	7,050	(532,045)	(1,217,458)	1,473
Other Financing Sources (Uses):				
Transfers in	--	426,202	446,097	--
Transfers out	--	--	(60,000)	--
Total Other Financing Sources (Uses)	--	426,202	386,097	--
Change in Fund Balances	7,050	(105,843)	(831,361)	1,473
Fund Balances, Beginning of Fiscal Year	182,492	615,253	2,703,226	10,152
Fund Balances, End of Fiscal Year	\$ 189,542	\$ 509,410	\$ 1,871,865	\$ 11,625

Continued

**COUNTY OF AMADOR**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2007

	Miscellaneous Special Revenue Funds	Special Districts Governed by County Board of Supervisors			Totals
		Victory Lighting	IHSS Public Authority	Amador Fire Protection	
Revenues:					
Taxes	\$ --	\$ 2,674	\$ --	\$ 18,598	\$ 21,272
Intergovernmental	--	42	329,979	496,244	5,520,453
Fines and forfeitures	162,343	--	--	--	184,434
Use of money and property	52,999	891	1,628	30,384	165,970
Charges for services	1,110	--	--	920,905	1,779,324
Other	--	--	264	--	82,978
Total Revenues	<u>216,452</u>	<u>3,607</u>	<u>331,871</u>	<u>1,466,131</u>	<u>7,754,431</u>
Expenditures:					
Current:					
Public protection	--	807	--	1,149,474	1,151,313
Health & Sanitation	--	--	314,255	--	7,773,119
Debt Service:					
Principal payments	--	--	--	100,168	100,168
Interest and fiscal charges	--	--	--	12,067	12,067
Capital outlay	--	--	--	246,676	264,130
Total Expenditures	<u>--</u>	<u>807</u>	<u>314,255</u>	<u>1,508,385</u>	<u>9,300,797</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>216,452</u>	<u>2,800</u>	<u>17,616</u>	<u>(42,254)</u>	<u>(1,546,366)</u>
Other Financing Sources (Uses):					
Transfers in	--	--	--	--	872,299
Transfers out	<u>(1,848,238)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(1,908,238)</u>
Total Other Financing Sources (Uses)	<u>(1,848,238)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(1,035,939)</u>
Change in Fund Balances	(1,631,786)	2,800	17,616	(42,254)	(2,582,305)
Fund Balances, Beginning of Fiscal Year	<u>1,745,111</u>	<u>22,418</u>	<u>44,627</u>	<u>767,691</u>	<u>6,090,970</u>
Fund Balances, End of Fiscal Year	<u>\$ 113,325</u>	<u>\$ 25,218</u>	<u>\$ 62,243</u>	<u>\$ 725,437</u>	<u>\$ 3,508,665</u>

## **Nonmajor Capital Project Funds**

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Capital projects funds are used to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by proprietary funds).

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**COUNTY OF AMADOR**

Combining Balance Sheet  
Nonmajor Capital Project Funds  
June 30, 2007

	<u>Parks &amp; Rec Impact Fee</u>	<u>Amador Community Facility</u>	<u>Totals</u>
<u>Assets</u>			
Cash and investments	\$ 12,900	\$ 12,591	\$ 25,491
Interest receivable	31	129	160
	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$ 12,931</u>	<u>\$ 12,720</u>	<u>\$ 25,651</u>
 <u>Fund Balance</u>			
Unreserved, undesignated	<u>\$ 12,931</u>	<u>\$ 12,720</u>	<u>\$ 25,651</u>

**COUNTY OF AMADOR**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
June 30, 2007

	<u>Parks &amp; Rec Impact Fee</u>	<u>Amador Community Facility</u>	<u>Totals</u>
Revenues:			
Licenses and permits	\$ 12,900	\$ --	\$ 12,900
Use of money and property	31	220	251
Other	--	20,000	20,000
	<hr/>	<hr/>	<hr/>
Total Revenues	12,931	20,220	33,151
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government	--	7,500	7,500
	<hr/>	<hr/>	<hr/>
Total Expenditures	--	7,500	7,500
	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenue Over (Under) Expenditures	12,931	12,720	25,651
	<hr/>	<hr/>	<hr/>
Change in Fund Balance	12,931	12,720	25,651
	<hr/>	<hr/>	<hr/>
Fund Balance, Beginning of Fiscal Year	--	--	--
Fund Balance, End of Fiscal Year	<u>\$ 12,931</u>	<u>\$ 12,720</u>	<u>\$ 25,651</u>

## **Nonmajor Enterprise Funds**

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Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the government’s council is that the costs of providing goods to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government’s council has decided that periodic determination of net income is appropriate for accountability purposes.

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**COUNTY OF AMADOR**

Combining Statement of Net Assets  
All Nonmajor Enterprise Funds  
June 30, 2007

	<u>CSA #4</u>	<u>CSA #5</u>	<u>CSA #6</u>	<u>CSA #8</u>	<u>Total</u>
<b><u>ASSETS</u></b>					
Current Assets:					
Cash and investments in Pool	\$ 39,398	\$ 251,053	\$ 1,388	\$ 48,611	\$ 340,450
Interest receivable	412	2,575	14	529	3,530
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$ 39,810</u>	<u>\$ 253,628</u>	<u>\$ 1,402</u>	<u>\$ 49,140</u>	<u>\$ 343,980</u>
<b><u>LIABILITIES</u></b>					
Current Liabilities:					
Deposits held for others	\$ --	\$ 211,251	\$ --	\$ --	\$ 211,251
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>--</u>	<u>211,251</u>	<u>--</u>	<u>--</u>	<u>211,251</u>
<b><u>NET ASSETS</u></b>					
Unrestricted	<u>39,810</u>	<u>42,377</u>	<u>1,402</u>	<u>49,140</u>	<u>132,729</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Net Assets	<u>39,810</u>	<u>42,377</u>	<u>1,402</u>	<u>49,140</u>	<u>132,729</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities and Net Assets	<u>\$ 39,810</u>	<u>\$ 253,628</u>	<u>\$ 1,402</u>	<u>\$ 49,140</u>	<u>\$ 343,980</u>

**COUNTY OF AMADOR**

Combining Statement of Revenues, Expenditures  
and Changes in Net Assets  
All Nonmajor Enterprise Funds  
June 30, 2007

	<u>CSA #4</u>	<u>CSA #5</u>	<u>CSA #6</u>	<u>CSA #8</u>	<u>Total</u>
Operating Revenues:					
Charges for services	\$ --	\$ (238)	\$ 32,888	\$ --	\$ 32,650
Other	<u>--</u>	<u>--</u>	<u>--</u>	<u>7,675</u>	<u>7,675</u>
Total Operating Revenues	<u>--</u>	<u>(238)</u>	<u>32,888</u>	<u>7,675</u>	<u>40,325</u>
Operating Expenses:					
Services and supplies	<u>--</u>	<u>123</u>	<u>31,974</u>	<u>5,260</u>	<u>37,357</u>
Total Operating Expenses	<u>--</u>	<u>123</u>	<u>31,974</u>	<u>5,260</u>	<u>37,357</u>
Operating Income (Loss)	<u>--</u>	<u>(361)</u>	<u>914</u>	<u>2,415</u>	<u>2,968</u>
Non-Operating Revenues (Expenses):					
Interest income	<u>1,480</u>	<u>8,692</u>	<u>101</u>	<u>1,850</u>	<u>12,123</u>
Total Non-Operating Revenues (Expenses)	<u>1,480</u>	<u>8,692</u>	<u>101</u>	<u>1,850</u>	<u>12,123</u>
Change in Net Assets	1,480	8,331	1,015	4,265	15,091
Net Assets, Beginning of Year	<u>38,330</u>	<u>34,046</u>	<u>387</u>	<u>44,875</u>	<u>117,638</u>
Net Assets, End of Year	<u>\$ 39,810</u>	<u>\$ 42,377</u>	<u>\$ 1,402</u>	<u>\$ 49,140</u>	<u>\$ 132,729</u>

**COUNTY OF AMADOR**

Combining Statement of Cash Flows  
All Nonmajor Enterprise Funds  
For the Year Ended June 30, 2007

	<u>CSA #4</u>	<u>CSA #5</u>	<u>CSA #6</u>	<u>CSA #8</u>	<u>Total</u>
<b>Cash Flows from Operating Activities:</b>					
Receipts from customers and users	\$ --	\$ 30,981	\$ 32,888	\$ 7,675	\$ 71,544
Payments to suppliers	--	(123)	(31,974)	(5,260)	(37,357)
Net Cash Provided (Used) by Operating Activities	<u>--</u>	<u>30,858</u>	<u>914</u>	<u>2,415</u>	<u>34,187</u>
<b>Cash Flows from Investing Activities:</b>					
Interest received	<u>1,383</u>	<u>7,851</u>	<u>168</u>	<u>1,679</u>	<u>11,081</u>
Net Cash Provided (Used) by Investing Activities	<u>1,383</u>	<u>7,851</u>	<u>168</u>	<u>1,679</u>	<u>11,081</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,383	38,709	1,082	4,094	45,268
Cash and Cash Equivalents, Beginning of Year	<u>38,015</u>	<u>212,344</u>	<u>306</u>	<u>44,517</u>	<u>295,182</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 39,398</u></u>	<u><u>\$ 251,053</u></u>	<u><u>\$ 1,388</u></u>	<u><u>\$ 48,611</u></u>	<u><u>\$ 340,450</u></u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ --	\$ (361)	\$ 914	\$ 2,415	\$ 2,968
Adjustments to reconcile net income provided by operating activities:					
Changes in assets and liabilities:					
Deposits held for Others	<u>--</u>	<u>31,219</u>	<u>--</u>	<u>--</u>	<u>31,219</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$ --</u></u>	<u><u>\$ 30,858</u></u>	<u><u>\$ 914</u></u>	<u><u>\$ 2,415</u></u>	<u><u>\$ 34,187</u></u>

## **Internal Service Funds**

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Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

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**COUNTY OF AMADOR**

Combining Statement of Net Assets  
All Internal Service Funds  
June 30, 2007

	General Services Support	General Services Motor Pool	Communications	Self Insurance	Total
<b><u>ASSETS</u></b>					
Current Assets:					
Cash and investments in Pool	\$ 211,649	\$ 473,924	\$ 64,016	\$ 2,393,967	\$ 3,143,556
Imprest cash	2,150	--	--	50	2,200
Interest receivable	2,119	5,459	--	28,815	36,393
Total Current Assets	<u>215,918</u>	<u>479,383</u>	<u>64,016</u>	<u>2,422,832</u>	<u>3,182,149</u>
Noncurrent Assets:					
Capital Assets:					
Nondepreciable	15,000	--	--	--	15,000
Depreciable, net	33,845	892,614	7,920	110	934,489
Total Noncurrent Assets	<u>48,845</u>	<u>892,614</u>	<u>7,920</u>	<u>110</u>	<u>949,489</u>
Total Assets	<u>\$ 264,763</u>	<u>\$ 1,371,997</u>	<u>\$ 71,936</u>	<u>\$ 2,422,942</u>	<u>\$ 4,131,638</u>
<b><u>LIABILITIES</u></b>					
Current Liabilities:					
Accounts payable	\$ 27,052	\$ 3,157	\$ 6,625	\$ 45	\$ 36,879
Current portion of long-term liabilities:					
Compensated absences	16,986	13,126	--	3,702	33,814
Total Current Liabilities	<u>44,038</u>	<u>16,283</u>	<u>6,625</u>	<u>3,747</u>	<u>70,693</u>
Long-term Liabilities:					
Compensated absences	16,986	13,126	--	3,702	33,814
Claims liability	--	--	--	110,000	110,000
Total Long-term Liabilities	<u>16,986</u>	<u>13,126</u>	<u>--</u>	<u>113,702</u>	<u>143,814</u>
Total Liabilities	<u>61,023</u>	<u>29,409</u>	<u>6,625</u>	<u>117,449</u>	<u>214,506</u>
<b><u>NET ASSETS</u></b>					
Invested in capital assets, net of related debt	48,845	892,614	7,920	110	949,489
Unrestricted	154,895	449,974	57,391	2,305,383	2,967,643
Total Net Assets	<u>203,740</u>	<u>1,342,588</u>	<u>65,311</u>	<u>2,305,493</u>	<u>3,917,132</u>
Total Liabilities and Net Assets	<u>\$ 264,763</u>	<u>\$ 1,371,997</u>	<u>\$ 71,936</u>	<u>\$ 2,422,942</u>	<u>\$ 4,131,638</u>

## COUNTY OF AMADOR

### Combining Statement of Revenues, Expenses and Changes in Net Assets All Internal Service Funds For the Year Ended June 30, 2007

	General Services Support	General Services Motor Pool	Communications	Self Insurance	Total
Operating Revenues:					
Charges for services	\$1,692,985	\$ 1,719,906	\$ 349,947	\$ 702,027	\$ 4,464,865
Total Operating Revenues	<u>1,692,985</u>	<u>1,719,906</u>	<u>349,947</u>	<u>702,027</u>	<u>4,464,865</u>
Operating Expenses:					
Salaries and benefits	753,367	397,397	61,342	109,913	1,322,019
Services and supplies	862,121	1,015,195	300,514	1,698,479	3,876,309
Depreciation	5,629	317,242	6,026	434	329,331
Total Operating Expenses	<u>1,621,117</u>	<u>1,729,834</u>	<u>367,882</u>	<u>1,808,826</u>	<u>5,527,659</u>
Operating Income (Loss)	<u>71,868</u>	<u>(9,928)</u>	<u>(17,935)</u>	<u>(1,106,799)</u>	<u>(1,062,794)</u>
Non-Operating Revenues (Expenses):					
Interest income	6,825	16,892	--	93,413	117,130
Gain (loss) on sale of assets	--	(1,618)	--	--	(1,618)
Total Non-Operating Revenues (Expenses)	<u>6,825</u>	<u>15,274</u>	<u>--</u>	<u>93,413</u>	<u>115,512</u>
Net Income (Loss) before Transfers	78,693	5,346	(17,935)	(1,013,386)	(947,282)
Transfers In	--	--	--	566,020	566,020
Change in Net Assets	78,693	5,346	(17,935)	(447,366)	(381,262)
Net Assets, Beginning of Year	<u>125,047</u>	<u>1,337,242</u>	<u>83,246</u>	<u>2,752,859</u>	<u>4,298,394</u>
Net Assets, End of Year	<u>\$ 203,740</u>	<u>\$ 1,342,588</u>	<u>\$ 65,311</u>	<u>\$ 2,305,493</u>	<u>\$ 3,917,132</u>

**COUNTY OF AMADOR**

Combining Statement of Cash Flows  
All Internal Service Funds  
For the Year Ended June 30, 2007

	General Services Support	General Services Motor Pool	Communications	Self Insurance	Total
<b>Cash Flows from Operating Activities:</b>					
Receipts from interfund services provided	\$ 1,692,985	\$ 1,719,906	\$ 349,947	\$ 702,027	\$ 4,464,865
Payments to employees	(755,372)	(394,625)	(61,342)	(106,985)	(1,318,324)
Payments to suppliers	(866,348)	(1,016,354)	(305,339)	(1,782,812)	(3,970,853)
Net Cash Provided (Used) by Operating Activities	<u>71,265</u>	<u>308,927</u>	<u>(16,734)</u>	<u>(1,187,770)</u>	<u>(824,312)</u>
<b>Cash Flows from Investing Activities:</b>					
Interest received	<u>5,720</u>	<u>15,219</u>	<u>--</u>	<u>89,935</u>	<u>110,874</u>
Net Cash Provided (Used) by Investing Activities	<u>5,720</u>	<u>15,219</u>	<u>--</u>	<u>89,935</u>	<u>110,874</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Purchase of capital assets	--	(186,874)	--	--	(186,874)
Proceeds from sale of capital assets	--	11,618	--	--	11,618
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>--</u>	<u>(175,256)</u>	<u>--</u>	<u>--</u>	<u>(175,256)</u>
<b>Cash Flows from Non-Capital Financing Activities:</b>					
Repayment of advances to other funds	--	--	--	(214,920)	(214,920)
Grant proceeds not restricted	--	107	--	--	107
Transfers received from other funds	--	--	--	566,020	566,020
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>--</u>	<u>107</u>	<u>--</u>	<u>351,100</u>	<u>351,207</u>
Net Increase (Decrease) in Cash and Cash Equivalents	76,985	148,997	(16,734)	(746,735)	(537,487)
Cash and Cash Equivalents, Beginning of Year	<u>136,814</u>	<u>324,927</u>	<u>80,750</u>	<u>3,140,752</u>	<u>3,683,243</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 213,799</u></u>	<u><u>\$ 473,924</u></u>	<u><u>\$ 64,016</u></u>	<u><u>\$ 2,394,017</u></u>	<u><u>\$ 3,145,756</u></u>

continued

**COUNTY OF AMADOR**

Combining Statement of Cash Flows (continued)  
 All Internal Service Funds  
 For the Year Ended June 30, 2007

	<u>General Services Support</u>	<u>General Services Motor Pool</u>	<u>Communications</u>	<u>Self Insurance</u>	<u>Total</u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ 71,868	\$ (9,928)	\$ (17,935)	\$ (1,106,799)	\$ (1,062,794)
Adjustments to reconcile net income (loss) to provided by operating activities:					
Depreciation	5,629	317,242	6,026	434	329,331
Changes in assets and liabilities:					
Accounts payable	(4,227)	(1,159)	(4,825)	(4,333)	(14,544)
Other liabilities	--	--	--	(80,000)	(80,000)
Compensated absences payable	<u>(2,005)</u>	<u>2,772</u>	<u>--</u>	<u>2,928</u>	<u>3,695</u>
 Net Cash Provided (Used) by Operating Activities	 <u>\$ 71,265</u>	 <u>\$ 308,927</u>	 <u>\$ (16,734)</u>	 <u>\$ (1,187,770)</u>	 <u>\$ (824,312)</u>