

County of Glenn
State of California

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2006



Memorial Hall - Willows

Don Santoro, CPA
Director of Finance

County of Glenn, California



Comprehensive Annual Financial Report

For the Fiscal Year Ended

June 30, 2006

Prepared by:

Department of Finance

Don Santoro, CPA
Director of Finance

**COUNTY OF GLENN, CALIFORNIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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Introductory Section



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



Don Santoro, CPA
Director of Finance

Debbie Newman
Assistant Director of Finance

September 21, 2006

To the Board of Supervisors and Citizens of Glenn County:

The comprehensive annual financial report (CAFR) of the County of Glenn, California (County) for the fiscal year ended June 30, 2006, is submitted in accordance with Section 25253 of the Government Code of the State of California. This statute requires that the County annually issue a report on its financial position and changes in financial position, and that an independent firm of certified public accountants audit this report.

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

The County's financial statements have been audited by Macias Gini & O'Connell LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for the fiscal year ended June 30, 2006 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County of Glenn's financial statements for the year ended June 30, 2006, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

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

The Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report consists of three main sections:

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

Profile of the Government

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

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

Government is the dominant industry, providing almost 30 percent of the total employment. The majority of jobs are in local government, which includes local education, city government, county government and Indian tribal government. Projections estimate that services, manufacturing and retail trade will be dominant industries in the County's future economy. It is projected that by the year 2007, those three industries combined will account for almost 51 percent of the total nonfarm employment.

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

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

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

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

Factors Affecting Financial Condition

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

State Government: The County is a political subdivision of the State of California and as such, its government is subject to State subventions and regulations. Intergovernmental revenues account for 64 percent of all governmental funds' revenue. Therefore, the County's financial health is tied closely to the financial condition of the State government. Proposition 1A, approved by the voters of California and supported by governor, gives some stability to local government revenues by protecting local funding for public safety, health, libraries, parks, and other locally delivered services.

This increases control of the budget process at the County level and reduces the ability of the State to impose limits on County operations.

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

- Negotiations for renovations of the Historic Courthouse and Willows Memorial Hall to comply with the state requirement for Courthouse Facilities Transfer and currently underway. Glenn County's

proposal will include additional debt of \$1,600,000 to be paid from funds that would otherwise be sent to the state. This debt will have no County general fund impact.

Cash Management Policies and Procedures

Except for amounts held with trustees under bond indentures or other restrictive agreements, the County Treasurer invests the County's cash and investments. The County Treasurer invests such amounts in accordance with investment policy guidelines established by the County Treasurer and adopted by the Board. The objectives of the policy are, in order of priority, safety of principal, liquidity and yield. The policy addresses the soundness of financial institutions in which the County will deposit funds, types of investment instruments permitted by the California Government Code and the percentage of the portfolio that may be invested in certain instruments with longer terms to maturity. Compliance with the investment policy is independently audited on an annual basis.

Risk Management

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

Awards and Acknowledgements

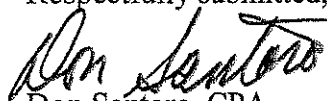
The Government Finance Officers Association (GFOA) of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the County of Glenn for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005. This was the third consecutive year that Glenn County received this prestigious award. In order to be awarded a Certificate, a government unit must publish an easily readable and efficiently organized CAFR, the contents of which conform to program standards and satisfy both generally accepted accounting principles and applicable legal requirements.

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

The County also earned the State of California Controller's "Award for Achieving Excellence in Financial Reporting" for the fiscal year ended June 30, 2005. Key criteria for the award include timely submission of the financial transactions report and county budget, proper classification of revenue and expenditure data, and complete and proper reporting of outstanding debt.

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

Respectfully submitted,


Don Santoro, CPA
Director of Finance

COUNTY OF GLENN

ELECTIVE AND APPOINTIVE OFFICERS

ELECTIVE OFFICERS

Assessor, Clerk-Recorder, Elections
District Attorney
Public Administrator
Sheriff-Coroner
Superintendent of Schools
Superior Court Judge
Superior Court Judge
Supervisor, District 1
Supervisor, District 2
Supervisor, District 3
Supervisor, District 4
Supervisor, District 5

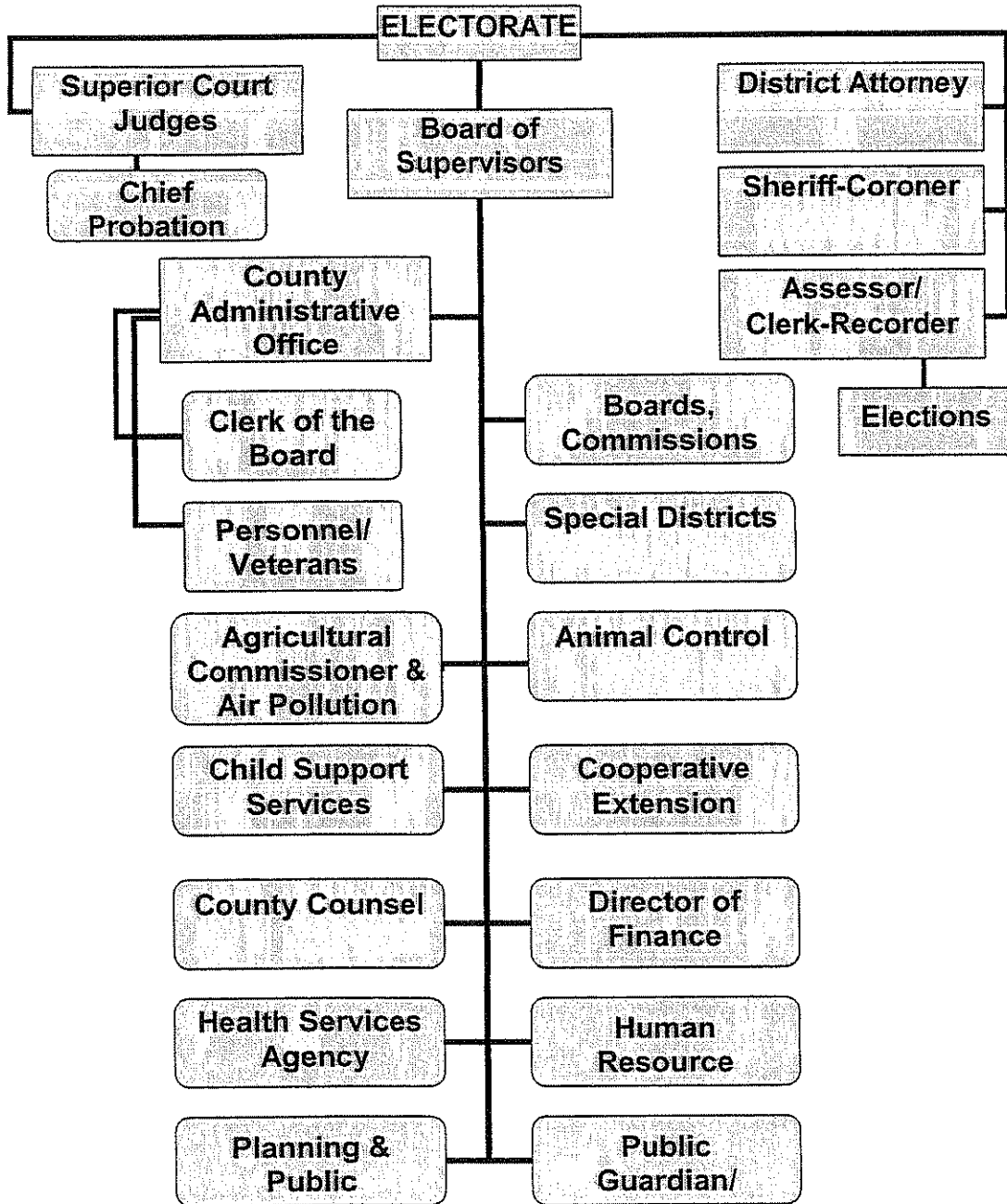
Vince Minto
Robert Holzapfel
Deanna Rakestraw
Larry Jones
Joni Samples
Donald Cole Byrd
Angus I. Saint-Evens
Tom McGowan
Gary Freeman
John Amaro
Denny Bungarz
Keith Hansen

APPOINTIVE OFFICERS

Agricultural Commissioner
Animal Control Officer
Child Support Services
Cooperative Extension
County Administrative Officer
County Counsel
Director of Finance
Emergency Services Coordinator
Health Services Director
Human Resource Agency
Personnel Director
Probation Officer
Public Guardian
Planning & Public Works Director
Sealer of Weights and Measures
Surveyor
Veteran's Service Officer

Mark Black
Raymond J. Cavier
Carroll Ragland
Bill Krueger
David Shoemaker
Thomas Agin
Don Santoro
Larry Jones.
Scott Gruendl
Kim Gaghagen
John Greco
Brandon Thompson
Deanna Rakestraw
Dan Obermeyer
Mark Black
Dan Obermeyer
John Greco

COUNTY OF GLENN ORGANIZATIONAL CHART



5/2005
Prepared by County
Administrative Office

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Glenn California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

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



Carla E. Perry

President

Jeffrey R. Ennis

Executive Director



Intentionally Blank



Financial Section



MACIAS GINI & O'CONNELL LLP
CERTIFIED PUBLIC ACCOUNTANTS & MANAGEMENT CONSULTANTS

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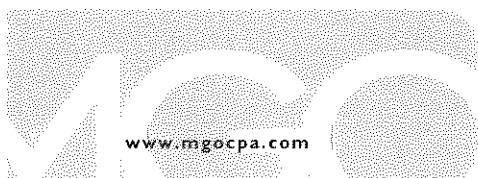
The Honorable Board of Supervisors
of the County of Glenn, California
Willows, California

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the County of Glenn, California (County), as of and for the fiscal year ended June 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Children & Families Commission component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Children and Families Commission is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the County of Glenn, California, as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.



In accordance with *Government Auditing Standards*, we have also issued our report dated September 21, 2006, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

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

Macias Grini & O'Connell LLP

Certified Public Accountants

Sacramento, California
September 21, 2006

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the County of Glenn's (County) comprehensive annual financial report presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2006. It should be read in conjunction with the transmittal letter, which can be found on pages i - iv of this report, and the County's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded liabilities at the close of FY 2005-06 by \$25,837,268 (*net assets*). Of the net assets amount, \$4,534,406 in *unrestricted net assets* is available to meet ongoing obligations to citizens and creditors, \$7,547,161 in *restricted net assets* must be used only for specific purposes and \$13,755,701 is *invested in capital assets, net of related debt*.
- The County's total net assets increased by \$1,511,867. Most of this growth is due to increases in property taxes and investment earnings.
- As of June 30, 2006, the County's governmental funds reported combined fund balances of \$13,361,874, an increase of \$1,149,821 in comparison with the prior year. Approximately 84% of the combined fund balances, or \$11,263,991 is available to meet the County's current and future needs (*unreserved fund balance*).
- At the end of the fiscal year, the undesignated, unreserved fund balance for the General Fund, the County's largest fund, was \$4,027,552 or approximately 9% of total General Fund expenditures. However, this entire amount has been budgeted either for expenditure in FY 2006-07 or is reserved for future uses, although there is usually increased carryover fund balance each year from budget savings or revenues in excess of budget.
- The County's total long-term obligations increased by \$267,769 in comparison with the prior year. The increase is attributed to an increase in the landfill post-closure liability and the new loan for building permit processing software.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis in this section are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide financial statements are designed to provide readers with a broad overview of the County's finances, using accounting methods similar to those of a private-sector business. These statements provide both long-term and short-term information about the County's overall financial status. The government-wide financial statements can be found on pages 13 - 15 of this report.

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

The *Statement of Activities* presents information on how net assets changed during the fiscal year, with revenues and expenses by major type or function. Revenues and expenses are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus,

revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes, intergovernmental and program revenues (*governmental activities*) from other functions that are intended to recover most or all of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, and education. The business-type activities of the County include landfill operations, hospital and airports.

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

Fund financial statements are the more familiar groupings of related accounts that are used to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state or federal law or by debt covenants. All of the County's funds can be divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental funds financial statements focus on the shorter-termed financial resources, such as cash, that (1) have been spent on governmental programs during the fiscal year and (2) that will be available for financing such programs in the near future. The governmental funds financial statements are presented by major fund and for nonmajor funds in the aggregate on pages 16 - 19 of this report.

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

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

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

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

Internal service funds are an accounting device used to accumulate and allocate costs for services to the County's various functions. The County uses internal service funds to account for its service center (fleet services operations and maintenance), allocation of salaries and benefits and services and supplies in public works, human resources and health services agencies, allocation of equipment, postage and other related expenditures, allocation of vegetation and environmental management maintenance, data processing costs, Certified Unified Program Agency (CUPA)/underground storage tanks program costs, and Tri-County Bee pest abatement. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. All of the County's enterprise funds, including landfill operations, hospital and airports are considered to be major enterprise funds. The County's nine internal service funds are also combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds are provided in the form of combining statements elsewhere in this report.

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

Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found on pages 25 - 50 of this report.

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

Immediately following the required supplementary information, the combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental funds and internal service funds. The combining and individual fund statements and schedules can be found on pages 60 - 110 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, net assets (assets in excess of liabilities) were \$25,837,268 at June 30, 2006, the close of the County's fiscal year.

The largest portion of the County's net assets of \$13,755,701 (53%) reflects its investment in *capital assets* (e.g. land and easements, structures and improvements, infrastructure, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, such as tax revenues, since the capital assets themselves cannot be used to liquidate these liabilities. Another portion of the County's net

assets (18%) represents *unrestricted net assets* of \$4,534,406, which may be used to meet the County's ongoing obligations to citizens and creditors. The remaining balance of the County's net assets of \$7,547,161 (29%) represents resources that are subject to external restrictions on how they may be used. At the end of the current fiscal year, the County reported positive balances in all three categories of net assets, both for the County as a whole, as well as for its separate governmental and business-type activities except unrestricted net assets for the business-type activities, which was (\$934,705).

County of Glenn Net Assets

	Governmental Activities		Business-type Activities		Total		Dollar Change	Percent Change
	2005	2006	2005	2006	2005	2006		
Assets:								
Current and other assets	\$ 17,920,120	\$ 19,258,248	\$ 2,396,536	\$ 2,813,484	\$ 20,316,656	\$ 22,071,732	\$ 1,755,076	9%
Capital assets	15,929,652	16,229,813	1,753,514	1,636,023	17,683,166	17,865,836	182,670	1%
Total assets	<u>33,849,772</u>	<u>35,488,061</u>	<u>4,150,050</u>	<u>4,449,507</u>	<u>37,999,822</u>	<u>39,937,568</u>	<u>1,937,746</u>	<u>5%</u>
Liabilities:								
Other liabilities	4,484,113	4,632,598	131,487	141,112	4,615,600	4,773,710	158,110	3%
Long-term obligations	5,465,283	5,542,002	3,593,538	3,784,588	9,058,821	9,326,590	267,769	3%
Total liabilities	<u>9,949,396</u>	<u>10,174,600</u>	<u>3,725,025</u>	<u>3,925,700</u>	<u>13,674,421</u>	<u>14,100,300</u>	<u>425,879</u>	<u>3%</u>
Net assets:								
Invested in capital assets, net of related debt	11,834,405	12,297,189	1,709,598	1,458,512	13,544,003	13,755,701	211,698	2%
Restricted	6,243,522	7,547,161	-	-	6,243,522	7,547,161	1,303,639	21%
Unrestricted	5,822,449	5,469,111	(1,284,573)	(934,705)	4,537,876	4,534,406	(3,470)	0%
Total net assets	<u>\$ 23,900,376</u>	<u>\$ 25,313,461</u>	<u>\$ 425,025</u>	<u>\$ 523,807</u>	<u>\$ 24,325,401</u>	<u>\$ 25,837,268</u>	<u>\$ 1,511,867</u>	<u>6%</u>

Governmental Activities. Governmental activities increased the County's net assets by \$1,413,085 for the year ended June 30, 2006.

Total revenues for the County's governmental activities increased 8%, or \$4,637,347 from the prior year as discussed below.

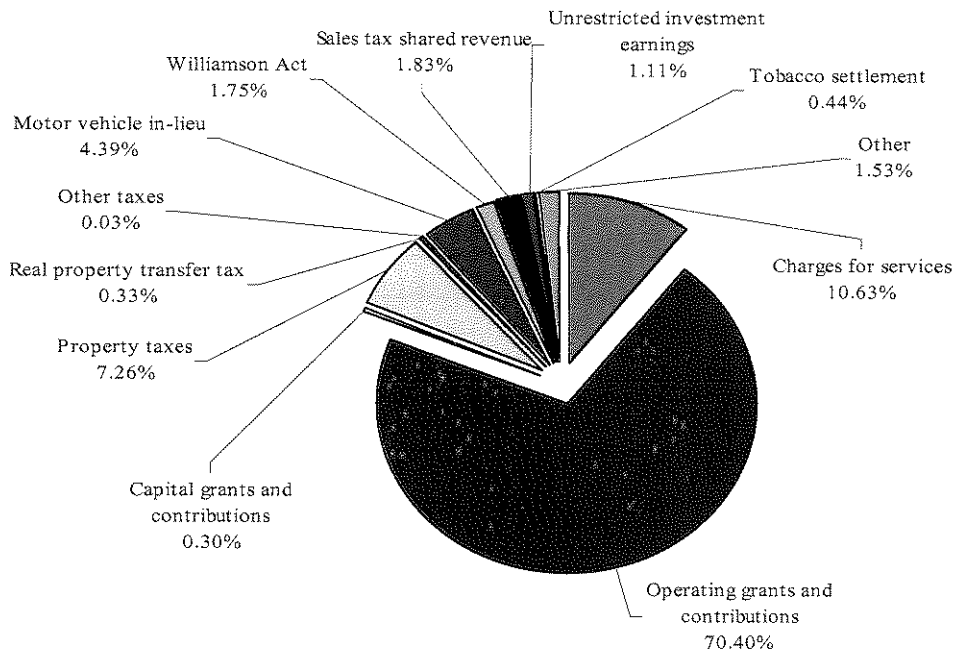
- Operating grants and contributions increased 9%, or \$3,409,343 due to increases in medical reimbursements and due to increases in realignment funds for both mental health and social services.
- Investment earnings increased 33%, or \$165,680 due to higher interest rates.
- Property taxes increased 13%, or \$502,787 due to the increases in local construction and resale of existing homes.

Total expenses for the County's governmental activities increased 8%, or \$4,347,939 from the prior year as discussed below.

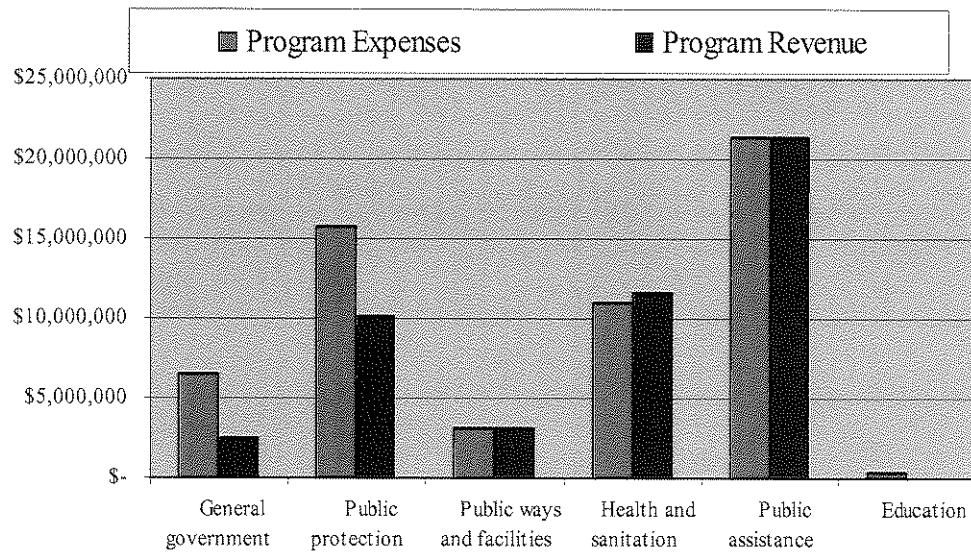
- General government expenses increased 114%, or \$3,437,992 due to a change in accounting for indirect costs, which had been allocated to the various functions in prior years Statement of Activities.
- Public ways and facilities expenses increased 18%, or \$482,130 due to increased funding for road and levee maintenance projects.
- Interest on long-term debt expenses increased 72%, or \$154,703 due to the payment of interest on the original loan for the County Office of Education building.

	Business-type Activities			Total		Dollar Change	Total Percent Change
	2006	2005	2006	2005	2006		
Revenues							
Program Revenues:							
Charges for services	\$ 6,367,806	\$ 1,625,239	\$ 1,822,280	\$ 6,999,586	\$ 8,190,086	\$ 1,190,500	17%
Operating grants and contributions	42,163,401	71,725	194,155	38,825,783	42,357,556	3,531,773	9%
Capital grants and contributions	180,968			137,500	180,968	43,468	32%
General Revenues:							
Property taxes	4,349,572			3,846,785	4,349,572	502,787	13%
Real property transfer tax	196,565			177,982	196,565	18,583	10%
Other taxes	20,958			23,711	20,958	(2,753)	-12%
Motor vehicle in lieu	2,626,514			2,671,881	2,626,514	(45,367)	-2%
Sales taxes shared revenue	1,098,831			1,193,673	1,098,831	(94,842)	-8%
Williamson Act	1,047,008			1,031,909	1,047,008	15,099	1%
Unrestricted investment earnings	666,175	35,872	74,485	536,367	740,660	204,293	38%
Tobacco settlement	262,433			285,931	262,433	(23,498)	-8%
Other	915,442	25,889	55	1,285,943	915,497	(370,446)	-29%
Total revenues	59,895,673	1,758,725	2,090,975	57,017,051	61,986,648	4,969,597	9%
Expenses:							
General government	6,460,876			3,022,884	6,460,876	3,437,992	114%
Public protection	15,721,499			16,136,292	15,721,499	(414,793)	-3%
Public ways and facilities	3,186,281			2,704,151	3,186,281	482,130	18%
Health and sanitation	10,981,458			10,458,100	10,981,458	523,358	5%
Public assistance	21,407,340			21,184,801	21,407,340	222,539	1%
Education	355,383			413,373	355,383	(57,990)	-14%
Interest on long-term debt	369,751			215,048	369,751	154,703	72%
Landfill		1,128,367	1,344,661	1,128,367	1,344,661	216,294	19%
Hospital		14,489	15,552	14,489	15,552	1,063	7%
Airports		411,432	631,980	411,432	631,980	220,548	54%
Total expenses	58,482,588	1,554,288	1,992,193	55,688,937	60,474,781	4,785,844	9%
Increase/(decrease) in net assets	1,413,085	204,437	98,782	1,328,114	1,511,867	183,753	14%
Net assets - beginning	23,900,376	220,588	425,025	22,997,287	24,325,401	1,328,114	6%
Net assets - ending	\$ 25,313,461	\$ 425,025	\$ 523,807	\$ 24,325,401	\$ 25,837,268	\$ 1,511,867	6%

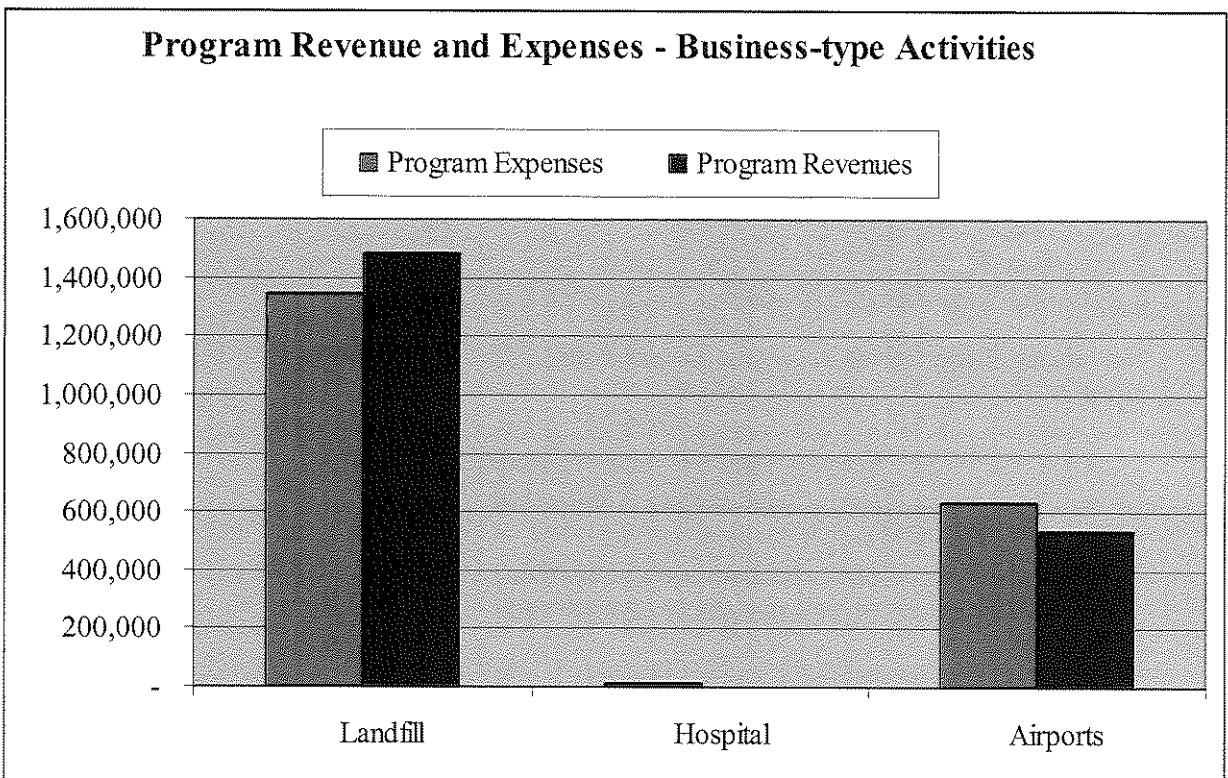
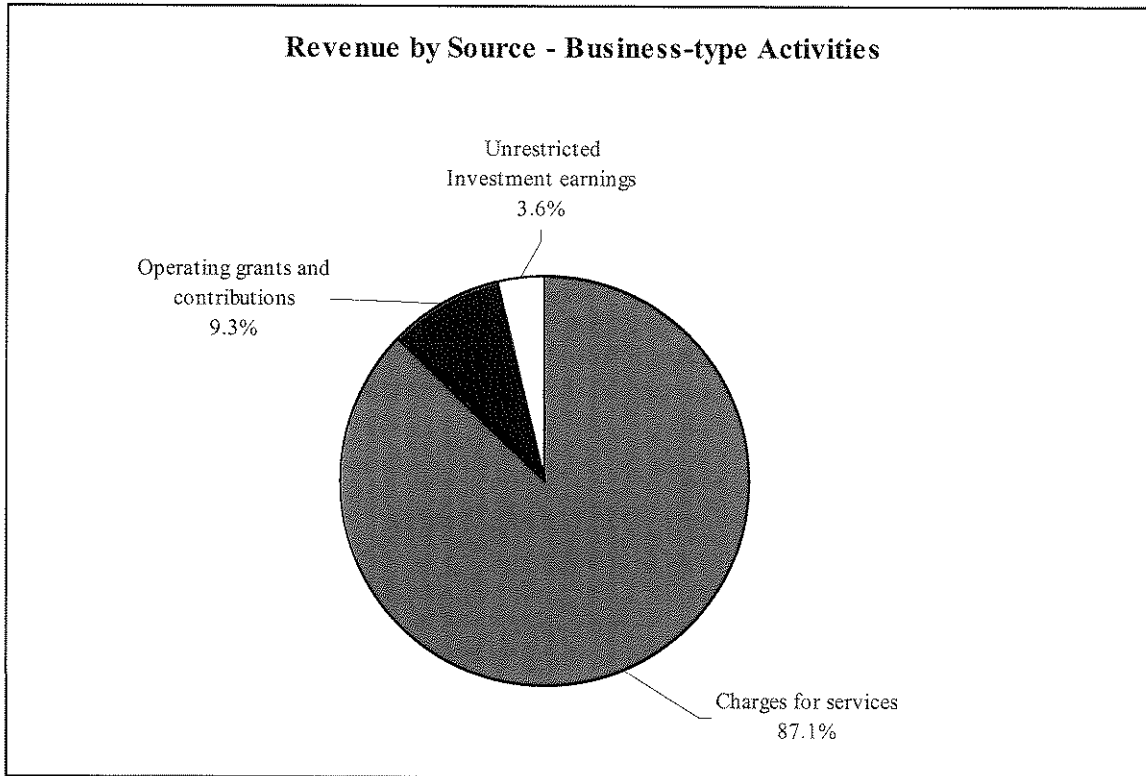
Revenue by Source - Governmental Activities



Program Revenue and Expenses - Governmental Activities



Business-type Activities. Business-type activities increased the County's net assets by \$98,782 for the year ended June 30, 2006, and was caused primarily by an increases of 12%, or \$197,041, in charges for services, and 171%, or \$122,430, in operating grants and contributions for the Landfill, Hospital, and Airports.



FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds. The County's general government functions are contained in the General, Special Revenue, Debt Service and Capital Projects Funds. Also included in these funds are the special districts governed by the Board of Supervisors. As noted previously, the focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's more immediate financing requirements.

In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At June 30, 2006, the County's governmental funds reported combined fund balances of \$13,361,874, an increase of \$1,149,821 in comparison with the prior year. Approximately 84% of the combined fund balances, or \$11,263,991, constitutes unreserved fund balance, which is available to meet the County's current and future needs. The remainder of fund balance is reserved indicating that it is not available for new spending because it has been committed: 1) to reflect inventories and the amount due from other funds that are long-term in nature and thus do not represent available spendable resources; and 2) to liquidate contractual commitments of the period.

General Fund:

The General Fund is the chief operating fund of the County. At June 30, 2006, the undesignated, unreserved fund balance of the General Fund was \$4,027,552, while total fund balance reached \$8,157,392. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represented 9% of total fund expenditures, while total fund balance represented 18% of that same amount.

The fund balance of the General Fund increased 11%, or \$811,358 during the current fiscal year.

Community Action Agency:

The fund balance of the Community Action Agency Fund increased 3%, or \$71,585 for the current year.

Road Fund:

The fund balance of the Road Fund decreased 102%, or \$141,992 for the current year.

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

Net assets of the enterprise funds increased \$98,782 for the year and is composed of the following changes:

- Solid Waste Operating Fund net assets increased \$285,066.
- Solid Waste Closure Fund net assets decreased \$73,909.
- Hospital Fund net assets decreased \$13,784.
- Orland Airport net assets decreased \$54,526.
- Willows Airport net assets decreased \$44,065.

Net assets of the internal service funds decreased \$68,002 for the year and is composed of the following changes:

- Service Center internal services fund net assets increased \$55,994.
- Public Works internal services fund net assets decreased \$82,426.

- Human Resources Agency internal services fund net assets increased \$3,896.
- Health Services Agency internal services fund net assets decreased \$12,124.
- Central Services internal services fund net assets decreased \$2,750.
- Vegetation and Environmental Management internal services fund net assets increased \$1,164.
- Underground Storage Tanks internal services fund net assets decreased \$31,643.
- Tri-County Bee internal services fund net assets decreased \$113.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the General Fund's original budget and the final amended budget for the fiscal year ended June 30, 2006 resulted in a \$1,827,421 increase in appropriations and can be briefly summarized as follows:

- 8%, or \$303,924 in decreases allocated to general government activities.
- 1%, or \$236,192 in increases allocated to public protection.
- 17%, or \$1,717,790 in increases allocated to health and sanitation.
- 1%, or \$206,078 in increases allocated to public assistance.
- 3%, or \$9,071 in increases allocated to education.
- 4%, or \$37,786 in decreases allocated to capital projects.

The significant change was the increase in health and sanitation. The health and sanitation budget was increased by \$1,717,790 due to unanticipated increases from state and federal funding sources for health services programs.

Differences between the General Fund's final amended budget and actual expenditures for the fiscal year ended June 30, 2006 totaled \$5,125,453 of unexpended appropriations and can be briefly summarized as follows:

- 4%, or \$151,029 in unexpended appropriations in the general government activities.
- 10%, or \$1,703,463 in unexpended appropriations in public protection.
- 9%, or \$1,013,129 in unexpended appropriations in health and sanitation.
- 12%, or \$2,056,553 in unexpended appropriations in public assistance.
- .03%, or \$111 in unexpended appropriations in education.
- 20%, or \$201,167 in unexpended appropriations for capital outlay.

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

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2006, amounted to \$17,865,836 (net of accumulated depreciation). This investment in capital assets includes land and easements, infrastructure, structures and improvements, equipment and construction in progress. The total increase in the County's investment in capital assets for the current period was 1% or \$182,670. Most of the increase was attributed purchases of vehicles and equipment.

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

Long-term Obligations

At June 30, 2006, the County had total long-term obligations outstanding of \$9,326,590. This amount is comprised of \$1,546,353 of compensated absences, \$3,597,195 of landfill postclosure liability, \$1,182,624 of capital leases payable, \$2,750,000 of certificates of participation, and \$250,418 of loans payable. During the year, retirements of debt amounted to \$2,974,753. Additions included \$77,750 for new loans payable, \$167,891 of compensated absences, \$246,881 for landfill closure/postclosure liability and \$2,750,500 in new certificates of participation.

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

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Glenn County Department of Finance, 516 W. Sycamore St., Willows, CA 95988.



Basic Financial Statements

COUNTY OF GLENN, CALIFORNIA

**Statement of Net Assets
June 30, 2006**

	Governmental Activities	Business-type Activities	Total	Component Unit Children & Families Commission
Assets				
Cash and investments	\$ 12,690,140	\$ 2,559,472	\$ 15,249,612	\$ 567,938
Cash with fiscal agent	34,709	-	34,709	-
Receivables (net)	6,425,118	79,177	6,504,295	70,654
Internal balances	(150,060)	150,060	-	-
Other assets	258,341	24,775	283,116	27,949
Capital assets:				
Nondepreciable	306,585	215,485	522,070	-
Depreciable, net	15,923,228	1,420,538	17,343,766	-
Total assets	35,488,061	4,449,507	39,937,568	666,541
Liabilities				
Payables	3,665,000	118,209	3,783,209	71,905
Unearned revenue	967,598	22,903	990,501	-
Long-term obligations:				
Due within one year	429,409	16,063	445,472	-
Due in more than one year	5,112,593	3,768,525	8,881,118	-
Total liabilities	10,174,600	3,925,700	14,100,300	71,905
Net Assets				
Invested in capital assets, net of related debt	12,297,189	1,458,512	13,755,701	-
Restricted for:				
Health and social services	6,076,008	-	6,076,008	-
Public protection	1,345,891	-	1,345,891	-
Other purposes	125,262	-	125,262	279,423
Unrestricted	5,469,111	(934,705)	4,534,406	315,213
Total net assets	\$ 25,313,461	\$ 523,807	\$ 25,837,268	\$ 594,636

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

COUNTY OF GLENN, CALIFORNIA

Statement of Activities
For the Fiscal Year Ended June 30, 2006

FUNCTION/PROGRAM ACTIVITIES:	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 6,460,876	\$ 1,781,124	\$ 567,626	\$ 180,968
Public protection	15,721,499	3,990,266	6,095,965	-
Public ways and facilities	3,186,281	175,329	2,932,171	-
Health and sanitation	10,981,458	389,790	11,197,008	-
Public assistance	21,407,340	31,297	21,367,895	-
Education	355,383	-	2,736	-
Interest on long-term debt	369,751	-	-	-
Total Governmental Activities	58,482,588	6,367,806	42,163,401	180,968
Business-type Activities:				
Landfill	1,344,661	1,443,850	40,120	-
Hospital	15,552	50	-	-
Airports	631,980	378,380	154,035	-
Total Business-type Activities	1,992,193	1,822,280	194,155	-
Total Primary Government	\$ 60,474,781	\$ 8,190,086	\$ 42,357,556	\$ 180,968
Component Unit:				
Children & Families Commission	\$ 593,669	\$ -	\$ 535,547	\$ -

General revenues:

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

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

Net (Expense) Revenue and Changes in Net Assets

Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Children & Families Commission
\$ (3,931,158)		\$ (3,931,158)	
(5,635,268)		(5,635,268)	
(78,781)		(78,781)	
605,340		605,340	
(8,148)		(8,148)	
(352,647)		(352,647)	
(369,751)		(369,751)	
<u>(9,770,413)</u>		<u>(9,770,413)</u>	
	\$ 139,309	139,309	
	(15,502)	(15,502)	
	<u>(99,565)</u>	<u>(99,565)</u>	
	24,242	24,242	
<u>(9,770,413)</u>	<u>24,242</u>	<u>(9,746,171)</u>	
			<u>\$ (58,122)</u>
4,349,572	-	4,349,572	-
196,565	-	196,565	-
20,958	-	20,958	-
2,626,514	-	2,626,514	-
1,047,008	-	1,047,008	-
957,676	-	957,676	-
141,155	-	141,155	-
666,175	74,485	740,660	17,973
262,433	-	262,433	-
915,442	55	915,497	-
<u>11,183,498</u>	<u>74,540</u>	<u>11,258,038</u>	<u>17,973</u>
1,413,085	98,782	1,511,867	(40,149)
23,900,376	425,025	24,325,401	634,785
<u>\$ 25,313,461</u>	<u>\$ 523,807</u>	<u>\$ 25,837,268</u>	<u>\$ 594,636</u>

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

COUNTY OF GLENN, CALIFORNIA

**Balance Sheet
Governmental Funds
June 30, 2006**

Assets	General Fund	Community Action Agency Fund	Road Fund	Other Governmental Funds	Total Governmental Funds
Cash and investments	\$ 6,860,371	\$ 893,601	\$227,646	\$ 3,623,295	\$ 11,604,913
Cash with fiscal agent	-	-	-	34,709	34,709
Accounts receivable	413,950	110,842	8,777	-	533,569
Due from other funds	295,876	5,222	48,731	73,091	422,920
Due from other governments	3,820,308	-	295,324	44,609	4,160,241
Prepaid items	75,510	4,698	-	3,604	83,812
Inventory	-	60,996	11,090	-	72,086
Other assets	45,000	-	-	-	45,000
Advances to other funds	120,492	-	-	-	120,492
Loans receivable	-	1,565,727	-	-	1,565,727
Total assets	\$ 11,631,507	\$ 2,641,086	\$ 591,568	\$ 3,779,308	\$ 18,643,469
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 960,107	\$ 71,534	\$ 199,412	\$ 96,712	\$ 1,327,765
Accrued salaries and benefits	692,892	97,969	59,198	23,877	873,936
Due to other funds	356,931	33,658	10,495	196,530	597,614
Due to other governments	799,419	5,791	75,074	148	880,432
Other liabilities	303,897	-	-	15,324	319,221
Deferred revenue	360,869	206,717	-	384,346	951,932
Advances from other funds	-	-	250,000	80,695	330,695
Total liabilities	3,474,115	415,669	594,179	797,632	5,281,595
Fund balances (deficit):					
Reserved:					
Imprest cash	4,045	250	-	7,525	11,820
Inventory	-	60,996	11,090	-	72,086
Prepaid items	75,510	4,698	-	3,604	83,812
Encumbrances	243,946	-	-	-	243,946
Advances to other funds	120,492	-	-	-	120,492
Loans receivable	-	1,565,727	-	-	1,565,727
Unreserved, designated for special projects	3,685,847	593,746	-	283,642	4,563,235
Unreserved, reported in:					
General fund	4,027,552	-	-	-	4,027,552
Special revenue funds	-	-	(13,701)	1,692,614	1,678,913
Capital project funds	-	-	-	994,291	994,291
Total fund balances (deficit)	8,157,392	2,225,417	(2,611)	2,981,676	13,361,874
Total liabilities and fund balances (deficit)	\$ 11,631,507	\$ 2,641,086	\$ 591,568	\$ 3,779,308	\$ 18,643,469

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

COUNTY OF GLENN, CALIFORNIA

Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2006

Fund balances - total governmental funds (page 16)		\$ 13,361,874
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds		15,123,423
Internal service funds are used by management to charge the costs of certain activities, such as, fleet services, public works, human resources, health services, central services and other activities to individual funds. The assets and liabilities of these funds are included as governmental activities in the statement of net assets.		2,063,313
Long-term obligations are not due and payable in the current period and therefore are not reported in the governmental funds.		
Compensated absences	(1,302,525)	
Certificates of participation	(2,750,000)	
Capital lease obligations	(1,182,624)	(5,235,149)
Net assets of governmental activities (page 13)		<u>\$ 25,313,461</u>

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

COUNTY OF GLENN, CALIFORNIA

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2006**

	General	Community Action Agency Fund	Road Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 4,333,390	\$ -	\$ -	\$ 233,705	\$ 4,567,095
Licenses and permits	1,158,551	-	29,141	174,842	1,362,534
Fines, forfeitures and penalties	1,527,705	-	-	24,839	1,552,544
Intergovernmental	35,888,704	6,390,752	2,932,171	1,845,095	47,056,722
Investment earnings	466,426	28,768	23,510	119,523	638,227
Charges for services	3,012,618	-	146,188	614,208	3,773,014
Miscellaneous	964,878	-	2,883	170,069	1,137,830
Total revenues	<u>47,352,272</u>	<u>6,419,520</u>	<u>3,133,893</u>	<u>3,182,281</u>	<u>60,087,966</u>
Expenditures:					
Current:					
General government	3,478,668	-	-	237,826	3,716,494
Public protection	15,560,846	-	-	1,370,609	16,931,455
Public ways and facilities	-	-	3,248,816	-	3,248,816
Health and sanitation	10,890,247	-	-	415,630	11,305,877
Public assistance	14,963,630	6,289,796	-	185,000	21,438,426
Education	339,751	-	-	-	339,751
Capital outlay	779,059	58,139	-	589,367	1,426,565
Debt service:					
Principal	-	-	56,380	2,856,243	2,912,623
Interest	199,444	-	7,075	161,619	368,138
Total expenditures	<u>46,211,645</u>	<u>6,347,935</u>	<u>3,312,271</u>	<u>5,816,294</u>	<u>61,688,145</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,140,627</u>	<u>71,585</u>	<u>(178,378)</u>	<u>(2,634,013)</u>	<u>(1,600,179)</u>
Other financing sources (uses):					
Transfers in	233,997	-	36,386	936,408	1,206,791
Transfers out	(563,266)	-	-	(643,525)	(1,206,791)
Debt issuance	-	-	-	2,750,000	2,750,000
Total other financing sources (uses):	<u>(329,269)</u>	<u>-</u>	<u>36,386</u>	<u>3,042,883</u>	<u>2,750,000</u>
Net change in fund balances	811,358	71,585	(141,992)	408,870	1,149,821
Fund balances - beginning	<u>7,346,034</u>	<u>2,153,832</u>	<u>139,381</u>	<u>2,572,806</u>	<u>12,212,053</u>
Fund balances (deficit) - ending	<u>\$ 8,157,392</u>	<u>\$ 2,225,417</u>	<u>\$ (2,611)</u>	<u>\$ 2,981,676</u>	<u>\$ 13,361,874</u>

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

COUNTY OF GLENN, CALIFORNIA

**Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2006**

Net change in fund balances - total governmental funds (page 18) \$ 1,149,821

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

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

Capital outlay expenditures	1,426,565	
Depreciation expense	<u>(1,103,925)</u>	322,640

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Principal payments	2,912,623	
Debt issuance	<u>(2,750,000)</u>	162,623

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Change in long-term compensated absences		(153,997)
--	--	-----------

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

		<u>(68,002)</u>
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Change in net assets of governmental activities (page 15)

		<u><u>\$ 1,413,085</u></u>
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The notes to the basic financial statements are an integral part of this statement.

COUNTY OF GLENN, CALIFORNIA

Statement of Net Assets
Proprietary Funds
June 30, 2006

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Hospital	Orland Airport	Willows Airport		
Assets							
Current assets:							
Cash and investments	\$ 728,021	\$ 1,742,027	\$ 48,924	\$ 16,546	\$ 23,954	\$ 2,559,472	\$ 1,085,227
Accounts receivable	63,824	-	2,058	-	-	65,882	141,654
Due from other funds	36,744	-	-	-	-	36,744	495,185
Due from other governments	9	-	-	13,286	-	13,295	23,927
Prepaid items	-	-	-	-	-	-	25,416
Inventory	-	-	-	11,173	13,602	24,775	32,027
Total current assets	828,598	1,742,027	50,982	41,005	37,556	2,700,168	1,803,436
Noncurrent assets:							
Advances to other funds	-	258,000	-	-	-	258,000	-
Capital assets:							
Land	-	-	114,158	70,055	31,272	215,485	-
Structures and improvements	38,131	-	2,174,233	411,617	1,004,558	3,628,539	391,088
Machinery and equipment	1,463,031	-	2,419	384,450	110,240	1,960,140	2,868,624
Less accumulated depreciation	(1,095,108)	-	(2,176,652)	(455,222)	(441,159)	(4,168,141)	(2,153,322)
Total noncurrent assets	406,054	258,000	114,158	410,900	704,911	1,894,023	1,106,390
Total assets	1,234,652	2,000,027	165,140	451,905	742,467	4,594,191	2,909,826
Liabilities							
Current Liabilities:							
Accounts payable	53,737	-	-	21,276	20,177	95,190	66,019
Accrued salaries and benefits	15,522	-	-	-	-	15,522	180,224
Due to other funds	3,308	-	-	64,265	29,314	96,887	260,348
Due to other governments	513	-	-	-	-	513	17,403
Unearned revenue	161	-	-	13,832	8,910	22,903	15,666
Loans payable - current	-	-	-	7,200	7,137	14,337	9,989
Compensated absences	1,726	-	-	-	-	1,726	26,844
Total current liabilities	74,967	-	-	106,573	65,538	247,078	576,493
Noncurrent liabilities:							
Deposits	1,000	-	-	-	5,984	6,984	-
Advances from other funds	-	-	-	18,000	29,797	47,797	-
Loans payable	-	-	-	84,533	78,641	163,174	62,918
Compensated absences	8,156	-	-	-	-	8,156	207,102
Landfill closure/postclosure liability	-	3,597,195	-	-	-	3,597,195	-
Total noncurrent liabilities	9,156	3,597,195	-	102,533	114,422	3,823,306	270,020
Total liabilities	84,123	3,597,195	-	209,106	179,960	4,070,384	846,513
Net Assets (Deficit)							
Invested in capital assets, net of related debt	406,054	-	114,158	319,167	619,133	1,458,512	1,106,390
Unrestricted	744,475	(1,597,168)	50,982	(76,368)	(56,626)	(934,705)	956,923
Total net assets (deficit)	\$ 1,150,529	\$ (1,597,168)	\$ 165,140	\$ 242,799	\$ 562,507	\$ 523,807	\$ 2,063,313

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

COUNTY OF GLENN, CALIFORNIA

Statement of Revenues, Expenses and Changes in Fund Net Assets
 Proprietary Funds
 For the Fiscal Year Ended June 30, 2006

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Solid Waste Operating	Solid Waste Closure	Hospital	Orland Airport	Willows Airport		
Operating revenues:							
Charges for services	\$ 1,443,149	\$ -	\$ -	\$ 164,243	\$ 214,137	\$ 1,821,529	\$ 6,938,100
Miscellaneous	701	-	50	-	-	751	40,045
Total operating revenues	<u>1,443,850</u>	<u>-</u>	<u>50</u>	<u>164,243</u>	<u>214,137</u>	<u>1,822,280</u>	<u>6,978,145</u>
Operating expenses:							
Salaries and benefits	356,960	-	-	17,336	19,738	394,034	4,762,582
Services and supplies	670,748	-	15,552	187,231	332,448	1,205,979	2,024,095
Depreciation	67,759	-	-	32,753	33,463	133,975	345,805
Closure/postclosure care costs	-	246,881	-	-	-	246,881	-
Total operating expenses	<u>1,095,467</u>	<u>246,881</u>	<u>15,552</u>	<u>237,320</u>	<u>385,649</u>	<u>1,980,869</u>	<u>7,132,482</u>
Operating income (loss)	<u>348,383</u>	<u>(246,881)</u>	<u>(15,502)</u>	<u>(73,077)</u>	<u>(171,512)</u>	<u>(158,589)</u>	<u>(154,337)</u>
Nonoperating revenues (expenses):							
Investment earnings	18,876	52,972	1,718	260	659	74,485	27,948
Interest expense	(2,313)	-	-	(5,050)	(3,961)	(11,324)	(1,613)
Intergovernmental	40,120	-	-	23,286	130,749	194,155	60,000
Other	-	-	-	55	-	55	-
Total nonoperating revenues (expenses)	<u>56,683</u>	<u>52,972</u>	<u>1,718</u>	<u>18,551</u>	<u>127,447</u>	<u>257,371</u>	<u>86,335</u>
Income (loss) before transfers	405,066	(193,909)	(13,784)	(54,526)	(44,065)	98,782	(68,002)
Transfers in	-	120,000	-	-	-	120,000	-
Transfers out	(120,000)	-	-	-	-	(120,000)	-
Change in net assets	285,066	(73,909)	(13,784)	(54,526)	(44,065)	98,782	(68,002)
Net assets (deficit) - beginning	865,463	(1,523,259)	178,924	297,325	606,572	425,025	2,131,315
Net assets (deficit) - ending	<u>\$ 1,150,529</u>	<u>\$ (1,597,168)</u>	<u>\$ 165,140</u>	<u>\$ 242,799</u>	<u>\$ 562,507</u>	<u>\$ 523,807</u>	<u>\$ 2,063,313</u>

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

COUNTY OF GLENN, CALIFORNIA

Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2006

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Operating	Solid Waste Closure	Hospital	Orland Airport	Willows Airport	Total	
Cash flows from operating activities:							
Receipts from customers and users	\$ 1,488,265	\$ -	\$ 327	\$ 165,744	\$ 236,977	\$ 1,891,313	\$ 7,018,018
Receipts from interfund services provided	(89,483)	-	-	-	-	(89,483)	(298)
Payments to suppliers	(721,553)	-	(15,552)	(173,961)	(331,283)	(1,242,349)	(2,036,518)
Payments to employees	(349,141)	-	-	(17,336)	(19,738)	(386,215)	(4,731,620)
Payments for interfund services used	-	-	-	17,812	(3,228)	14,584	80,091
Net cash provided by (used for) operating activities	328,088	-	(15,225)	(7,741)	(117,272)	187,850	329,673
Cash flows from noncapital financing activities:							
Transfers in	-	120,000	-	-	-	120,000	-
Transfers out	(120,000)	-	-	-	-	(120,000)	-
Subsidy from federal/state grant	40,120	-	-	23,286	130,749	194,155	60,000
Advances to/from other funds	-	(258,000)	-	8,000	-	(250,000)	-
Net cash provided by (used for) noncapital financing activities	(79,880)	(138,000)	-	31,286	130,749	(55,845)	60,000
Cash flows from capital and related financing activities:							
Proceeds from loan	-	-	-	-	-	-	77,750
Debt principal paid	(43,916)	-	-	(6,667)	(6,704)	(57,287)	(4,843)
Interest paid	(2,313)	-	-	(5,050)	(3,961)	(11,324)	(1,613)
Acquisition of capital assets	(16,484)	-	-	-	-	(16,484)	(323,326)
Net cash used for capital and related financing activities	(62,713)	-	-	(11,717)	(10,665)	(85,095)	(252,032)
Cash flows from investing activities:							
Interest received	18,876	52,972	1,718	260	659	74,485	27,948
Net increase (decrease) in cash and cash equivalents	204,371	(85,028)	(13,507)	12,088	3,471	121,395	165,589
Cash and cash equivalents, beginning	523,650	1,827,055	62,431	4,458	20,483	2,438,077	919,638
Cash and cash equivalents, ending	\$ 728,021	\$ 1,742,027	\$ 48,924	\$ 16,546	\$ 23,954	\$ 2,559,472	\$ 1,085,227
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:							
Operating income (loss)	\$ 348,383	\$ (246,881)	\$ (15,502)	\$ (73,077)	\$ (171,512)	\$ (158,589)	\$ (154,337)
Adjustment to reconcile operating income (loss) to net cash provided by (used for) operating activities:							
Depreciation	67,759	-	-	32,753	33,463	133,975	345,805
Other revenue	-	-	-	55	-	55	-
Changes in assets and liabilities:							
Accounts receivable	44,256	-	277	2,371	13,612	60,516	(5,020)
Due from other funds	(35,696)	-	-	4,254	-	(31,442)	(139,637)
Due from other governments	(2)	-	-	(13,286)	-	(13,288)	45,178
Prepaid items	200	-	-	-	-	200	(24,826)
Inventory	-	-	-	(7,593)	(10,489)	(18,082)	(1,594)
Accounts payable	(51,518)	-	-	20,863	11,654	(19,001)	(19,196)
Accrued salaries and benefits	6,363	-	-	-	-	6,363	18,662
Due to other funds	(53,787)	-	-	13,558	(3,228)	(43,457)	219,430
Due to other governments	513	-	-	-	-	513	17,403
Unearned revenue	161	-	-	12,361	3,244	15,766	15,367
Deposits from others	-	-	-	-	5,984	5,984	-
Landfill closure/postclosure liability	-	246,881	-	-	-	246,881	-
Compensated absences	1,456	-	-	-	-	1,456	12,438
Total adjustments	(20,295)	246,881	277	65,336	54,240	346,439	484,010
Net cash provided by (used for) operating activities	\$ 328,088	\$ -	\$ (15,225)	\$ (7,741)	\$ (117,272)	\$ 187,850	\$ 329,673

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

COUNTY OF GLENN, CALIFORNIA

**Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2006**

	<u>Investment Trust Fund</u>	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>
Assets			
Cash and investments	\$ 25,168,220	\$ 25,262	\$ 3,169,531
Cash with fiscal agent	-	-	659,795
Taxes receivable	-	-	1,189,290
Due from other governments	-	-	37,763
Other assets	-	-	200,044
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 25,168,220</u>	<u>\$ 25,262</u>	<u>\$ 5,256,423</u>
Liabilities			
Accounts payable	\$ -	\$ -	\$ 1,263,071
Due to other governments	-	-	192,204
Agency obligations	-	-	3,801,148
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 5,256,423</u>
Net Assets			
Net assets held in trust for library supplies	-	25,262	
Net assets held in trust for external pool participants	<u>25,168,220</u>	<u>-</u>	
	<u> </u>	<u> </u>	
Total net assets	<u>\$ 25,168,220</u>	<u>\$ 25,262</u>	

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

COUNTY OF GLENN, CALIFORNIA

**Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2006**

	Investment Trust Fund	Private Purpose Trust Fund
Additions:		
Contributions to pooled investments	\$ 176,237,521	\$ 25,198
Investment income (net)	882,963	735
Total additions	177,120,484	25,933
Deductions:		
Distribution from pooled investments	177,969,260	-
Library supplies	-	25,869
Total deductions	177,969,260	25,869
Total change in net assets	(848,776)	64
Net assets held in trust - beginning	26,016,996	25,198
Net assets held in trust - ending	\$ 25,168,220	\$ 25,262

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



Notes to the Basic Financial Statements

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

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

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

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and Fund Financial Statements

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

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

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

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

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

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

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The County reports the following major governmental funds:

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

The County reports the following major enterprise funds:

- The Solid Waste Operating Enterprise Fund is responsible for the operation and maintenance of the County Solid Waste Landfill operated by the County's public works department.
- The Solid Waste Closure Enterprise Fund accounts for revenues and expenses related to the future closure and post-closure maintenance of the landfill.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- The Hospital Enterprise Fund accounts for the remaining accounts receivable to be collected from the hospital's operations, current expenses related to retiree health insurance for former hospital employees and some maintenance on the hospital building.
- The Orland Airport Enterprise Fund accounts for revenues and expenses related to the operation of the Airport. The airport has one runway, which is approximately 5,160 feet long and 50 feet wide.
- The Willows Airport Enterprise Fund accounts for revenues and expenses related to the operation of the airport located in Willows, CA at the southwest corner of State Route 162 and Interstate 5.

Additionally, the County reports the following fund types:

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's proprietary funds are charges to customers for sales and services rendered. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

1. *Cash and Investments*

The County pools cash and investments with the County Treasurer. Interest from bank accounts and investments are allocated quarterly to the various funds based on the average daily cash balances of the funds entitled to receive interest. It is the County's policy to charge interest to funds which have a negative cash balance. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the fund that earns the interest. The County has stated required investments at fair value in the basic financial statements. The fair value of investments is based on published market prices and quotations from major investment brokers. The investments are marked to market and the net asset value is calculated annually for the County Treasurer's Investment Pool ("Pool"). For purposes of the statement of cash flows, the County considers all pooled cash and investments held by the Treasurer and imprest cash as cash equivalents. The Treasurer's investment pool values participants' shares on an amortized cost basis. At June 30, 2006, there is no material difference between pool participant's shares valued on an amortized cost basis compared to fair value.

2. *Interfund Receivables and Payables*

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

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

4. *Inventory and Prepaid Items*

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

Prepaid items represent funds expended for goods and/or services prior to the end of the fiscal year but benefit periods extending beyond June 30, 2006. A portion of fund balance has been reserved to indicate that prepaid items do not represent expendable available financial resources.

5. *Capital Assets*

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

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

**COUNTY OF GLENN, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

6. *Federal, State and Local Grants*

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

7. *Due To/Due From Other Governments*

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

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. *Deferred Revenue*

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

9. *Compensated Absences*

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

10. *Long-term Obligations*

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

11. *Net Assets/Fund Balances*

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

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

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

As of June 30, 2006, reservations and designations of fund balance are described below:

- *Reserve for imprest cash* - to reflect the portion of the fund balance that is not available for expenditure because the County maintains various levels of revolving funds for daily operations.
- *Reserve for inventory* - to reflect balances on inventory accounts for which resources have already been expended, but not consumed.
- *Reserved for prepaid items* - to reflect balances of prepaid items accounts for which resources have already been expended, but are not considered available spendable resources.
- *Reserve for encumbrances* - to reflect the outstanding contractual obligations for which goods and services have not been received as of June 30, 2006.
- *Reserve for advances to other funds* - to reflect amounts due from other funds that are long-term in nature and that is not available for appropriation.
- *Reserve for loans receivable* - to reflect a segregation of a portion of fund balance to indicate that assets equal to long-term loans receivable are not available for appropriation.
- *Designated for special projects* - to reflect the portion of fund balance that is designated for future special project expenditures.

12. Use of Estimates

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

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 2 – CASH AND INVESTMENTS

Cash and investments as of June 30, 2006 are classified in the accompanying financial statements as follows:

Statement of Net Assets:	
Cash and investments:	
Primary government	\$ 15,249,612
Component unit	567,938
Cash with fiscal agent:	
Primary government	34,709
Statement of Fiduciary Net Assets:	
Cash and investments:	
Investment Trust Fund	25,168,220
Private Purpose Trust Fund	25,262
Agency Funds	3,169,531
Cash with fiscal agent:	
Agency Funds	659,795
Total cash and investments	<u>\$ 44,875,067</u>

Cash and investments as of June 30, 2006 consist of the following:

Cash and investments:	
Cash on hand	\$ 12,480
Deposits with financial institutions	4,174,289
Investments	39,993,794
Cash with fiscal agent:	
Deposits with financial institutions	694,504
Total cash and investments	<u>\$ 44,875,067</u>

A. Authorized Investments

Investments are selected based on safety, liquidity and yield.

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

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

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 2 – CASH AND INVESTMENTS (Continued)

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

The County is a voluntary participant in the Local Agency Investment Fund (LAIF). The total amount invested by all public agencies in LAIF as of June 30, 2006 was \$16.4 billion. LAIF is part of the State of California's Pooled Money Investment Account (PMIA), which, as of June 30, 2006 had a balance of \$63.2 billion. PMIA is not SEC registered, but is required to invest according to California State Government Code. The weighted average maturity of PMIA investments was 152 days as of June 30, 2006. The Local Agency Advisory Board (LAIB) has oversight responsibility for LAIF. The LAIB consists of five members as designated by state statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the County's portion of the pool. Included in LAIF's investment portfolio are certain derivative securities or similar products in the form of structured notes totaling \$225,000,000, and asset-backed securities totaling \$1,400,919,000. Investments in LAIF are highly liquid, as deposits can be converted to cash within 24 hours without loss of interest.

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

B. Concentration of Credit Risk

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

Federal Home Loan Bank	\$10,945,375
Federal Home Loan Mortgage Corporation	8,011,077
Federal National Mortgage Association	4,000,000

C. Custodial Credit Risk

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

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 2 – CASH AND INVESTMENTS (Continued)

D. Interest Rate and Credit Risk

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

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

As of June 30, 2006, the County's investments and credit ratings are as follows:

	Credit Rating (S & P and Moody's)	Maturity				Fair Value
		Under 30 Days	31 – 180 Days	181-365 Days	1-3 Years	
Investment Pool:						
Cash in bank and on hand		\$ --	\$ --	\$ --	\$ --	\$ 8,724,712
Outstanding warrants		--	--	--	--	(4,537,943)
Net cash on hand						<u>4,186,769</u>
Investments managed by County Treasurer:						
LAIF	Not Rated	--	6,198,561	--	--	6,198,561
CAMP	Not Rated	--	1,094,420	--	--	1,094,420
Teeter Plan Note	Not Rated	--	--	1,200,000	--	1,200,000
U.S. Agency Securities:						
Federal Home Loan Bank Federal Home Loan	AAA	--	2,000,000	2,997,000	5,948,375	10,945,375
Mortgage Corporation Federal National	AAA	2,000,000	4,941,950	960,794	108,333	8,011,077
Mortgage Association	AAA	1,000,000	1,000,000	2,000,000	--	4,000,000
Corporate Notes	AA	--	--	1,973,540	1,986,887	3,960,427
U.S. Treasury Securities	N/A	--	2,016,293	1,002,673	--	3,018,966
Certificate of Deposit	N/A	--	--	1,500,000	--	1,500,000
Money Market Mutual Fund	AAA	64,938	--	--	--	<u>64,968</u>
Total investments managed by County Treasurer						<u>39,993,794</u>
Total Investment Pool						44,180,563
Cash with Fiscal Agent:						
Cash in bank		--	--	--	--	<u>694,504</u>
Total cash and investments						<u>\$ 44,875,067</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 2 – CASH AND INVESTMENTS (Continued)

The County Director of Finance manages cash and investments of the County Treasury. Certain special districts and all public school districts are required by legal provisions to deposit their funds with the County Treasurer. The Treasurer's investment pool consists almost entirely of such districts and includes 80 percent involuntary participation as of June 30, 2006.

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

Investments	Fair Value	Principal	Interest Rate	Maturity Range
LAIF	\$ 6,198,561	\$ 6,198,561	4.53%	7/06
CAMP	1,094,420	1,094,420	4.95%	7/06
Teeter Plan Note	1,200,000	1,200,000	3.02%	6/07
U.S. Agency Securities	22,956,452	23,000,000	3.0%-5.5%	7/06-11/07
Corporate Notes	3,960,427	4,000,000	4.54%-5.33%	1/07-1/08
U.S. Treasury Securities	3,018,966	3,000,000	4.5%-4.75%	10/06-3/07
Certificate of Deposit	1,500,000	1,500,000	4.7%	5/07
Money Market Mutual Fund	64,968	64,968	4.71%	7/06
Total Investments	<u>\$ 39,993,794</u>			

Condensed Investment Pool Information

The following represents a condensed statement of net assets and statement of changes in net assets for the activity in the Treasurer's investment pool as of and for the year ended June 30, 2006:

	Internal Participants	External Participants	Total Investment Pool
<u>Statement of net assets</u>			
Net pooled cash and investments	<u>\$ 19,012,343</u>	<u>\$ 25,168,220</u>	<u>\$ 44,180,563</u>
<u>Statement of changes in net assets (internal and external)</u>			
Net assets at July 1, 2005			\$ 42,275,849
Net deposits and withdrawals by pool Participants			423,079
Net investment income for pool participants			1,481,635
Net assets at June 30, 2006			<u>\$ 44,180,563</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 3 – RECEIVABLES

Receivables at June 30, 2006, for the County's major individual funds, nonmajor and internal service funds in the aggregate, are as follows:

Receivables- Governmental Activities:	Accounts		Due From Other	
	Receivable	Loans	Governments	Total
General Fund	\$ 413,950	\$ --	\$ 3,820,308	\$ 4,234,258
Community Action Agency Fund	110,842	1,565,727	--	1,676,569
Road Fund	8,777	--	295,324	304,101
Other Governmental Funds	--	--	44,609	44,609
Internal Service Funds	141,654	--	23,927	165,581
	<u>\$ 675,223</u>	<u>\$ 1,565,727</u>	<u>\$ 4,184,168</u>	<u>\$ 6,425,118</u>

Receivables- Business-type Activities:	Accounts		Due From Other	
	Receivable	Governments	Total	
Solid Waste Operating Fund	\$ 63,824	\$ 9	\$ 63,833	
Hospital	2,058	--	2,058	
Orland Airport	--	13,286	13,286	
	<u>\$ 65,882</u>	<u>\$ 13,295</u>	<u>\$ 79,177</u>	

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

NOTE 4 – CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2006 for the governmental activities and business-type activities are as follows:

	Balance July 1, 2005	Increases	Decreases	Balance June 30, 2006
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 306,585	\$ --	\$ --	\$ 306,585
Construction in progress	2,282,393	--	(2,282,393)	--
Total capital assets, not being depreciated	<u>2,588,978</u>	<u>--</u>	<u>(2,282,393)</u>	<u>306,585</u>
Capital assets, being depreciated:				
Structures and improvements	14,891,890	2,796,458	--	17,688,348
Equipment	11,346,061	1,235,826	(65,833)	12,516,054
Infrastructure	2,193,773	--	--	2,193,773
Total capital assets, being depreciated	<u>28,431,724</u>	<u>4,032,284</u>	<u>(65,833)</u>	<u>32,398,175</u>
Less accumulated depreciation for:				
Structures and improvements	(6,821,240)	(342,143)	--	(7,163,383)
Equipment	(8,160,122)	(1,052,744)	65,833	(9,147,033)
Infrastructure	(109,688)	(54,843)	--	(164,531)
Total accumulated depreciation	<u>(15,091,050)</u>	<u>(1,449,730)</u>	<u>65,833</u>	<u>(16,474,947)</u>
Total capital assets, being depreciated, net	<u>13,340,674</u>	<u>2,582,554</u>	<u>--</u>	<u>15,923,228</u>
Governmental activities, net	<u>\$ 15,929,652</u>	<u>\$ 2,582,554</u>	<u>\$ (2,282,393)</u>	<u>\$ 16,229,813</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 4 – CAPITAL ASSETS (Continued)

	Balance July 1, 2005	Increases	Decreases	Balance June 30, 2006
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 215,485	\$ --	\$ --	\$ 215,485
Capital assets, being depreciated:				
Structures and improvements	3,628,540	--	--	3,628,540
Equipment	1,943,656	16,484	--	1,960,140
Total capital assets, being depreciated	5,572,196	16,484	--	5,588,680
Less accumulated depreciation for:				
Structures and improvements	(2,781,718)	(37,627)	--	(2,819,345)
Equipment	(1,252,449)	(96,348)	--	(1,348,797)
Total accumulated depreciation	(4,034,167)	(133,975)	--	(4,168,142)
Total capital assets, being depreciated, net	1,538,029	(117,491)	--	1,420,538
Business-type activities, net	\$ 1,753,514	\$ (117,491)	\$ --	\$ 1,636,023

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

Governmental activities:

General government	\$ 360,479
Public protection	251,886
Public ways and facilities	137,457
Health and sanitation	23,027
Public assistance	271,323
Education	59,753
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	345,805
Total depreciation expense – governmental activities	<u>\$ 1,449,730</u>

Business-type activities:

Solid Waste Operating	\$ 67,759
Orland Airport	32,753
Willows Airport	33,463
Total depreciation expense – business-type activities	<u>\$ 133,975</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 5 – LONG-TERM OBLIGATIONS

The following is a summary of long-term liabilities transactions for the year ended June 30, 2006:

	Balance July 1, 2005	Additions	Retirements	Balance June 30, 2006	Due Within One Year
Governmental activities:					
Certificates of participation	\$ --	\$ 2,750,000	\$ --	\$ 2,750,000	\$ 35,000
Loans payable	2,612,500	77,750	(2,617,343)	72,907	9,989
Capital lease obligations	1,482,747	--	(300,123)	1,182,624	252,855
Compensated absences	1,370,036	1,220,639	(1,054,204)	1,536,471	131,565
Total governmental activities long-term obligations	<u>\$ 5,465,283</u>	<u>\$ 4,048,389</u>	<u>\$ (3,971,670)</u>	<u>\$ 5,542,002</u>	<u>\$ 429,409</u>
	Balance July 1, 2005	Additions	Retirements	Balance June 30, 2006	Due Within One Year
Business-type activities:					
Loans payable	\$ 190,882	\$ --	\$ (13,371)	\$ 177,511	\$ 14,337
Capital lease obligations	43,916	--	(43,916)	--	--
Landfill postclosure liability	3,350,314	246,881	--	3,597,195	--
Compensated absences	8,426	11,855	(10,399)	9,882	1,726
Total business-type activities long-term obligations	<u>\$ 3,593,538</u>	<u>\$ 258,736</u>	<u>\$ (67,686)</u>	<u>\$ 3,784,588</u>	<u>\$ 16,063</u>

Certificates of Participation

In September 2005, the County issued \$2,250,000 of 2005 Series A and \$500,000 of Series B Certificates of Participation (COP). The proceeds of the COPs were used to repay a loan to U.S. Bank National Association. The original loan was used to finance the construction of the new County Office of Education Building in Willows. The COPs mature in September, 2045 and bear an interest rate of 4.125%.

Loans Payable

In September 2005, the County obtained a loan in the amount of \$77,750 for the purchase of a building inspection and permitting software system. The loan matures in September, 2012 and bears an interest rate of 4.15%.

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 5 – LONG-TERM OBLIGATIONS (Continued)

As of June 30, 2006, the long-term obligations payable from county resources consisted of the following:

<u>Type and description</u>	<u>Maturity</u>	<u>Interest rates</u>	<u>Original issue</u>	<u>Outstanding</u>
<u>Governmental Activities</u>				
Certificates of Participation:				
2005 Series A – Office of Education Facility	September, 2045	4.125%	\$ 2,250,000	\$ 2,250,000
2005 Series B – Office of Education Facility	September, 2045	4.125%	500,000	500,000
Total certificates of participation				<u>2,750,000</u>
Loan Payable:				
Western Municipal Securities Corporation	September, 2012	4.15%	77,750	<u>72,907</u>
Capital Leases:				
Western Municipal Securities Corporation	October, 2008	3.50%	1,195,000	628,000
Western Municipal Securities Corporation	July, 2018	4.0%	515,000	434,920
Public Capital Corporation	January, 2011	4.25%	160,893	119,704
Total capital leases				<u>1,182,624</u>
Compensated absences				<u>1,536,471</u>
Total governmental activities				<u>\$ 5,542,002</u>
<u>Business-type Activities</u>				
Solid Waste Operating				
Compensated absences				<u>\$ 9,882</u>
Orland Airport				
Loan Payable:				
State of California, Department of Transportation	January, 2016	5.132%	\$ 120,000	91,733
Willows Airport				
Loan Payable:				
State of California, Department of Transportation	January, 2016	4.283%	125,000	<u>85,778</u>
Total loans payable				<u>177,511</u>
Solid Waste Closure				
Landfill closure/postclosure liability				<u>3,597,195</u>
Total business-type activities				<u>\$ 3,784,588</u>

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 5 – LONG-TERM OBLIGATIONS (Continued)

Certificates of Participation:

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

Year Ending June 30,	Governmental Activities			
	Series A		Series B	
	Principal	Interest	Principal	Interest
2007	\$ 30,000	\$ 92,813	\$ 5,000	\$ 20,625
2008	25,000	91,575	5,000	20,419
2009	25,000	90,544	5,000	20,213
2010	25,000	89,513	5,000	20,006
2011	25,000	88,481	5,000	19,800
2012-2016	155,000	424,875	25,000	95,906
2017-2021	185,000	390,638	50,000	88,687
2022-2026	225,000	349,388	50,000	78,375
2027-2031	280,000	298,650	65,000	67,444
2032-2036	345,000	235,538	75,000	52,594
2037-2041	415,000	159,019	95,000	35,887
2042-2046	515,000	65,172	115,000	14,850
	<u>\$ 2,250,000</u>	<u>\$ 2,376,206</u>	<u>\$ 500,000</u>	<u>\$ 534,806</u>

Loans Payable:

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

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

Year Ending June 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2007	\$ 9,989	\$ 2,923	\$ 14,337	\$ 8,381
2008	10,408	2,504	15,302	7,706
2009	10,845	2,068	16,269	6,985
2010	11,299	1,614	17,234	6,218
2011	11,773	1,139	18,200	5,405
2012-2016	18,593	776	96,169	13,227
	<u>\$ 72,907</u>	<u>\$ 11,024</u>	<u>\$ 177,511</u>	<u>\$ 47,922</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 5 – LONG-TERM OBLIGATIONS (Continued)

Capital Leases:

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

The assets acquired through capital leases are as follows:

	Governmental Activities
Structures and improvements	\$ 3,500,000
Equipment	160,894
Total	3,660,894
Less accumulated depreciation	(1,184,818)
Net capital assets under capital leases	\$ 2,476,076

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2006 are as follows:

Year Ending June 30,	Governmental Activities
2007	\$ 293,492
2008	293,299
2009	293,844
2010	73,047
2011	73,141
2012-2016	229,947
2017-2018	91,978
Total minimum lease payments	1,348,748
Less amount representing interest	(166,124)
Present value of minimum lease payments	\$ 1,182,624

Arbitrage:

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

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 6 – INTERFUND TRANSACTIONS

A. Interfund Receivables/Payables

Interfund receivables and payables result from 1) the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system or 3) payments between funds are made. The following schedule briefly summarizes the amounts due to/from other funds at June 30, 2006:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Community Action Agency Fund	\$ 3,354
	Road Fund	1,587
	Other Governmental Funds	185,779
	Solid Waste Operating Fund	2,467
	Orland Airport Fund	199
	Internal Service Funds	102,490
		<u>295,876</u>
Community Action Agency Fund	General Fund	4,500
	Internal Service Funds	722
		<u>5,222</u>
Road Fund	General Fund	526
	Orland Airport Fund	4,287
	Internal Service Funds	43,918
		<u>48,731</u>
Other Governmental Funds	General Fund	35,297
	Internal Service Funds	37,794
		<u>73,091</u>
Solid Waste Operating Fund	General Fund	91
	Other Governmental Funds	62
	Internal Service Funds	36,591
		<u>36,744</u>
Internal Service Funds	General Fund	316,517
	Community Action Agency Fund	30,304
	Road Fund	8,908
	Other Governmental Funds	10,689
	Solid Waste Operating Fund	841
	Orland Airport Fund	59,779
	Willows Airport Fund	29,314
	Internal Service Funds	38,833
		<u>495,185</u>
	<u>\$ 954,849</u>	

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 6 – INTERFUND TRANSACTIONS (Continued)

General Fund

Various nonmajor special revenue funds owed \$185,779 and internal service funds owed \$102,490 to the General Fund for expenditures incurred but not paid in cash at year-end.

Internal Service Funds

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

The General Fund (Health and Social Service Department) owed \$316,517 to the internal service funds for expenditures incurred but not paid in cash at year-end.

Advances to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 80,695
	Orland Airport Fund	10,000
	Willows Airport Fund	29,797
		<u>120,492</u>
Solid Waste Closure Fund	Road Fund	250,000
	Orland Airport Fund	8,000
		<u>258,000</u>
		<u>\$ 378,492</u>

The General Fund advanced the Surface Groundwater and Weed Grants Special Revenue Fund \$80,695, Orland and Willows Airport Funds \$39,797 for cash flow assistance.

The Solid Waste Operating Fund advanced the Road Fund \$250,000 and Orland Airport Fund \$8,000 for cash flow assistance.

B. Transfers:

Transfers are indicative of funding for capital projects, re-allocations of special revenues and subsidies of various County operations. The following schedule briefly summarizes the County's transfer activity for the fiscal year ended June 30, 2006:

<u>Transfer To</u>	<u>Transfer From</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 233,997
Road Fund	General Fund	<u>36,386</u>
Other Governmental Funds	General Fund	526,880
	Other Governmental Funds	409,528
		<u>936,408</u>
Solid Waste Closure Fund	Solid Waste Operating Fund	<u>120,000</u>
		<u>\$ 1,326,791</u>

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 6 – INTERFUND TRANSACTIONS (Continued)

General Fund

The General Fund made a net contribution of \$329,269 to other funds to offset operating costs of various programs.

Of the amounts transferred out, the Accumulated Capital Outlay Fund and Building Fund received a total of \$402,703 for the Willows Memorial Hall and Courthouse Facility conversion. In addition, the General Fund transferred \$102,656 to the Debt Service Fund to pay for loan principal and interest payments.

Health Services (General Fund) received \$14,139 from the California Waste Management Special Revenue Fund, \$75,158 from the Proposition 36 Special Revenue Fund, and \$ 42,281 from the Bio-Terrorism Special Revenue Fund to offset operating costs of its various programs.

Solid Waste Operating Fund

The Solid Waste Operating Fund transferred \$120,000 to the Solid Waste Closure Fund representing the minimum funding requirements for closure/postclosure care costs.

NOTE 7 – PAYABLES

Payables at June 30, 2006, for the County’s major individual funds, nonmajor and internal service funds, in the aggregate, are as follows:

Payables-	Accounts	Accrued	Due to Other	Other	Total
Governmental Activities:	Payable	Salaries and Benefits	Governments	Liabilities	
General Fund	\$ 960,107	\$ 692,892	\$ 799,419	\$ 303,897	\$ 2,756,315
Community Action Agency Fund	71,534	97,969	5,791	--	175,294
Road Fund	199,412	59,198	75,074	--	333,684
Other Governmental Funds	96,712	23,877	148	15,324	136,061
Internal Service Funds	66,019	180,224	17,403	--	263,646
Total payables	\$ 1,393,784	\$ 1,054,160	\$ 897,835	\$ 319,221	\$ 3,665,000

Payables-	Accounts	Accrued	Due to Other	Deposits	Total
Business-type Activities:	Payable	Salaries and benefits	Governments		
Solid Waste Operating Fund	\$ 53,737	\$ 15,522	\$ 513	\$ 1,000	\$ 70,772
Orland Airport Fund	21,276	--	--	--	21,276
Willows Airport Fund	20,177	--	--	5,984	26,161
Total payables	\$ 95,190	\$ 15,522	\$ 513	\$ 6,984	\$ 118,209

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 8 – EMPLOYEES RETIREMENT PLAN

Plan Description

The County of Glenn contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and other requirements are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law and county ordinance. Copies of PERS' annual financial report may be obtained from their executive office - 400 P Street, Sacramento, CA 95814.

Funding Policy

Participants are required to contribute 7% for the Miscellaneous Plan and 9% for Safety Plan of their annual covered salary. The County makes the contributions required of County employees on their behalf and for their account. The County is required to contribute an actuarially determined rate; the current rate is 13.4% for non-safety employees and 29.7% for safety employees of annual covered payroll. The contribution requirements of plan members and the County are established and may be amended by PERS.

Annual Pension Cost

For 2005-2006, the County's annual pension cost of \$2,677,136 (exclusive of the employees share) for PERS was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2003 actuarial valuation using the entry age normal actuarial cost method with the contributions determined as a percent of pay. The actuarial assumptions included (a) 8.25% investment rate of return (net of administrative expenses), (b) projected annual salary increases that vary by duration of service from 3.75% to 14.2%, (c) 2% per year cost-of-living adjustments and (d) the Postretirement Mortality Table. Both (a) and (b) included an inflation component of 3.5% and payroll growth component of 3.75%. The actuarial value of PERS assets was determined using the techniques that smooth the effects of short-term volatility in the market value of investment over a three year period (smoothed market value). The PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll over a closed thirty-year amortization period.

Three-Year Trend Information

Combined Total for Safety and Miscellaneous Plan Members

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net pension obligation</u>
6/30/04	\$ 1,339,944	100%	\$ --
6/30/05	2,115,759	100%	--
6/30/06	2,677,136	100%	--

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 9 – POST-RETIREMENT BENEFITS

In addition to the pension benefits described above, the County provides post-retirement healthcare benefits for retirees who are eligible for retirement per California Public Employee Retirement System guidelines. The retiree pays a percentage of the healthcare benefits. The benefits paid by the County are funded on a pay-as-you-go basis. At year-end, 117 retirees were covered and the cost for the year ended June 30, 2006 was \$242,370.

NOTE 10 – DEFICIT FUND EQUITY

As of June 30, 2006 the following individual funds had deficit net assets/fund balances:

Fund	Deficit
Road Fund	\$ 2,611
Solid Waste Closure	1,597,168
Nonmajor Special Revenue Funds:	
Prop 36	28,607
Internal Service Funds:	
Human Resources	100,308
Health Services	28,787

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

NOTE 11 – CONTINGENCIES

Grants and subventions

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

Litigation

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

COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 12 – RISK MANAGEMENT

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

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

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

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

NOTE 13 – CLOSURE AND POSTCLOSURE CARE COST

The County has one landfill site. State and federal laws and regulations require the County to perform certain closure and postclosure maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an expense in each year based on landfill capacity used as of each statement of net assets date. The estimated liability for landfill closure and postclosure care costs has a balance of \$3,597,195 as of June 30, 2006, which is based on 47% usage (filled) of the landfill. As a result of the change in landfill capacity, a net adjustment of \$246,881 was recorded against operating expenses. It is estimated that an additional \$4,056,412 will be recognized as closure and postclosure care costs between the date of the statement of net assets and date the landfill is expected to be filled to capacity. At the rate of current use, the landfill has an estimated remaining life of 18 years.

The estimated total current cost of the landfill closure and postclosure care of \$7,653,607 is based on an amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill occurred as of June 30, 2006. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

**COUNTY OF GLENN, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

NOTE 13 – CLOSURE AND POSTCLOSURE CARE COST (Continued)

The County is required by federal and state laws to adequately fund landfill closure costs. The County has obtained commercial insurance to adequately fund closure of the landfill. The County has also obtained insurance against the possibility that landfill contaminants could be released into the water supply. Management believes the County is in substantial compliance with federal and state requirements. At June 30, 2006, cash and investments of \$1,742,027 were held for these purposes. The County expects that future inflation costs will be paid from investment earnings on the annual contributions that the Solid Waste Operating Fund makes to the Solid Waste Closure Fund. However, if investment earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges for future landfill users or from future tax revenue.

NOTE 14 – SUBSEQUENT EVENT

On July 1, 2006 the County issued \$5,000,000 of 2006 Tax and Revenue Anticipation Notes (TRANS) through the California Statewide Communities Development Authority. The principal and interest will be due on the maturity date of June 30, 2007. The TRANS have an interest rate of 4.50% and a yield of 3.59% and are subject to scheduled set-aside of funds.



Required Supplementary Information

COUNTY OF GLENN, CALIFORNIA
SCHEDULE OF FUNDING PROGRESS - HISTORICAL PENSION DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
UNAUDITED

Actuarial Valuation Date	Entry Age Normal Accrued Liability (a)	Actuarial Value of Assets (b)	Unfunded/ (Overfunded) Liability (a)-(b)	Funded Ratio (b)/(a)	Annual Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a percentage of Covered Payroll [(a)-(b)]/(c)
6/30/02						
Miscellaneous	\$ 56,669,161	\$52,937,424	\$ 3,731,737	93.4%	\$ 16,696,965	22.3%
Safety	11,777,671	9,492,974	2,284,697	80.6%	1,566,120	145.9%
Total	<u>\$ 68,446,832</u>	<u>\$62,430,398</u>	<u>\$ 6,016,434</u>	<u>91.2%</u>	<u>\$ 18,263,085</u>	<u>32.9%</u>
6/30/03						
Miscellaneous	\$ 64,235,896	\$53,485,658	\$ 10,750,238	83.3%	\$17,803,233	60.4%
Safety	12,818,774	9,582,102	3,236,672	74.8%	1,591,599	203.4%
Total	<u>\$ 77,054,670</u>	<u>\$63,067,760</u>	<u>\$ 13,986,910</u>	<u>81.8%</u>	<u>\$19,394,832</u>	<u>72.1%</u>
6/30/04						
Miscellaneous	\$69,045,297	\$57,570,891	\$11,474,406	83.4%	\$17,916,165	64.0%
Safety*	--	--	--	--	--	--
Total	<u>\$69,045,297</u>	<u>\$57,570,891</u>	<u>\$11,474,406</u>	<u>83.4%</u>	<u>\$17,916,165</u>	<u>64.0%</u>

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

COUNTY OF GLENN, CALIFORNIA

**General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 4,123,628	\$ 4,123,628	\$ 4,333,390	\$ 209,762
Licenses and permits	1,012,937	1,037,937	1,158,551	120,614
Fines, forfeitures and penalties	1,241,366	1,247,534	1,527,705	280,171
Intergovernmental	36,373,824	38,328,952	35,888,704	(2,440,248)
Investment earnings	378,606	380,557	466,426	85,869
Charges for services	3,322,872	3,526,051	3,012,618	(513,433)
Miscellaneous	962,163	996,065	964,878	(31,187)
Total revenues	<u>47,415,396</u>	<u>49,640,724</u>	<u>47,352,272</u>	<u>(2,288,452)</u>
Expenditures:				
General Government:				
Board of Supervisors:				
Salaries and benefits	212,812	219,880	218,531	1,349
Services and supplies	90,362	107,862	85,498	22,364
Other charges	70,403	70,403	65,908	4,495
Total Board of Supervisors	<u>373,577</u>	<u>398,145</u>	<u>369,937</u>	<u>28,208</u>
Finance:				
Salaries and benefits	860,780	879,071	870,153	8,918
Services and supplies	356,225	350,225	315,194	35,031
Total Finance	<u>1,217,005</u>	<u>1,229,296</u>	<u>1,185,347</u>	<u>43,949</u>
Assessor:				
Salaries and benefits	706,160	703,560	699,592	3,968
Services and supplies	127,916	126,282	123,779	2,503
Other charges	50,873	50,873	50,873	-
Total Assessor	<u>884,949</u>	<u>880,715</u>	<u>874,244</u>	<u>6,471</u>
County Counsel:				
Salaries and benefits	289,029	284,029	277,773	6,256
Services and supplies	57,060	71,663	65,966	5,697
Total County Counsel	<u>346,089</u>	<u>355,692</u>	<u>343,739</u>	<u>11,953</u>
Personnel:				
Salaries and benefits	248,499	251,999	248,877	3,122
Services and supplies	108,263	112,257	110,178	2,079
Total Personnel	<u>356,762</u>	<u>364,256</u>	<u>359,055</u>	<u>5,201</u>

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Elections:				
Salaries and benefits	69,138	75,912	75,912	-
Services and supplies	539,875	138,222	128,222	10,000
Other charges	15,255	25,047	25,047	-
Total Elections	624,268	239,181	229,181	10,000
Facilities				
Salaries and benefits	780,581	677,981	677,979	2
Services and supplies	667,700	770,411	745,411	25,000
Total Facilities	1,448,281	1,448,392	1,423,390	25,002
Administrative Office				
Salaries and benefits	409,566	414,986	407,241	7,745
Services and supplies	40,235	59,270	46,783	12,487
Other charges	1,918	1,918	1,918	-
Total Administrative Office	451,719	476,174	455,942	20,232
Other:				
Services and supplies	473,281	480,156	480,143	13
Other charges	750	750	750	-
Total Other	474,031	480,906	480,893	13
Indirect costs allocated to other functions				
Other charges	(2,243,060)	(2,243,060)	(2,243,060)	-
Total General Government	3,933,621	3,629,697	3,478,668	151,029
Public Protection:				
Courts:				
Services and supplies	583,976	583,976	488,006	95,970
Other charges	1,688	1,688	1,688	-
Total Courts	585,664	585,664	489,694	95,970
Grand Jury				
Salaries and benefits	15,550	15,550	13,658	1,892
Other charges	3,454	3,454	3,454	-
Total Grand Jury	19,004	19,004	17,112	1,892
Public Defender:				
Services and supplies	330,859	330,859	304,418	26,441
Agricultural Commissioner:				
Salaries and benefits	947,588	925,781	894,588	31,193
Services and supplies	156,113	159,944	156,113	3,831
Other charges	47,961	47,961	47,961	-
Total Agricultural Commissioner	1,151,662	1,133,686	1,098,662	35,024

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Building Inspector:				
Salaries and benefits	343,435	335,589	280,807	54,782
Services and supplies	96,189	104,035	104,035	-
Other charges	112,601	112,601	112,601	-
Total Building Inspector	<u>552,225</u>	<u>552,225</u>	<u>497,443</u>	<u>54,782</u>
Recorder:				
Salaries and benefits	257,626	263,006	260,681	2,325
Services and supplies	39,116	40,617	39,685	932
Other charges	57,721	57,721	57,721	-
Total Recorder	<u>354,463</u>	<u>361,344</u>	<u>358,087</u>	<u>3,257</u>
Sheriff:				
Salaries and benefits	5,703,227	5,688,939	5,046,472	642,467
Services and supplies	1,770,961	1,791,022	1,512,122	278,900
Other charges	680,118	691,948	681,373	10,575
Total Sheriff	<u>8,154,306</u>	<u>8,171,909</u>	<u>7,239,967</u>	<u>931,942</u>
Public Guardian/Administrator:				
Salaries and benefits	153,874	153,874	151,893	1,981
Services and supplies	11,636	11,636	11,446	190
Other charges	1,592	1,592	1,592	-
Total Public Guardian/Administrator	<u>167,102</u>	<u>167,102</u>	<u>164,931</u>	<u>2,171</u>
Planning:				
Salaries and benefits	397,423	394,468	340,038	54,430
Services and supplies	557,872	619,183	435,498	183,685
Other charges	260,475	260,475	238,512	21,963
Total Planning	<u>1,215,770</u>	<u>1,274,126</u>	<u>1,014,048</u>	<u>260,078</u>
Animal Control:				
Salaries and benefits	222,937	227,312	227,312	-
Services and supplies	55,900	76,213	76,213	-
Other charges	24,150	24,150	24,150	-
Total Animal Control	<u>302,987</u>	<u>327,675</u>	<u>327,675</u>	<u>-</u>
District Attorney:				
Salaries and benefits	835,937	835,937	784,724	51,213
Services and supplies	54,434	54,434	41,810	12,624
Other charges	47,023	47,023	47,023	-
Total District Attorney	<u>937,394</u>	<u>937,394</u>	<u>873,557</u>	<u>63,837</u>
Probation:				
Salaries and benefits	954,471	986,259	933,651	52,608
Services and supplies	88,681	212,407	147,190	65,217
Other charges	98,075	98,075	91,678	6,397
Total Probation	<u>1,141,227</u>	<u>1,296,741</u>	<u>1,172,519</u>	<u>124,222</u>

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Juvenile Hall:				
Salaries and benefits	757,244	709,374	701,452	7,922
Services and supplies	87,408	84,233	83,770	463
Other charges	222,189	222,189	222,189	-
Total Juvenile Hall	<u>1,066,841</u>	<u>1,015,796</u>	<u>1,007,411</u>	<u>8,385</u>
Child Support:				
Salaries and benefits	680,354	593,761	547,351	46,410
Services and supplies	61,247	151,247	102,196	49,051
Other charges	70,531	70,531	70,531	-
Total Child Support	<u>812,132</u>	<u>815,539</u>	<u>720,078</u>	<u>95,461</u>
Other:				
Services and supplies	80,393	119,157	119,156	1
Other charges	156,088	156,088	156,088	-
Total Other	<u>236,481</u>	<u>275,245</u>	<u>275,244</u>	<u>1</u>
Total Public Protection	<u>17,028,117</u>	<u>17,264,309</u>	<u>15,560,846</u>	<u>1,703,463</u>
Health and Sanitation:				
Mental Health:				
Salaries and benefits	2,549,282	2,209,000	2,173,257	35,743
Services and supplies	2,112,779	3,388,716	2,977,904	410,812
Other charges	683,583	706,083	613,561	92,522
Total Mental Health	<u>5,345,644</u>	<u>6,303,799</u>	<u>5,764,722</u>	<u>539,077</u>
Public Health:				
Salaries and benefits	1,443,570	1,454,070	1,259,097	194,973
Services and supplies	652,041	797,462	707,271	90,191
Other charges	1,220,359	1,738,597	1,695,920	42,677
Total Public Health	<u>3,315,970</u>	<u>3,990,129</u>	<u>3,662,288</u>	<u>327,841</u>
Drug and Alcohol Services:				
Salaries and benefits	749,779	649,971	595,113	54,858
Services and supplies	148,038	250,280	202,731	47,549
Other charges	231,979	315,000	271,196	43,804
Total Drug and Alcohol Services	<u>1,129,796</u>	<u>1,215,251</u>	<u>1,069,040</u>	<u>146,211</u>
Hospital:				
Salaries and benefits	15,544	15,565	15,565	-
Services and supplies	300,000	300,000	300,000	-
Other charges	78,632	78,632	78,632	-
Total Hospital	<u>394,176</u>	<u>394,197</u>	<u>394,197</u>	<u>-</u>
Total Health and Sanitation	<u>10,185,586</u>	<u>11,903,376</u>	<u>10,890,247</u>	<u>1,013,129</u>

COUNTY OF GLENN, CALIFORNIA

General Fund
 Schedule of Revenues, Expenditures and Changes in
 Fund Balance - Budget and Actual (Continued)
 For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Public Assistance:				
Social Services Administration:				
Salaries and benefits	4,205,794	3,612,794	3,325,210	287,584
Services and supplies	2,219,390	2,959,390	2,928,237	31,153
Other charges	3,020,013	3,011,013	2,569,330	441,683
Total Social Service Administration	<u>9,445,197</u>	<u>9,583,197</u>	<u>8,822,777</u>	<u>760,420</u>
Calworks Assistance:				
Other charges	4,400,000	4,440,000	3,837,976	602,024
Foster Care:				
Other charges	1,954,125	1,954,125	1,514,735	439,390
Other Aid Programs:				
Salaries and benefits	29,916	32,132	28,539	3,593
Services and supplies	860,270	886,132	671,881	214,251
Other charges	124,597	124,597	87,722	36,875
Total Other Aid Programs	<u>1,014,783</u>	<u>1,042,861</u>	<u>788,142</u>	<u>254,719</u>
Total Public Assistance	<u>16,814,105</u>	<u>17,020,183</u>	<u>14,963,630</u>	<u>2,056,553</u>
Education:				
Cooperative Extension:				
Salaries and benefits	134,612	138,440	138,334	106
Services and supplies	27,118	32,361	32,356	5
Other charges	41,494	41,494	41,494	-
Total Cooperative Extension	<u>203,224</u>	<u>212,295</u>	<u>212,184</u>	<u>111</u>
County Library:				
Other charges	127,567	127,567	127,567	-
Total Education	<u>330,791</u>	<u>339,862</u>	<u>339,751</u>	<u>111</u>
Capital outlay	1,018,012	980,226	779,059	201,167
Debt service:				
Interest	199,445	199,445	199,444	1
Total expenditures	<u>49,509,677</u>	<u>51,337,098</u>	<u>46,211,645</u>	<u>5,125,453</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,094,281)</u>	<u>(1,696,374)</u>	<u>1,140,627</u>	<u>2,837,001</u>
Other financing sources (uses):				
Transfers in	469,414	524,475	233,997	(290,478)
Transfers out	(437,303)	(574,945)	(563,266)	11,679
Total other financing sources (uses)	<u>32,111</u>	<u>(50,470)</u>	<u>(329,269)</u>	<u>(278,799)</u>
Net change in fund balance	<u>\$ (2,062,170)</u>	<u>\$ (1,746,844)</u>	<u>811,358</u>	<u>\$ 2,558,202</u>
Fund balance - beginning			7,346,034	
Fund balance - ending			<u>\$ 8,157,392</u>	

COUNTY OF GLENN, CALIFORNIA

**Community Action Agency Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 7,237,924	\$ 9,797,347	\$ 6,390,752	\$ (3,406,595)
Investment earnings	19,000	33,162	28,768	(4,394)
Total revenues	<u>7,256,924</u>	<u>9,830,509</u>	<u>6,419,520</u>	<u>(3,410,989)</u>
Expenditures:				
Public assistance:				
Salaries and benefits	1,943,564	1,943,564	1,543,847	399,717
Services and supplies	5,364,860	7,702,062	4,745,949	2,956,113
Capital outlay	-	58,139	58,139	-
	<u>7,308,424</u>	<u>9,703,765</u>	<u>6,347,935</u>	<u>3,355,830</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (51,500)</u>	<u>\$ 126,744</u>	71,585	<u>\$ (55,159)</u>
Fund balance - beginning			<u>2,153,832</u>	
Fund balance - ending			<u>\$ 2,225,417</u>	

COUNTY OF GLENN, CALIFORNIA

**Road Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses and permits	\$ 25,750	\$ 25,750	\$ 29,141	\$ 3,391
Intergovernmental	4,686,031	4,686,031	2,932,171	(1,753,860)
Investment earnings	6,700	6,700	23,510	16,810
Charges for services	256,775	256,775	146,188	(110,587)
Miscellaneous	70,050	70,050	2,883	(67,167)
	<u>5,045,306</u>	<u>5,045,306</u>	<u>3,133,893</u>	<u>(1,911,413)</u>
Total revenues				
Expenditures:				
Public ways and facilities:				
Salaries and benefits	1,455,959	1,455,959	1,444,778	11,181
Services and supplies	3,447,847	3,539,233	1,804,038	1,735,195
Capital outlay	55,000	-	-	-
Debt service:				
Principal	80,000	75,000	56,380	18,620
Interest	6,500	11,500	7,075	4,425
	<u>5,045,306</u>	<u>5,081,692</u>	<u>3,312,271</u>	<u>1,769,421</u>
Total expenditures				
Deficiency of revenues under expenditures	-	(36,386)	(178,378)	(141,992)
Other Financing Sources:				
Transfers in	-	36,386	36,386	-
	<u>\$ -</u>	<u>\$ -</u>	<u>(141,992)</u>	<u>\$ (141,992)</u>
Net change in fund balance				
Fund balance - beginning			<u>139,381</u>	
Fund balance - ending			<u>\$ (2,611)</u>	

**COUNTY OF GLENN, CALIFORNIA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
UNAUDITED**

NOTE 1 – BUDGETARY INFORMATION

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

The legal level of budgetary control is established at the object (category) level within each budget unit (department). All amendments or transfers of appropriations within or between objects within the same budget unit are approved by the Board. Amendments and transfers of appropriations between budget units or that involve the addition or deletion of a project or piece of equipment must be approved by the Board. During the year ended June 30, 2006, there was no excess of expenditures over appropriations.

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



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Combining and Individual Fund Statements and Schedules

COUNTY OF GLENN, CALIFORNIA

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2006**

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Total Nonmajor Governmental Funds
Assets				
Cash and investments	\$ 2,650,523	\$ 972,772	\$ -	\$ 3,623,295
Cash with fiscal agent	-	34,709	-	34,709
Due from other funds	73,091	-	-	73,091
Due from other governments	44,609	-	-	44,609
Prepaid items	3,604	-	-	3,604
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 2,771,827</u>	<u>\$ 1,007,481</u>	<u>\$ -</u>	<u>\$ 3,779,308</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 93,260	\$ 3,452	\$ -	\$ 96,712
Accrued salaries and benefits	23,877	-	-	23,877
Due to other funds	186,792	9,738	-	196,530
Due to other governments	148	-	-	148
Other liabilities	15,324	-	-	15,324
Deferred revenue	384,346	-	-	384,346
Advances from other funds	80,695	-	-	80,695
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>784,442</u>	<u>13,190</u>	<u>-</u>	<u>797,632</u>
Fund balances:				
Reserved:				
Imprest cash	7,525	-	-	7,525
Prepaid items	3,604	-	-	3,604
Unreserved:				
Designated for special projects	283,642	-	-	283,642
Undesignated	1,692,614	994,291	-	2,686,905
Total fund balances	<u>1,987,385</u>	<u>994,291</u>	<u>-</u>	<u>2,981,676</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 2,771,827</u>	<u>\$ 1,007,481</u>	<u>\$ -</u>	<u>\$ 3,779,308</u>



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COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2006

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 233,705	\$ -	\$ -	\$ 233,705
Licenses and permits	174,842	-	-	174,842
Fines, forfeitures and penalties	24,839	-	-	24,839
Intergovernmental	1,845,095	-	-	1,845,095
Investment earnings	90,610	28,913	-	119,523
Charges for services	614,208	-	-	614,208
Miscellaneous	14,437	256	155,376	170,069
Total revenues	<u>2,997,736</u>	<u>29,169</u>	<u>155,376</u>	<u>3,182,281</u>
Expenditures:				
Current:				
General government	100,326	137,500	-	237,826
Public protection	1,370,609	-	-	1,370,609
Health and sanitation	415,630	-	-	415,630
Public assistance	185,000	-	-	185,000
Capital outlay	92,802	496,565	-	589,367
Debt service:				
Principal	20,986	2,612,500	222,757	2,856,243
Interest	6,071	67,078	88,470	161,619
Total expenditures	<u>2,191,424</u>	<u>3,313,643</u>	<u>311,227</u>	<u>5,816,294</u>
Excess (deficiency) of revenues over (under) expenditures	<u>806,312</u>	<u>(3,284,474)</u>	<u>(155,851)</u>	<u>(2,634,013)</u>
Other financing sources (uses):				
Transfers in	21,521	759,036	155,851	936,408
Transfers out	(320,807)	(322,718)	-	(643,525)
Debt issuance	-	2,750,000	-	2,750,000
Total other financing sources (uses):	<u>(299,286)</u>	<u>3,186,318</u>	<u>155,851</u>	<u>3,042,883</u>
Net change in fund balances	507,026	(98,156)	-	408,870
Fund balances - beginning	<u>1,480,359</u>	<u>1,092,447</u>	<u>-</u>	<u>2,572,806</u>
Fund balances - ending	<u>\$ 1,987,385</u>	<u>\$ 994,291</u>	<u>\$ -</u>	<u>\$ 2,981,676</u>

NONMAJOR SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2006

	Advertising	Fish and Game	Property Administration Grant	Cal Works Incentive	Cal Boat Launching	Prop 36	Recorders Modernization
Assets							
Cash and investments	\$ 4,532	\$ 27,262	\$ 422	\$ 282,399	\$ 43,164	\$ 106,867	\$ 23,065
Due from other funds	-	-	-	-	-	4,862	-
Due from other governments	-	384	-	-	165	33	-
Prepaid items	-	-	-	-	-	277	-
Total assets	<u>\$ 4,532</u>	<u>\$ 27,646</u>	<u>\$ 422</u>	<u>\$ 282,399</u>	<u>\$ 43,329</u>	<u>\$ 112,039</u>	<u>\$ 23,065</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 2,481	\$ -	\$ -
Accrued salaries and benefits	-	377	-	-	-	4,723	-
Due to other funds	-	-	-	-	8,741	30,669	-
Due to other governments	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Deferred revenue	-	-	-	229,092	-	105,254	-
Advances from other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>377</u>	<u>-</u>	<u>229,092</u>	<u>11,222</u>	<u>140,646</u>	<u>-</u>
Fund balance (deficit):							
Reserved for:							
Imprest cash	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	277	-
Unreserved:							
Designated for special projects	-	-	-	-	-	-	-
Undesignated	4,532	27,269	422	53,307	32,107	(28,884)	23,065
Total fund balances (deficit)	<u>4,532</u>	<u>27,269</u>	<u>422</u>	<u>53,307</u>	<u>32,107</u>	<u>(28,607)</u>	<u>23,065</u>
Total liabilities and fund balances (deficit)	<u>\$ 4,532</u>	<u>\$ 27,646</u>	<u>\$ 422</u>	<u>\$ 282,399</u>	<u>\$ 43,329</u>	<u>\$ 112,039</u>	<u>\$ 23,065</u>

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2006

Memorial Hall	Cal Waste Management Grant	Property Characteristics	Vital & Health Statistics	Micrographics Conversion	Surface/Ground Water & Weed Grants	
						Assets
\$ 80,537	\$ 2,888	\$ 333	\$ 8,037	\$ 3,464	\$ 164,800	Cash and investments
-	4,509	-	-	-	-	Due from other funds
-	-	-	-	-	-	Due from other governments
-	-	-	-	150	-	Prepaid items
<u>\$ 80,537</u>	<u>\$ 7,397</u>	<u>\$ 333</u>	<u>\$ 8,037</u>	<u>\$ 3,614</u>	<u>\$ 164,800</u>	Total assets
						Liabilities and Fund Balances
						Liabilities:
\$ 6,765	\$ -	\$ -	\$ -	\$ -	\$ 16,557	Accounts payable
-	-	-	-	-	-	Accrued salaries and benefits
39,330	7,397	-	-	-	11,500	Due to other funds
-	-	-	-	-	-	Due to other governments
15,324	-	-	-	-	-	Other liabilities
-	-	-	-	-	-	Deferred revenue
-	-	-	-	-	80,695	Advances from other funds
<u>61,419</u>	<u>7,397</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>108,752</u>	Total liabilities
						Fund balance (deficit):
						Reserved for:
-	-	-	-	-	-	Imprest cash
-	-	-	-	150	-	Prepaid items
						Unreserved:
-	-	-	-	-	-	Designated for special projects
19,118	-	333	8,037	3,464	56,048	Undesignated
<u>19,118</u>	<u>-</u>	<u>333</u>	<u>8,037</u>	<u>3,614</u>	<u>56,048</u>	Total fund balances (deficit)
<u>\$ 80,537</u>	<u>\$ 7,397</u>	<u>\$ 333</u>	<u>\$ 8,037</u>	<u>\$ 3,614</u>	<u>\$ 164,800</u>	Total liabilities and fund balances (deficit)

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2006

	Title III Forest Reserve	Bio Terrorism Grant	IHSS Public Authority	SSD Stuart Foundation	Health WIC Advance	Per Capita Park Grant	Superintendent of Schools
Assets							
Cash and investments	\$ 64,015	\$ 27,347	\$ 41,259	\$ 4,390	\$ 36,459	\$20,348	\$ 348,441
Due from other funds	-	26,076	3,691	-	-	-	-
Due from other governments	-	10,681	33,346	-	-	-	-
Prepaid items	-	2,500	-	-	-	-	-
Total assets	<u>\$ 64,015</u>	<u>\$ 66,604</u>	<u>\$ 78,296</u>	<u>\$ 4,390</u>	<u>\$ 36,459</u>	<u>\$ 20,348</u>	<u>\$ 348,441</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	3,030	-	-	-	-	-
Due to other funds	-	26,227	40,657	-	-	-	-
Due to other governments	-	8	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>29,265</u>	<u>40,657</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit):							
Reserved for:							
Imprest cash	-	-	-	-	-	-	-
Prepaid items	-	2,500	-	-	-	-	-
Unreserved:							
Designated for special projects	-	-	-	-	-	-	-
Undesignated	64,015	34,839	37,639	4,390	36,459	20,348	348,441
Total fund balances (deficit)	<u>64,015</u>	<u>37,339</u>	<u>37,639</u>	<u>4,390</u>	<u>36,459</u>	<u>20,348</u>	<u>348,441</u>
Total liabilities and fund balances (deficit)	<u>\$ 64,015</u>	<u>\$ 66,604</u>	<u>\$ 78,296</u>	<u>\$ 4,390</u>	<u>\$ 36,459</u>	<u>\$ 20,348</u>	<u>\$ 348,441</u>

COUNTY OF GLENN, CALIFORNIA

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2006**

Artois Fire District	Bayliss Fire District	Hamilton Fire District	Willows Rural Fire District	Storm Drain Maintenance #1	Storm Drain Maintenance #3	
\$ 196,107	\$ 71,613	\$ 314,175	\$ 138,412	\$ 47,407	\$ 58,844	Assets
-	-	-	-	-	-	Cash and investments
-	-	-	-	-	-	Due from other funds
-	-	677	-	-	-	Due from other governments
-	-	-	-	-	-	Prepaid items
<u>\$ 196,107</u>	<u>\$ 71,613</u>	<u>\$ 314,852</u>	<u>\$ 138,412</u>	<u>\$ 47,407</u>	<u>\$ 58,844</u>	Total assets
Liabilities and Fund Balances						
\$ -	\$ 13,846	\$ 5,409	\$ 546	\$ -	\$ -	Liabilities:
-	-	-	-	-	-	Accounts payable
-	-	-	-	-	-	Accrued salaries and benefits
-	-	-	-	-	404	Due to other funds
-	-	140	-	-	-	Due to other governments
-	-	-	-	-	-	Other liabilities
-	-	-	-	-	-	Unearned revenue
-	-	-	-	-	-	Advances from other funds
-	13,846	5,549	546	-	404	Total liabilities
-	-	7,500	25	-	-	Fund balance (deficit):
-	-	677	-	-	-	Reserved for:
-	-	-	-	-	-	Imprest cash
-	-	-	-	-	-	Prepaid items
146,536	50,299	86,807	-	-	-	Unreserved:
49,571	7,468	214,319	137,841	47,407	58,440	Designated for special projects
-	-	-	-	-	-	Undesignated
<u>196,107</u>	<u>57,767</u>	<u>309,303</u>	<u>137,866</u>	<u>47,407</u>	<u>58,440</u>	Total fund balances (deficit)
<u>\$ 196,107</u>	<u>\$ 71,613</u>	<u>\$ 314,852</u>	<u>\$ 138,412</u>	<u>\$ 47,407</u>	<u>\$ 58,844</u>	Total liabilities and fund balances (deficit)



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COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2006

	North Willows County Service Area	Olive Fruit Fly Pest District	Air Pollution Control District	Total Nonmajor Special Revenue Funds
Assets				
Cash and investments	\$ 11,518	\$ 75,144	\$ 447,274	\$ 2,650,523
Due from other funds	-	-	33,953	73,091
Due from other governments	-	-	-	44,609
Prepaid items	-	-	-	3,604
Total assets	<u>\$ 11,518</u>	<u>\$ 75,144</u>	<u>\$ 481,227</u>	<u>\$ 2,771,827</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 95	\$ 376	\$ 47,185	\$ 93,260
Accrued salaries and benefits	-	-	15,747	23,877
Due to other funds	1,239	175	20,453	186,792
Due to other governments	-	-	-	148
Other liabilities	-	-	-	15,324
Unearned revenue	-	-	50,000	384,346
Advances from other funds	-	-	-	80,695
Total liabilities	<u>1,334</u>	<u>551</u>	<u>133,385</u>	<u>784,442</u>
Fund balance (deficit):				
Reserved for:				
Imprest cash	-	-	-	7,525
Prepaid items	-	-	-	3,604
Unreserved:				
Designated for special projects	-	-	-	283,642
Undesignated	10,184	74,593	347,842	1,692,614
Total fund balances (deficit)	<u>10,184</u>	<u>74,593</u>	<u>347,842</u>	<u>1,987,385</u>
Total liabilities and fund balances (deficit)	<u>\$ 11,518</u>	<u>\$ 75,144</u>	<u>\$ 481,227</u>	<u>\$ 2,771,827</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2006

	Advertising	Fish and Game	Property Administration Grant	Cal Works Incentive	Cal Boat Launching	Prop 36	Recorders Modernization
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Fines, forfeitures and penalties	-	7,405	-	-	372	-	-
Intergovernmental	-	-	-	-	-	326,455	-
Investment earnings	-	691	422	8,024	1,059	5,138	1,699
Charges for services	-	-	-	-	13,480	621	70,839
Miscellaneous	5,450	-	-	-	-	954	-
Total revenues	<u>5,450</u>	<u>8,096</u>	<u>422</u>	<u>8,024</u>	<u>14,911</u>	<u>333,168</u>	<u>72,538</u>
Expenditures:							
Current:							
General government	7,501	-	-	-	12,857	-	-
Public protection	-	3,068	-	-	-	-	-
Health and sanitation	-	-	-	-	-	267,418	-
Public assistance	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	<u>7,501</u>	<u>3,068</u>	<u>-</u>	<u>-</u>	<u>12,857</u>	<u>267,418</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,051)</u>	<u>5,028</u>	<u>422</u>	<u>8,024</u>	<u>2,054</u>	<u>65,750</u>	<u>72,538</u>
Other financing sources (uses):							
Transfers in	1,000	-	-	-	-	9,408	-
Transfers out	-	-	(16,176)	-	-	(75,158)	(86,919)
Total other operating sources (uses)	<u>1,000</u>	<u>-</u>	<u>(16,176)</u>	<u>-</u>	<u>-</u>	<u>(65,750)</u>	<u>(86,919)</u>
Net change in fund balances	<u>(1,051)</u>	<u>5,028</u>	<u>(15,754)</u>	<u>8,024</u>	<u>2,054</u>	<u>-</u>	<u>(14,381)</u>
Fund balances (deficit) - beginning	<u>5,583</u>	<u>22,241</u>	<u>16,176</u>	<u>45,283</u>	<u>30,053</u>	<u>(28,607)</u>	<u>37,446</u>
Fund balances (deficit) - ending	<u>\$ 4,532</u>	<u>\$ 27,269</u>	<u>\$ 422</u>	<u>\$ 53,307</u>	<u>\$ 32,107</u>	<u>\$ (28,607)</u>	<u>\$ 23,065</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2006

Memorial Hall	Cal Waste Management Grant	Property Characteristics	Vital & Health Statistics	Micrographics Conversion	Surface/Ground Water & Weed Grants	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	Revenues:
-	-	-	-	-	-	Taxes
-	-	-	-	-	-	Licenses and permits
-	-	-	-	-	-	Fines, forfeitures and penalties
-	14,184	-	-	-	552,372	Intergovernmental
21,718	-	135	202	277	2,635	Investment earnings
-	-	9,929	2,731	10,599	-	Charges for services
-	-	-	-	-	-	Miscellaneous
<u>21,718</u>	<u>14,184</u>	<u>10,064</u>	<u>2,933</u>	<u>10,876</u>	<u>555,007</u>	Total revenues
						Expenditures:
						Current:
61,232	-	-	942	1,800	-	General government
-	-	-	-	-	315,685	Public protection
-	45	-	-	-	-	Health and sanitation
-	-	-	-	-	-	Public assistance
-	-	-	-	-	-	Capital outlay
-	-	-	-	-	-	Debt service:
-	-	-	-	-	-	Principal retirement
-	-	-	-	-	-	Interest
<u>61,232</u>	<u>45</u>	<u>-</u>	<u>942</u>	<u>1,800</u>	<u>315,685</u>	Total expenditures
<u>(39,514)</u>	<u>14,139</u>	<u>10,064</u>	<u>1,991</u>	<u>9,076</u>	<u>239,322</u>	Excess (deficiency) of revenues over (under) expenditures
-	-	-	-	-	-	Other financing sources (uses):
-	(14,139)	(19,789)	-	(10,000)	(11,500)	Transfers in
-	-	-	-	-	-	Transfers out
<u>-</u>	<u>(14,139)</u>	<u>(19,789)</u>	<u>-</u>	<u>(10,000)</u>	<u>(11,500)</u>	Total other operating sources (uses)
(39,514)	-	(9,725)	1,991	(924)	227,822	Net change in fund balances
<u>58,632</u>	<u>-</u>	<u>10,058</u>	<u>6,046</u>	<u>4,538</u>	<u>(171,774)</u>	Fund balances (deficit) - beginning
<u>\$ 19,118</u>	<u>\$ -</u>	<u>\$ 333</u>	<u>\$ 8,037</u>	<u>\$ 3,614</u>	<u>\$ 56,048</u>	Fund balances (deficit) - ending

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2006

	Title III Forest Reserve	Bio Terrorism Grant	IHSS Public Authority	SSD Stuart Foundation	Health WIC Advance	Per Capita Park Grant	Superintendent of Schools
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 126,169
Licenses and permits	-	-	-	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-	-	-	-
Intergovernmental	-	178,345	184,344	-	35,500	20,150	2,736
Investment earnings	1,824	990	657	356	791	198	10,321
Charges for services	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total revenues	<u>1,824</u>	<u>179,335</u>	<u>185,001</u>	<u>356</u>	<u>36,291</u>	<u>20,348</u>	<u>139,226</u>
Expenditures:							
Current:							
General government	337	-	-	15,657	-	-	-
Public protection	-	-	-	-	-	-	-
Health and sanitation	-	148,167	-	-	-	-	-
Public assistance	-	-	185,000	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	<u>337</u>	<u>148,167</u>	<u>185,000</u>	<u>15,657</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,487</u>	<u>31,168</u>	<u>1</u>	<u>(15,301)</u>	<u>36,291</u>	<u>20,348</u>	<u>139,226</u>
Other financing sources (uses):							
Transfers in	-	11,113	-	-	-	-	-
Transfers out	-	(42,281)	-	-	-	-	(44,845)
Total other operating sources (uses)	<u>-</u>	<u>(31,168)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,845)</u>
Net change in fund balances	1,487	-	1	(15,301)	36,291	20,348	94,381
Fund balances (deficit) - beginning	<u>62,528</u>	<u>37,339</u>	<u>37,638</u>	<u>19,691</u>	<u>168</u>	<u>-</u>	<u>254,060</u>
Fund balances (deficit) - ending	<u>\$ 64,015</u>	<u>\$ 37,339</u>	<u>\$ 37,639</u>	<u>\$ 4,390</u>	<u>\$ 36,459</u>	<u>\$ 20,348</u>	<u>\$ 348,441</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2006

Artois Fire District	Bayliss Fire District	Hamilton Fire District	Willows Rural Fire District	Storm Drain Maintenance #1	Storm Drain Maintenance #3	
\$ 25,740	\$ 9,357	\$ 12,034	\$ 47,354	\$ 273	\$ 3,469	Revenues:
-	-	-	-	-	-	Taxes
-	-	-	-	-	-	Licenses and permits
2,189	841	21,262	67,319	5	62	Fines, forfeitures and penalties
5,365	1,963	8,285	3,990	1,343	1,630	Intergovernmental
28,408	12,062	220,172	33,691	-	-	Investment earnings
5,854	105	396	714	100	92	Charges for services
67,556	24,328	262,149	153,068	1,721	5,253	Other
						Total revenues
-	-	-	-	-	-	Expenditures:
38,461	12,581	180,730	70,406	517	1,304	Current:
-	-	-	-	-	-	General government
-	-	-	-	-	-	Public protection
-	-	-	-	-	-	Health and sanitation
837	20,229	29,597	42,139	-	-	Public assistance
-	-	-	-	-	-	Capital outlay
-	-	-	20,986	-	-	Debt service:
-	-	-	6,071	-	-	Principal retirement
-	-	-	-	-	-	Interest
39,298	32,810	210,327	139,602	517	1,304	Total expenditures
28,258	(8,482)	51,822	13,466	1,204	3,949	Excess (deficiency) of revenues over (under) expenditures
-	-	-	-	-	-	Other financing sources (uses):
-	-	-	-	-	-	Transfers in
-	-	-	-	-	-	Transfers out
-	-	-	-	-	-	Total other operating sources (uses)
28,258	(8,482)	51,822	13,466	1,204	3,949	Net change in fund balances
167,849	66,249	257,481	124,400	46,203	54,491	Fund balances (deficit) - beginning
\$ 196,107	\$ 57,767	\$ 309,303	\$ 137,866	\$ 47,407	\$ 58,440	Fund balances (deficit) - ending



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COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended June 30, 2006

	North Willows County Service Area	Olive Fruit Fly Pest District	Air Pollution Control District	Total Nonmajor Special Revenue Funds
Revenues:				
Taxes	\$ 9,309	\$ -	\$ -	\$ 233,705
Licenses and permits	-	-	174,842	174,842
Fines, forfeitures and penalties	-	-	17,062	24,839
Intergovernmental	161	-	439,170	1,845,095
Investment earnings	263	2,096	8,538	90,610
Charges for services	19,080	66,412	126,184	614,208
Other	538	234	-	14,437
Total revenues	<u>29,351</u>	<u>68,742</u>	<u>765,796</u>	<u>2,997,736</u>
Expenditures:				
Current:				
General government	-	-	-	100,326
Public protection	21,533	54,273	672,051	1,370,609
Health and sanitation	-	-	-	415,630
Public assistance	-	-	-	185,000
Capital outlay	-	-	-	92,802
Debt service:				
Principal retirement	-	-	-	20,986
Interest	-	-	-	6,071
Total expenditures	<u>21,533</u>	<u>54,273</u>	<u>672,051</u>	<u>2,191,424</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,818</u>	<u>14,469</u>	<u>93,745</u>	<u>806,312</u>
Other financing sources (uses):				
Transfers in	-	-	-	21,521
Transfers out	-	-	-	(320,807)
Total other operating sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(299,286)</u>
Net change in fund balances	7,818	14,469	93,745	507,026
Fund balances (deficit) - beginning	<u>2,366</u>	<u>60,124</u>	<u>254,097</u>	<u>1,480,359</u>
Fund balances (deficit) - ending	<u>\$ 10,184</u>	<u>\$ 74,593</u>	<u>\$ 347,842</u>	<u>\$ 1,987,385</u>

COUNTY OF GLENN, CALIFORNIA

**Advertising Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Miscellaneous	\$ 9,000	\$ 5,450	\$ (3,550)
Expenditures:			
Current:			
General government			
Services and supplies	<u>10,000</u>	<u>7,501</u>	<u>2,499</u>
Deficiency of revenues under expenditures	(1,000)	(2,051)	(1,051)
Other Financing Sources:			
Transfers in	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>(1,051)</u>	<u>\$ (1,051)</u>
Fund balance - beginning		<u>5,583</u>	
Fund balance - ending		<u>\$ 4,532</u>	

COUNTY OF GLENN, CALIFORNIA

**Fish and Game Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines, forfeitures and penalties	\$ 2,100	\$ 7,405	\$ 5,305
Investment earnings	<u>1,000</u>	<u>691</u>	<u>(309)</u>
Total revenues	3,100	8,096	4,996
Expenditures:			
Current:			
Public protection			
Services and supplies	<u>7,864</u>	<u>3,068</u>	<u>4,796</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (4,764)</u>	5,028	<u>\$ 9,792</u>
Fund balance - beginning		<u>22,241</u>	
Fund balance - ending		<u>\$ 27,269</u>	

COUNTY OF GLENN, CALIFORNIA

**Property Administration Grant Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Investment earnings	\$ -	\$ 422	\$ 422
Other Financing Uses:			
Transfers out	-	(16,176)	(16,176)
Net change in fund balance	\$ -	(15,754)	\$ (15,754)
Fund balance - beginning		16,176	
Fund balance - ending		\$ 422	

COUNTY OF GLENN, CALIFORNIA

**Cal Works Incentive Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 183,000	\$ -	\$ (183,000)
Investment earnings	-	8,024	8,024
	<hr/>	<hr/>	<hr/>
Total revenues	183,000	8,024	(174,976)
Other Financing Uses:			
Transfers out	(183,000)	-	183,000
	<hr/>	<hr/>	<hr/>
Net change in fund balance	<u>\$ -</u>	8,024	<u>\$ 8,024</u>
Fund balance - beginning		<hr/> 45,283	
Fund balance - ending		<u>\$ 53,307</u>	

COUNTY OF GLENN, CALIFORNIA

**Cal Boat Launching Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines, forfeitures and penalties	\$ 1,000	\$ 372	\$ (628)
Investment earnings	1,000	1,059	59
Charges for services	<u>13,480</u>	<u>13,480</u>	<u>-</u>
Total revenues	15,480	14,911	(569)
Expenditures:			
Current:			
General government			
Services and supplies	<u>15,480</u>	<u>12,857</u>	<u>2,623</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>2,054</u>	<u>\$ 2,054</u>
Fund balance - beginning		<u>30,053</u>	
Fund balance - ending		<u>\$ 32,107</u>	

COUNTY OF GLENN, CALIFORNIA

Prop 36 Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 403,026	\$ 326,455	\$ (76,571)
Investment earnings	3,600	5,138	1,538
Charges for services	-	621	621
Miscellaneous	840	954	114
	<u>407,466</u>	<u>333,168</u>	<u>(74,298)</u>
Total revenues			
Expenditures:			
Current:			
Health and sanitation			
Salaries and benefits	127,871	118,458	9,413
Services and supplies	161,283	148,960	12,323
	<u>289,154</u>	<u>267,418</u>	<u>21,736</u>
Total health and sanitation			
Excess of revenues over expenditures	118,312	65,750	(52,562)
	<u>118,312</u>	<u>65,750</u>	<u>(52,562)</u>
Other Financing Sources (Uses):			
Transfers in	12,200	9,408	(2,792)
Transfers out	(102,904)	(75,158)	27,746
	<u>(90,704)</u>	<u>(65,750)</u>	<u>24,954</u>
Total other financing sources (uses)			
Net change in fund balance	<u>\$ 27,608</u>	-	<u>\$ (27,608)</u>
Fund balance (deficit) - beginning		<u>(28,607)</u>	
Fund balance (deficit) - ending		<u>\$ (28,607)</u>	

COUNTY OF GLENN, CALIFORNIA

**Recorders Modernization Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ -	\$ 1,699	\$ 1,699
Charges for services	<u>67,000</u>	<u>70,839</u>	<u>3,839</u>
Total revenues	67,000	72,538	5,538
 Other Financing Uses:			
Transfers out	<u>(86,920)</u>	<u>(86,919)</u>	<u>1</u>
Net change in fund balance	<u>\$ (19,920)</u>	<u>(14,381)</u>	<u>\$ 5,539</u>
 Fund balance - beginning		<u>37,446</u>	
Fund balance - ending		<u>\$ 23,065</u>	

COUNTY OF GLENN, CALIFORNIA

**Memorial Hall Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Rents and investment earnings	\$ 21,718	\$ 21,718	\$ -
Expenditures:			
Current:			
General government			
Services and supplies	<u>61,232</u>	<u>61,232</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>\$ (39,514)</u>	<u>\$ (39,514)</u>	<u>\$ -</u>
Fund balance - beginning		<u>58,632</u>	
Fund balance - ending		<u>\$ 19,118</u>	

COUNTY OF GLENN, CALIFORNIA

**Cal Waste Management Grant Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 15,700	\$ 14,184	\$ (1,516)
Investment earnings	125	-	(125)
	<hr/>	<hr/>	<hr/>
Total revenues	15,825	14,184	(1,641)
 Expenditures:			
Current:			
Health and sanitation			
Services and supplies	45	45	-
	<hr/>	<hr/>	<hr/>
Excess of revenues over expenditures	15,780	14,139	(1,641)
 Other Financing Uses:			
Transfers out	<hr/> (15,780)	<hr/> (14,139)	<hr/> 1,641
Net change in fund balance	<hr/> <u>\$ -</u>	<hr/> <u>-</u>	<hr/> <u>\$ -</u>
 Fund balance - beginning		<hr/> -	
 Fund balance - ending		<hr/> <u>\$ -</u>	

COUNTY OF GLENN, CALIFORNIA

**Property Characteristics Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Investment earnings	\$ 111	\$ 135	\$ 24
Charges for services	10,000	9,929	(71)
Total revenues	10,111	10,064	(47)
Expenditures:			
Current:			
General government			
Services and supplies	111	-	111
Excess of revenues over expenditures	10,000	10,064	64
Other Financing Uses:			
Transfers out	(19,824)	(19,789)	35
Net change in fund balance	\$ (9,824)	(9,725)	\$ 99
Fund balance - beginning		10,058	
Fund balance - ending		\$ 333	

COUNTY OF GLENN, CALIFORNIA

**Vital & Health Statistics Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ -	\$ 202	\$ 202
Charges for services	<u>2,000</u>	<u>2,731</u>	<u>731</u>
Total revenues	2,000	2,933	933
Expenditures:			
Current:			
General government			
Services and supplies	<u>1,200</u>	<u>942</u>	<u>258</u>
Excess of revenues over expenditures	<u>\$ 800</u>	1,991	<u>\$ 1,191</u>
Fund balance - beginning		<u>6,046</u>	
Fund balance - ending		<u>\$ 8,037</u>	

COUNTY OF GLENN, CALIFORNIA

**Micrographics Conversion Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ -	\$ 277	\$ 277
Charges for services	10,000	10,599	599
	<hr/>	<hr/>	<hr/>
Total revenues	10,000	10,876	876
 Expenditures:			
Current:			
General government			
Services and supplies	1,800	1,800	-
	<hr/>	<hr/>	<hr/>
Excess of revenues over expenditures	8,200	9,076	876
 Other Financing Uses:			
Transfers out	(10,000)	(10,000)	-
	<hr/>	<hr/>	<hr/>
Net change in fund balance	<u>\$ (1,800)</u>	<u>(924)</u>	<u>\$ 876</u>
 Fund balance - beginning		<hr/> 4,538	
 Fund balance - ending		<u><u>\$ 3,614</u></u>	

COUNTY OF GLENN, CALIFORNIA

**Surface/Groundwater and Weed Grants Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 933,589	\$ 552,372	\$ (381,217)
Investment earnings	<u>500</u>	<u>2,635</u>	<u>2,135</u>
Total revenues	934,089	555,007	(379,082)
Expenditures:			
Current:			
Public protection			
Services and supplies	<u>677,527</u>	<u>315,685</u>	<u>361,842</u>
Excess of revenues over expenditures	256,562	239,322	(17,240)
Other Financing Uses:			
Transfers out	<u>(45,227)</u>	<u>(11,500)</u>	<u>33,727</u>
Net change in fund balance	<u>\$ 211,335</u>	227,822	<u>\$ 16,487</u>
Fund balance (deficit) - beginning		<u>(171,774)</u>	
Fund balance - ending		<u>\$ 56,048</u>	

COUNTY OF GLENN, CALIFORNIA

Title III Forest Reserve Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ 1,120	\$ 1,824	\$ 704
Expenditures:			
Current:			
General government			
Services and supplies	<u>10,000</u>	<u>337</u>	<u>9,663</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (8,880)</u>	1,487	<u>\$ 10,367</u>
Fund balance - beginning		<u>62,528</u>	
Fund balance - ending		<u>\$ 64,015</u>	

COUNTY OF GLENN, CALIFORNIA

Bio Terrorism Grant Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Intergovernmental	\$ 198,595	\$ 178,345	\$ (20,250)
Investment earnings	800	990	190
	<u>199,395</u>	<u>179,335</u>	<u>(20,060)</u>
Total revenues			
Expenditures:			
Current:			
Health and sanitation			
Services and supplies	<u>205,219</u>	<u>148,167</u>	<u>57,052</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,824)</u>	<u>31,168</u>	<u>36,992</u>
Other Financing Sources (Uses):			
Transfers in	20,000	11,113	(8,887)
Transfers out	<u>(51,514)</u>	<u>(42,281)</u>	<u>9,233</u>
Total other financing sources (uses)	<u>(31,514)</u>	<u>(31,168)</u>	<u>346</u>
Net change in fund balance	<u>\$ (37,338)</u>	-	<u>\$ 37,338</u>
Fund balance - beginning		<u>37,339</u>	
Fund balance - ending		<u>\$ 37,339</u>	

COUNTY OF GLENN, CALIFORNIA

**IHSS Public Authority Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 260,291	\$ 184,344	\$ (75,947)
Investment earnings	-	657	657
	<hr/>	<hr/>	<hr/>
Total revenues	260,291	185,001	(75,290)
 Expenditures:			
Current:			
Public assistance			
Services and supplies	260,291	185,000	75,291
	<hr/>	<hr/>	<hr/>
Excess of revenues over expenditures	<u>\$ -</u>	<u>1</u>	<u>\$ 1</u>
 Fund balance - beginning		<hr/>	37,638
 Fund balance - ending		<u>\$ 37,639</u>	

COUNTY OF GLENN, CALIFORNIA

SSD Stuart Foundation Grant Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ -	\$ 356	\$ 356
Expenditures:			
Current:			
General government	<u>16,000</u>	<u>15,657</u>	<u>343</u>
Deficiency of revenues under expenditures	<u>\$ (16,000)</u>	<u>(15,301)</u>	<u>\$ 699</u>
Fund balance - beginning		<u>19,691</u>	
Fund deficit - ending		<u>\$ 4,390</u>	

COUNTY OF GLENN, CALIFORNIA

Per Capita Park Grant Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Intergovernmental	\$ 201,500	\$ 20,150	\$ (181,350)
Investment earnings	-	198	198
Total revenues	<u>201,500</u>	<u>20,348</u>	<u>(181,152)</u>
Expenditures:			
Current:			
General government			
Services and supplies	41,500	-	41,500
Capital outlay	<u>138,500</u>	<u>-</u>	<u>138,500</u>
Total expenditures	<u>180,000</u>	<u>-</u>	<u>180,000</u>
Excess of revenues over expenditures	21,500	20,348	(1,152)
Other Financing Uses:			
Transfers out	<u>(21,500)</u>	<u>-</u>	<u>21,500</u>
Net change in fund balance	<u>\$ -</u>	<u>20,348</u>	<u>\$ 20,348</u>
Fund balance - beginning		<u>-</u>	
Fund balance - ending		<u>\$ 20,348</u>	

COUNTY OF GLENN, CALIFORNIA

**Superintendent of Schools Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 106,225	\$ 126,169	\$ 19,944
Intergovernmental	2,500	2,736	236
Investment earnings	<u>1,000</u>	<u>10,321</u>	<u>9,321</u>
Total revenues	109,725	139,226	29,501
Expenditures:			
Current:			
Education			
Services and supplies	<u>100,274</u>	<u>-</u>	<u>100,274</u>
Excess of revenues over expenditures	9,451	139,226	129,775
Other Financing Uses:			
Transfers out	<u>(44,846)</u>	<u>(44,845)</u>	<u>1</u>
Net change in fund balance	<u>\$ (35,395)</u>	94,381	<u>\$ 129,776</u>
Fund balance - beginning		<u>254,060</u>	
Fund balance - ending		<u>\$ 348,441</u>	

COUNTY OF GLENN, CALIFORNIA

**Artois Fire Protection District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 19,000	\$ 25,740	\$ 6,740
Intergovernmental	2,150	2,189	39
Investment earnings	3,000	5,365	2,365
Charges for services	30,000	28,408	(1,592)
Miscellaneous	4	5,854	5,850
	<u>54,154</u>	<u>67,556</u>	<u>13,402</u>
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	8,000	7,961	39
Services and supplies	45,760	30,500	15,260
Total public protection	53,760	38,461	15,299
Capital outlay	2,650	837	1,813
	<u>56,410</u>	<u>39,298</u>	<u>17,112</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (2,256)</u>	28,258	<u>\$ 30,514</u>
Fund balance - beginning		<u>167,849</u>	
Fund balance - ending		<u>\$ 196,107</u>	

COUNTY OF GLENN, CALIFORNIA

**Bayliss Fire Protection District Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 7,150	\$ 9,357	\$ 2,207
Intergovernmental	825	841	16
Investment earnings	1,200	1,963	763
Charges for services	12,150	12,062	(88)
Miscellaneous	105	105	-
	<u>21,430</u>	<u>24,328</u>	<u>2,898</u>
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	3,000	2,980	20
Services and supplies	12,380	9,601	2,779
Total public protection	15,380	12,581	2,799
Capital outlay	22,000	20,229	1,771
	<u>37,380</u>	<u>32,810</u>	<u>4,570</u>
Deficiency of revenues under expenditures	<u>\$ (15,950)</u>	(8,482)	<u>\$ 7,468</u>
Fund balance - beginning		<u>66,249</u>	
Fund balance - ending		<u>\$ 57,767</u>	

COUNTY OF GLENN, CALIFORNIA

**Hamilton Fire Protection District Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 14,230	\$ 12,034	\$ (2,196)
Intergovernmental	30,400	21,262	(9,138)
Investment earnings	4,000	8,285	4,285
Charges for services	198,100	220,172	22,072
Miscellaneous	-	396	396
	<hr/>	<hr/>	<hr/>
Total revenues	246,730	262,149	15,419
Expenditures:			
Current:			
Public protection:			
Salaries abd benefits	121,516	96,183	25,333
Services and supplies	96,455	84,547	11,908
	<hr/>	<hr/>	<hr/>
Total public protection	217,971	180,730	37,241
Capital outlay	65,000	29,597	35,403
	<hr/>	<hr/>	<hr/>
Total expenditures	282,971	210,327	72,644
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	\$ (36,241)	51,822	\$ 88,063
	<hr/>	<hr/>	<hr/>
Fund balance - beginning		257,481	
		<hr/>	
Fund balance - ending		\$ 309,303	
		<hr/>	

COUNTY OF GLENN, CALIFORNIA

**Willows Fire Protection District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 37,000	\$ 47,354	\$ 10,354
Intergovernmental	67,183	67,319	136
Investment earnings	1,800	3,990	2,190
Charges for services	33,750	33,691	(59)
Miscellaneous	<u>714</u>	<u>714</u>	<u>-</u>
 Total revenues	 <u>140,447</u>	 <u>153,068</u>	 <u>12,621</u>
 Expenditures:			
Current:			
Public protection:			
Salaries and benefits	6,119	6,115	4
Services and supplies	<u>71,559</u>	<u>64,291</u>	<u>7,268</u>
Total public protection	<u>77,678</u>	<u>70,406</u>	<u>7,272</u>
Capital outlay	<u>42,139</u>	<u>42,139</u>	<u>-</u>
Debt service:			
Principal	20,203	20,986	(783)
Interest	<u>6,854</u>	<u>6,071</u>	<u>783</u>
Total debt service	<u>27,057</u>	<u>27,057</u>	<u>-</u>
Total expenditures	<u>146,874</u>	<u>139,602</u>	<u>7,272</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (6,427)</u>	13,466	<u>\$ 19,893</u>
Fund balance - beginning		<u>124,400</u>	
Fund balance - ending		<u>\$ 137,866</u>	

COUNTY OF GLENN, CALIFORNIA

**Storm Drain Maintenance #1 Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 272	\$ 273	\$ 1
Intergovernmental	5	5	-
Investment earnings	800	1,343	543
Miscellaneous	<u>99</u>	<u>100</u>	<u>1</u>
Total revenues	1,176	1,721	545
Expenditures:			
Current:			
Public protection:			
Services and supplies	<u>4,524</u>	<u>517</u>	<u>4,007</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (3,348)</u>	1,204	<u>\$ 4,552</u>
Fund balance - beginning		<u>46,203</u>	
Fund balance - ending		<u>\$ 47,407</u>	

COUNTY OF GLENN, CALIFORNIA

Storm Drain Maintenance #3 Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2006

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:			
Taxes	\$ 3,245	\$ 3,469	\$ 224
Intergovernmental	65	62	(3)
Investment earnings	900	1,630	730
Miscellaneous	92	92	-
Total revenues	4,302	5,253	951
Expenditures:			
Current:			
Public protection:			
Services and supplies	4,378	1,304	3,074
Excess (deficiency) of revenues over (under) expenditures	\$ (76)	3,949	\$ 4,025
Fund balance - beginning		54,491	
Fund balance - ending		\$ 58,440	

COUNTY OF GLENN, CALIFORNIA

**North Willows County Service Area Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Taxes	\$ 10,140	\$ 9,309	\$ (831)
Intergovernmental	200	161	(39)
Investment earnings	250	263	13
Charges for services	19,100	19,080	(20)
Miscellaneous	<u>538</u>	<u>538</u>	<u>-</u>
Total revenues	30,228	29,351	(877)
Expenditures:			
Current:			
Public protection:			
Services and supplies	<u>32,198</u>	<u>21,533</u>	<u>10,665</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (1,970)</u>	7,818	<u>\$ 9,788</u>
Fund balance - beginning		<u>2,366</u>	
Fund balance - ending		<u>\$ 10,184</u>	

COUNTY OF GLENN, CALIFORNIA

**Olive Fruit Fly District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment earnings	\$ 450	\$ 2,096	\$ 1,646
Charges for services	60,000	66,412	6,412
Miscellaneous	<u>10,000</u>	<u>234</u>	<u>(9,766)</u>
Total revenues	<u>70,450</u>	<u>68,742</u>	<u>(1,708)</u>
Expenditures:			
Current:			
Salaries and benefits	12,440	2,980	9,460
Services and supplies	<u>67,959</u>	<u>51,293</u>	<u>16,666</u>
Total expenditures	<u>80,399</u>	<u>54,273</u>	<u>26,126</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (9,949)</u>	14,469	<u>\$ 24,418</u>
Fund balance - beginning		<u>60,124</u>	
Fund balance - ending		<u>\$ 74,593</u>	

COUNTY OF GLENN, CALIFORNIA

**Air Pollution Control District Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2006**

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:			
Licenses and permits	\$ 167,100	\$ 174,842	\$ 7,742
Fines, forfeitures and penalties	8,000	17,062	9,062
Intergovernmental	427,560	439,170	11,610
Investment earnings	3,950	8,538	4,588
Charges for services	<u>110,200</u>	<u>126,184</u>	<u>15,984</u>
 Total revenues	 <u>716,810</u>	 <u>765,796</u>	 <u>48,986</u>
Expenditures:			
Current:			
Public protection:			
Salaries and benefits	396,199	362,455	33,744
Services and supplies	<u>420,956</u>	<u>309,596</u>	<u>111,360</u>
 Total expenditures	 <u>817,155</u>	 <u>672,051</u>	 <u>145,104</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>\$ (100,345)</u>	 93,745	 <u>\$ 194,090</u>
 Fund balance - beginning		 <u>254,097</u>	
 Fund balance - ending		 <u>\$ 347,842</u>	

NONMAJOR CAPITAL PROJECTS FUNDS

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

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

COUNTY OF GLENN, CALIFORNIA

Combining Balance Sheet
 Nonmajor Capital Project Funds
 June 30, 2006

	Accumulated Capital Outlay	Building	Total Nonmajor Capital Projects Funds
Assets			
Cash and investments	\$ 46,096	\$ 926,676	\$ 972,772
Cash with fiscal agent	-	34,709	34,709
	<u>46,096</u>	<u>961,385</u>	<u>1,007,481</u>
Total assets	<u>\$ 46,096</u>	<u>\$ 961,385</u>	<u>\$ 1,007,481</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ -	\$ 3,452	\$ 3,452
Due to other funds	-	9,738	9,738
	<u>-</u>	<u>13,190</u>	<u>13,190</u>
Total liabilities	-	13,190	13,190
Fund balances:			
Unreserved/undesignated	46,096	948,195	994,291
	<u>46,096</u>	<u>948,195</u>	<u>994,291</u>
Total liabilities and fund balances	<u>\$ 46,096</u>	<u>\$ 961,385</u>	<u>\$ 1,007,481</u>

COUNTY OF GLENN, CALIFORNIA

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2006**

	Accumulated Capital Outlay	Building	Total Nonmajor Capital Projects Funds
Revenues:			
Investment earnings	\$ 6,093	\$ 22,820	\$ 28,913
Miscellaneous	-	256	256
	<hr/>	<hr/>	<hr/>
Total revenues	6,093	23,076	29,169
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government	-	137,500	137,500
Capital outlay	-	496,565	496,565
Debt service:			
Principal	-	2,612,500	2,612,500
Interest	-	67,078	67,078
	<hr/>	<hr/>	<hr/>
Total expenditures	-	3,313,643	3,313,643
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	6,093	(3,290,567)	(3,284,474)
	<hr/>	<hr/>	<hr/>
Other financing sources (uses):			
Transfers in	354,368	404,668	759,036
Transfers out	(322,718)	-	(322,718)
Debt issuance	-	2,750,000	2,750,000
	<hr/>	<hr/>	<hr/>
Total other operating sources (uses)	31,650	3,154,668	3,186,318
	<hr/>	<hr/>	<hr/>
Net change in fund balances	37,743	(135,899)	(98,156)
	<hr/>	<hr/>	<hr/>
Fund balances - beginning	8,353	1,084,094	1,092,447
	<hr/>	<hr/>	<hr/>
Fund balances - ending	\$ 46,096	\$ 948,195	\$ 994,291
	<hr/>	<hr/>	<hr/>

INTERNAL SERVICE FUNDS

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

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

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

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

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

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

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

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

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

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Net Assets
Internal Service Funds
June 30, 2006

	Service Center	Public Works	Human Resources	Health Services	Central Services
Assets					
Current assets:					
Cash and investments	\$ 812,505	\$ 116,730	\$ 16,746	\$ 6,196	\$ 5,759
Accounts receivable	64,755	-	71,338	-	-
Due from other funds	84,790	217,485	23,859	159,434	5,777
Due from other governments	5,125	-	16,608	-	331
Prepaid items	-	3,500	6,250	-	-
Inventory	12,195	-	-	-	-
Total current assets	<u>979,370</u>	<u>337,715</u>	<u>134,801</u>	<u>165,630</u>	<u>11,867</u>
Noncurrent assets:					
Capital assets:					
Structure and improvements	206,058	185,030	-	-	-
Machinery and equipment	2,763,271	53,353	-	-	-
Less accumulated depreciation	(2,019,049)	(83,056)	-	-	-
Total noncurrent assets	<u>950,280</u>	<u>155,327</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>1,929,650</u>	<u>493,042</u>	<u>134,801</u>	<u>165,630</u>	<u>11,867</u>
Liabilities					
Current liabilities:					
Accounts payable	3,450	4,612	31,586	16,655	9,400
Accrued salaries and benefits	18,586	37,302	86,896	37,440	-
Due to other funds	28,992	91,273	1,293	102,193	347
Due to other governments	-	17,331	58	14	-
Unearned revenue	-	-	-	-	-
Loans payable - current	-	9,989	-	-	-
Compensated absences - current	1,200	6,407	15,886	3,351	-
Total current liabilities	<u>52,228</u>	<u>166,914</u>	<u>135,719</u>	<u>159,653</u>	<u>9,747</u>
Noncurrent liabilities:					
Loans payable	-	62,918	-	-	-
Compensated absences	22,522	50,426	99,390	34,764	-
Total noncurrent liabilities	<u>22,522</u>	<u>113,344</u>	<u>99,390</u>	<u>34,764</u>	<u>-</u>
Total liabilities	<u>74,750</u>	<u>280,258</u>	<u>235,109</u>	<u>194,417</u>	<u>9,747</u>
Net Assets (Deficit)					
Invested in capital assets, net of related debt	950,280	155,327	-	-	-
Unrestricted	904,620	57,457	(100,308)	(28,787)	2,120
Total net assets (deficit)	<u>\$ 1,854,900</u>	<u>\$ 212,784</u>	<u>\$ (100,308)</u>	<u>\$ (28,787)</u>	<u>\$ 2,120</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Net Assets
Internal Service Funds
June 30, 2006

Vegetation and Environmental Management	Data Processing	Underground Storage Tanks	Tri-County Bee	Total Internal Service Funds	
					Assets
					Current assets:
\$ 52,573	\$ -	\$ 73,599	\$ 1,119	\$ 1,085,227	Cash and investments
5,561	-	-	-	141,654	Accounts receivable
3,840	-	-	-	495,185	Due from other funds
1,863	-	-	-	23,927	Due from other governments
-	15,666	-	-	25,416	Prepaid items
19,832	-	-	-	32,027	Inventory
<u>83,669</u>	<u>15,666</u>	<u>73,599</u>	<u>1,119</u>	<u>1,803,436</u>	Total current assets
					Noncurrent assets:
					Capital assets:
-	-	-	-	391,088	Structure and improvements
52,000	-	-	-	2,868,624	Machinery and equipment
(51,217)	-	-	-	(2,153,322)	Less accumulated depreciation
<u>783</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,106,390</u>	Total noncurrent assets
<u>84,452</u>	<u>15,666</u>	<u>73,599</u>	<u>1,119</u>	<u>2,909,826</u>	Total assets
					Liabilities
					Current liabilities:
193	-	107	16	66,019	Accounts payable
-	-	-	-	180,224	Accrued salaries and benefits
1,696	-	34,554	-	260,348	Due to other funds
-	-	-	-	17,403	Due to other governments
-	15,666	-	-	15,666	Unearned revenue
-	-	-	-	9,989	Loans payable - current
-	-	-	-	26,844	Compensated absences
<u>1,889</u>	<u>15,666</u>	<u>34,661</u>	<u>16</u>	<u>576,493</u>	Total current liabilities
					Noncurrent liabilities:
-	-	-	-	62,918	Loans payable
-	-	-	-	207,102	Compensated absences
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>270,020</u>	Total noncurrent liabilities
<u>1,889</u>	<u>15,666</u>	<u>34,661</u>	<u>16</u>	<u>846,513</u>	Total liabilities
					Net Assets (Deficit)
783	-	-	-	1,106,390	Invested in capital assets, net of related debt
81,780	-	38,938	1,103	956,923	Unrestricted
<u>\$ 82,563</u>	<u>\$ -</u>	<u>\$ 38,938</u>	<u>\$ 1,103</u>	<u>\$ 2,063,313</u>	Total net assets (deficit)

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2006

	Service Center	Public Works	Human Resources	Health Services	Central Services
Operating revenues:					
Charges and fees	\$ 979,509	\$ 1,360,441	\$ 3,276,083	\$ 852,950	\$ 109,086
Miscellaneous	39,633	73	-	-	-
Total operating revenues	<u>1,019,142</u>	<u>1,360,514</u>	<u>3,276,083</u>	<u>852,950</u>	<u>109,086</u>
Operating expenses:					
Salaries and benefits	438,841	1,101,630	2,357,037	865,074	-
Services and supplies	211,549	335,562	915,150	-	111,836
Depreciation	334,017	6,393	-	-	-
Total operating expenses	<u>984,407</u>	<u>1,443,585</u>	<u>3,272,187</u>	<u>865,074</u>	<u>111,836</u>
Operating income (loss)	<u>34,735</u>	<u>(83,071)</u>	<u>3,896</u>	<u>(12,124)</u>	<u>(2,750)</u>
Nonoperating revenues (expenses):					
Investment earnings	21,259	2,258	-	-	-
Interest expense	-	(1,613)	-	-	-
Intergovernmental	-	-	-	-	-
Total nonoperating revenues (expenses)	<u>21,259</u>	<u>645</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	55,994	(82,426)	3,896	(12,124)	(2,750)
Net assets (deficit) - beginning	<u>1,798,906</u>	<u>295,210</u>	<u>(104,204)</u>	<u>(16,663)</u>	<u>4,870</u>
Net assets (deficit) - ending	<u>\$ 1,854,900</u>	<u>\$ 212,784</u>	<u>\$ (100,308)</u>	<u>\$ (28,787)</u>	<u>\$ 2,120</u>

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2006

Vegetation and Environmental Management	Data Processing	Underground Storage Tanks	Tri-County Bee	Total Internal Service Funds	
\$ 126,139	\$ 187,992	\$ 39,890	\$ 6,010	\$ 6,938,100	Operating revenues:
-	-	339	-	40,045	Charges and fees
126,139	187,992	40,229	6,010	6,978,145	Miscellaneous
					Total operating revenues
-	-	-	-	4,762,582	Operating expenses:
120,597	187,992	135,214	6,195	2,024,095	Salaries and benefits
5,395	-	-	-	345,805	Services and supplies
125,992	187,992	135,214	6,195	7,132,482	Depreciation
					Total operating expenses
147	-	(94,985)	(185)	(154,337)	Operating income (loss)
1,017	-	3,342	72	27,948	Nonoperating revenues (expenses):
-	-	-	-	(1,613)	Investment earnings
-	-	60,000	-	60,000	Interest expense
1,017	-	63,342	72	86,335	Intergovernmental
					Total nonoperating revenues (expenses)
1,164	-	(31,643)	(113)	(68,002)	Change in net assets
81,399	-	70,581	1,216	2,131,315	Net assets (deficit) - beginning
\$ 82,563	\$ -	\$ 38,938	\$ 1,103	\$ 2,063,313	Net assets (deficit) - ending

COUNTY OF GLENN, CALIFORNIA

Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2006

	Service Center	Public Works	Human Resources	Health Services	Central Services
Cash flows from operating activities:					
Receipts from customers and users	\$ 1,003,804	\$ 1,427,101	\$ 3,270,144	\$ 852,964	\$ 108,943
Receipts from interfund services provided	-	-	-	-	(298)
Payments to suppliers	(220,293)	(320,945)	(927,553)	-	(111,886)
Payments to employees	(432,618)	(1,104,249)	(2,355,135)	(839,618)	-
Payments for interfund services used	(7,178)	38,278	10,409	(9,588)	-
Net cash provided by (used for) operating activities	343,715	40,185	(2,135)	3,758	(3,241)
Cash flows from noncapital financing activities:					
Subsidy from government funds	-	-	-	-	-
Cash flows from capital and related financing activities:					
Proceeds from loan	-	77,750	-	-	-
Debt principal paid	-	(4,843)	-	-	-
Interest paid	-	(1,613)	-	-	-
Acquisition of capital assets	(323,326)	-	-	-	-
Net cash provided by (used for) capital and related financing activities	(323,326)	71,294	-	-	-
Cash flows from investing activities:					
Interest received	21,259	2,258	-	-	-
Net increase (decrease) in cash and cash equivalents	41,648	113,737	(2,135)	3,758	(3,241)
Cash and cash equivalents, beginning	770,857	2,993	18,881	2,438	9,000
Cash and cash equivalents, ending	\$ 812,505	\$ 116,730	\$ 16,746	\$ 6,196	\$ 5,759
Reconciliation of operating income (loss) to net provided by (used for) operating activities:					
Operating income (loss)	\$ 34,735	\$ (83,071)	\$ 3,896	\$ (12,124)	\$ (2,750)
Adjustment to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	334,017	6,393	-	-	-
Changes in assets and liabilities:					
Accounts receivable	(12,543)	-	10,968	-	-
Due from other funds	(28,732)	(26,928)	9,467	(109,222)	(570)
Due from other governments	(2,795)	66,587	(16,608)	-	(143)
Prepaid items	-	(2,910)	(6,250)	-	-
Inventory	-	-	-	-	-
Accounts payable	(8,744)	196	(6,211)	(138)	(50)
Accrued salaries and benefits	4,147	(4,753)	5,798	13,470	-
Due to other funds	21,554	65,206	942	99,634	272
Due to other governments	-	17,331	58	14	-
Unearned revenue	-	-	(299)	-	-
Compensated absences	2,076	2,134	(3,896)	12,124	-
Total adjustments	308,980	123,256	(6,031)	15,882	(491)
Net cash provided by (used for) operating activities	\$ 343,715	\$ 40,185	\$ (2,135)	\$ 3,758	\$ (3,241)

COUNTY OF GLENN, CALIFORNIA

**Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2006**

Vegetation and Environmental Management	Data Processing	Underground Storage Tanks	Tri-County Bee	Total Internal Service Funds	
\$ 120,831	\$ 187,992	\$ 40,229	\$ 6,010	\$ 7,018,018	Cash flows from operating activities:
-	-	-	-	(298)	Receipts from customers and users
(126,547)	(187,992)	(135,107)	(6,195)	(2,036,518)	Receipts from interfund services provided
-	-	-	-	(4,731,620)	Payments to suppliers
13,616	-	34,554	-	80,091	Payments to employees
					Payments for interfund services used
<u>7,900</u>	<u>-</u>	<u>(60,324)</u>	<u>(185)</u>	<u>329,673</u>	Net cash provided by (used for) operating
					Cash flows from noncapital financing activities:
-	-	60,000	-	60,000	Subsidy from federal/state grant
					Cash flows from capital and related financing activities:
-	-	-	-	77,750	Proceeds from loan
-	-	-	-	(4,843)	Debt principal paid
-	-	-	-	(1,613)	Interest paid
-	-	-	-	(323,326)	Acquisition of capital assets
					Net cash provided by (used for) capital and related financing activities
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(252,032)</u>	
					Cash flows from investing activities:
1,017	-	3,342	72	27,948	Interest received
8,917	-	3,018	(113)	165,589	Net increase (decrease) in cash and cash equivalents
43,656	-	70,581	1,232	919,638	Cash and cash equivalents, beginning
<u>\$ 52,573</u>	<u>\$ -</u>	<u>\$ 73,599</u>	<u>\$ 1,119</u>	<u>\$ 1,085,227</u>	Cash and cash equivalents, ending
					Reconciliation of operating income (loss) to net provided by (used for) operating activities:
\$ 147	\$ -	\$ (94,985)	\$ (185)	\$ (154,337)	Operating income (loss)
					Adjustment to reconcile operating income (loss) to net cash provided by (used for) operating activities:
5,395	-	-	-	345,805	Depreciation
(3,445)	-	-	-	(5,020)	Changes in assets and liabilities:
16,348	-	-	-	(139,637)	Accounts receivable
(1,863)	-	-	-	45,178	Due from other funds
-	(15,666)	-	-	(24,826)	Due from other governments
(1,594)	-	-	-	(1,594)	Prepaid items
(4,356)	-	107	-	(19,196)	Inventory
-	-	-	-	18,662	Accounts payable
(2,732)	-	34,554	-	219,430	Accrued salaries and benefits
-	-	-	-	17,403	Due to other funds
-	15,666	-	-	15,367	Due to other governments
-	-	-	-	12,438	Unearned revenue
-	-	-	-	-	Compensated absences
7,753	-	34,661	-	484,010	Total adjustments
<u>\$ 7,900</u>	<u>\$ -</u>	<u>\$ (60,324)</u>	<u>\$ (185)</u>	<u>\$ 329,673</u>	Net cash provided by (used for) operating activities

AGENCY FUNDS

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

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

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

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

COUNTY OF GLENN, CALIFORNIA

**Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2006**

	<u>Beginning July 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2006</u>
Taxes				
Assets:				
Cash and investments	\$ 231,865	\$ 27,387,435	\$ 27,139,501	\$ 479,799
Taxes receivable	1,228,880	24,285,727	24,325,317	1,189,290
Due from other governments	<u>-</u>	<u>92</u>	<u>-</u>	<u>92</u>
Total assets	<u>\$ 1,460,745</u>	<u>\$ 51,673,254</u>	<u>\$ 51,464,818</u>	<u>\$ 1,669,181</u>
Liabilities:				
Due to other governments	\$ 427,647	\$ 50	\$ 427,647	\$ 50
Agency obligations	<u>1,033,098</u>	<u>51,673,204</u>	<u>51,037,171</u>	<u>1,669,131</u>
Total liabilities	<u>\$ 1,460,745</u>	<u>\$ 51,673,254</u>	<u>\$ 51,464,818</u>	<u>\$ 1,669,181</u>
	<u>Beginning July 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2006</u>
Courts				
Assets:				
Cash and investments	\$ 574,473	\$ 3,862,662	\$ 3,573,747	\$ 863,388
Due from other governments	20,635	10,778	20,635	10,778
Other assets	<u>62,045</u>	<u>23,301</u>	<u>-</u>	<u>85,346</u>
Total assets	<u>\$ 657,153</u>	<u>\$ 3,896,741</u>	<u>\$ 3,594,382</u>	<u>\$ 959,512</u>
Liabilities:				
Accounts payable	\$ 334,245	\$ 130,187	\$ -	\$ 464,432
Due to other governments	99,781	121,947	99,781	121,947
Agency obligations	<u>223,127</u>	<u>3,644,607</u>	<u>3,494,601</u>	<u>373,133</u>
Total liabilities	<u>\$ 657,153</u>	<u>\$ 3,896,741</u>	<u>\$ 3,594,382</u>	<u>\$ 959,512</u>

COUNTY OF GLENN, CALIFORNIA

Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2006

	Beginning July 1, 2005	Additions	Deletions	Ending June 30, 2006
Public Guardian				
Assets:				
Cash with fiscal agent	\$ 558,920	\$ 71,423	\$ -	\$ 630,343
Other assets	69,791	5,172	-	74,963
Total assets	<u>\$ 628,711</u>	<u>\$ 76,595</u>	<u>\$ -</u>	<u>\$ 705,306</u>
Liabilities:				
Agency obligations	<u>\$ 628,711</u>	<u>\$ 76,595</u>	<u>\$ -</u>	<u>\$ 705,306</u>
	Beginning July 1, 2005	Additions	Deletions	Ending June 30, 2006
All Others				
Assets:				
Cash and investments	\$ 1,963,150	\$ 49,014,815	\$ 49,151,621	\$ 1,826,344
Cash with fiscal agent	29,452	-	-	29,452
Taxes receivable	555,790	-	555,790	-
Due from other governments	436,597	35,353	445,057	26,893
Other assets	41,679	-	1,944	39,735
Total assets	<u>\$ 3,026,668</u>	<u>\$ 49,050,168</u>	<u>\$ 50,154,412</u>	<u>\$ 1,922,424</u>
Liabilities:				
Accounts payable	\$ 661,887	\$ 136,752	\$ -	\$ 798,639
Due to other governments	89,356	70,207	89,356	70,207
Agency obligations	2,275,425	48,843,209	50,065,056	1,053,578
Total liabilities	<u>\$ 3,026,668</u>	<u>\$ 49,050,168</u>	<u>\$ 50,154,412</u>	<u>\$ 1,922,424</u>

COUNTY OF GLENN, CALIFORNIA

**Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2006**

All Agency Funds	<u>Beginning July 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending June 30, 2006</u>
Assets:				
Cash and investments	\$ 2,769,488	\$ 80,264,912	\$ 79,864,869	\$ 3,169,531
Cash with fiscal agent	588,372	71,423	-	659,795
Taxes receivable	1,784,670	24,285,727	24,881,107	1,189,290
Due from other governments	457,232	46,223	465,692	37,763
Other assets	<u>173,515</u>	<u>28,473</u>	<u>1,944</u>	<u>200,044</u>
Total assets	<u><u>\$ 5,773,277</u></u>	<u><u>\$ 104,696,758</u></u>	<u><u>\$ 105,213,612</u></u>	<u><u>\$ 5,256,423</u></u>
Liabilities:				
Accounts payable	\$ 996,132	\$ 266,939	\$ -	\$ 1,263,071
Due to other governments	616,784	192,204	616,784	192,204
Agency obligations	<u>4,160,361</u>	<u>104,237,615</u>	<u>104,596,828</u>	<u>3,801,148</u>
Total liabilities	<u><u>\$ 5,773,277</u></u>	<u><u>\$ 104,696,758</u></u>	<u><u>\$ 105,213,612</u></u>	<u><u>\$ 5,256,423</u></u>



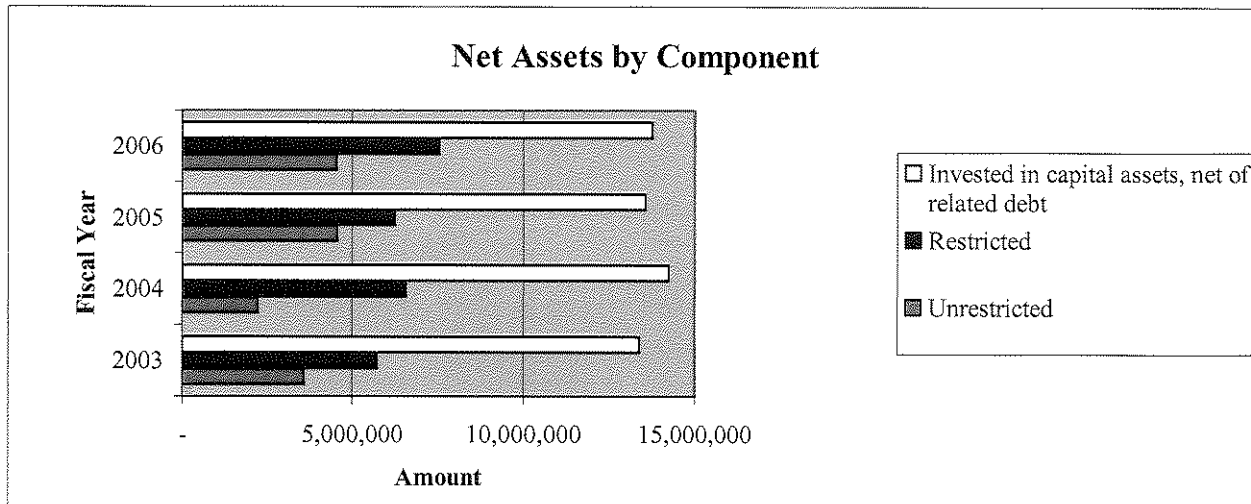
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Statistical Section

COUNTY OF GLENN, CALIFORNIA
 Net Assets by Component
 Last Four Fiscal Years
 (accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
Government activities				
Invested in capital assets, net of related debt	\$ 11,596,706	\$ 12,456,267	\$ 11,834,405	\$ 12,297,189
Restricted for:				
Health and social services	-	5,023,175	4,809,770	6,076,008
Public protection	-	1,050,662	1,169,510	1,345,891
Road projects	-	-	139,381	-
Other purposes	5,724,262	494,456	124,861	125,262
Unrestricted	3,805,987	3,752,139	5,822,449	5,469,111
Subtotal governmental activities net assets	<u>21,126,955</u>	<u>22,776,699</u>	<u>23,900,376</u>	<u>25,313,461</u>
Business-type activities				
Invested in capital assets, net of related debt	1,771,681	1,758,509	1,709,598	1,458,512
Unrestricted	(234,710)	(1,537,921)	(1,284,573)	(934,705)
Subtotal business-type activities net assets	<u>1,536,971</u>	<u>220,588</u>	<u>425,025</u>	<u>523,807</u>
Primary government				
Invested in capital assets, net of related debt	13,368,387	14,214,776	13,544,003	13,755,701
Restricted for:				
Health and social services	-	5,023,175	4,809,770	6,076,008
Public protection	-	1,050,662	1,169,510	1,345,891
Road projects	-	-	139,381	-
Other purposes	5,724,262	494,456	124,861	125,262
Unrestricted	3,571,277	2,214,218	4,537,876	4,534,406
Total primary government net assets	<u>\$ 22,663,926</u>	<u>\$ 22,997,287</u>	<u>\$ 24,325,401</u>	<u>\$ 25,837,268</u>



1 - Capital assets include land, infrastructure, buildings and improvements, equipment and vehicles.

2 - Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted only when an external party, such as the state or federal government, places a restriction on how resources may be used, or through enabling legislation by the County.

Trend data is only available for the last four fiscal years since the implementation of GASB 34.

Source: Comprehensive Annual Financial Reports - County of Glenn

COUNTY OF GLENN, CALIFORNIA

Changes in Net Assets
Last Four Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
Expenses				
Government activities:				
General government	\$ 5,707,773	\$ 3,368,328	\$ 3,022,884	\$ 6,460,876
Public protection	15,662,139	16,059,856	16,136,292	15,721,499
Public ways and facilities	3,005,576	2,548,164	2,704,151	3,186,281
Health and sanitation	8,053,317	9,333,079	10,458,100	10,981,458
Public assistance	19,080,838	20,263,729	21,184,801	21,407,340
Education	640,061	455,826	413,373	355,383
Interest on long-term liabilities	222,969	158,483	215,048	369,751
Total governmental activities expenses	<u>52,372,673</u>	<u>52,187,465</u>	<u>54,134,649</u>	<u>58,482,588</u>
Business-type activities:				
Landfill	1,176,536	2,488,738	1,128,367	1,344,661
Hospital	432,061	11,655	14,489	15,552
Airports	384,803	425,632	411,432	631,980
Total business-type activities expenses	<u>1,993,400</u>	<u>2,926,025</u>	<u>1,554,288</u>	<u>1,992,193</u>
Total primary government expenses	<u>54,366,073</u>	<u>55,113,490</u>	<u>55,688,937</u>	<u>60,474,781</u>
Program Revenues				
Government activities:				
Charges for services				
General government	4,268,004	1,519,129	1,470,151	1,781,124
Public protection	2,575,843	3,359,199	3,597,521	3,990,266
Public ways and facilities	285,938	187,140	109,801	175,329
Health and sanitation	152,260	169,125	187,645	389,790
Public assistance	6,972	5,642	9,229	31,297
Education	217	-	-	-
Operating grants and contributions	36,063,048	37,692,919	38,754,058	42,163,401
Capital grants and contributions	2,094,887	1,360,843	137,500	180,968
Total government activities program revenues	<u>45,447,169</u>	<u>44,293,997</u>	<u>44,265,905</u>	<u>48,712,175</u>
Business-type activities:				
Charges for services				
Landfill	1,141,486	1,112,330	1,260,003	1,443,850
Hospital	41,240	421	33,094	50
Airports	301,872	321,559	332,142	378,380
Operating grants and contributions	90,836	75,544	71,725	194,155
Capital grants and contributions	352,667	58,436	-	-
Total business-type activities program revenues	<u>1,928,101</u>	<u>1,568,290</u>	<u>1,696,964</u>	<u>2,016,435</u>
Total primary government program revenues	<u>47,375,270</u>	<u>45,862,287</u>	<u>45,962,869</u>	<u>50,728,610</u>
Net (Expense)/ Revenue				
Governmental activities	(6,925,504)	(7,893,468)	(9,868,744)	(9,770,413)
Business-type activities	(65,299)	(1,357,735)	142,676	24,242
Total primary government net expense	<u>(6,990,803)</u>	<u>(9,251,203)</u>	<u>(9,726,068)</u>	<u>(9,746,171)</u>

Net (expense) revenue is the difference between the expenses and program revenues of a function or program. It indicates the extent to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses are net expenses, indicating that expenses are greater than program revenues and general purpose revenues were needed to finance that function or program.

COUNTY OF GLENN, CALIFORNIA

Changes in Net Assets

Last Four Fiscal Years

(accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
General Revenues and Other Changes in Net Assets				
Government activities:				
Taxes:				
Property taxes	\$ 3,612,501	\$ 3,774,493	\$ 3,846,785	\$ 4,349,572
Real property transfer tax	91,462	113,778	177,982	196,565
Other taxes	43,883	21,664	23,711	20,958
Intergovernmental not restricted to specific programs:				
Motor vehicle in lieu taxes	- 1,952,240	1,661,599	2,671,881	2,626,514
Williamson Act	961,102	1,006,263	1,031,909	1,047,008
Sales tax shared revenue	813,806	1,198,080	870,463	957,676
Sales tax in-lieu			323,210	141,155
Unrestricted investment earnings	586,201	321,309	500,495	666,175
Gain on sale of capital assets	36,059	94,063	-	-
Tobacco settlement	325,412	289,463	285,931	262,433
Other	1,185,055	1,062,798	1,260,054	915,442
Transfers	(43,360)	(298)	-	-
Total governmental activities general revenues	<u>9,564,361</u>	<u>9,543,212</u>	<u>10,992,421</u>	<u>11,183,498</u>
Business-type activities:				
Unrestricted investment earnings	57,154	28,979	35,872	74,485
Other	3,870	12,075	25,889	55
Transfers	43,360	298	-	-
Total business-type activities general revenues	<u>104,384</u>	<u>41,352</u>	<u>61,761</u>	<u>74,540</u>
Total primary government general revenues	<u>9,668,745</u>	<u>9,584,564</u>	<u>11,054,182</u>	<u>11,258,038</u>
Changes in Net Assets				
Government activities	2,638,857	1,649,744	1,123,677	1,413,085
Business-type activities	39,085	(1,316,383)	204,437	98,782
Total primary government	<u>\$ 2,677,942</u>	<u>\$ 333,361</u>	<u>\$ 1,328,114</u>	<u>\$ 1,511,867</u>

Trend data is only available for the last four fiscal years since the implementation of GASB 34.

Source: Comprehensive Annual Financial Reports - County of Glenn

COUNTY OF GLENN, CALIFORNIA
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	1997	1998	1999	2000	2001
General fund					
Reserved for:					
Encumbrances	\$ 65,871	\$ 65,729	\$ 129,062	\$ 33,396	\$ 180,391
Inventories, advances and other assets	109,031	242,126	102,705	72,805	73,155
Unreserved, reported in:					
Designated	-	-	-	-	-
Undesignated	1,183,901	1,779,343	1,883,024	2,021,315	3,062,269
Total General fund	1,358,803	2,087,198	2,114,791	2,127,516	3,315,815
All other governmental funds					
Reserved for:					
Encumbrances	338,621	2,000	2,083	473,448	268,390
Debt service	326,940	326,940	219,000	224,768	219,000
Inventories, advances and other assets	281,942	720,261	717,001	171,750	62,992
Unreserved, reported in:					
Special revenue funds	1,221,094	1,393,002	950,539	608,095	1,764,614
Capital projects funds	1,142,148	707,810	806,769	697,247	808,583
Total all other governmental funds	3,310,745	3,150,013	2,695,392	2,175,308	3,123,579
Total Governmental Funds					
Reserved for:					
Encumbrances	404,492	67,729	131,145	506,844	448,781
Debt service	326,940	326,940	219,000	224,768	219,000
Inventories, advances and other assets	390,973	962,387	819,706	244,555	136,147
Unreserved, reported in:					
General fund- Designated	-	-	-	-	-
General fund- Undesignated	1,183,901	1,779,343	1,883,024	2,021,315	3,062,269
Special revenue funds	1,221,094	1,393,002	950,539	608,095	1,764,614
Capital projects funds	1,142,148	707,810	806,769	697,247	808,583
Total governmental funds	\$ 4,669,548	\$ 5,237,211	\$ 4,810,183	\$ 4,302,824	\$ 6,439,394

Governmental funds include general fund, special revenue funds, debt service funds, capital project funds and permanent funds.

Source: Comprehensive Annual Financial Reports - County of Glenn

COUNTY OF GLENN, CALIFORNIA
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

		Fiscal Year					
2002	2003	2004	2005	2006			
						General fund	
						Reserved for:	
\$ 72,314	\$ 255,579	\$ 49,622	\$ 106,574	\$ 243,946		Encumbrances	
377,453	599,328	281,775	307,285	200,047		Inventories, advances and other assets	
						Unreserved, reported in:	
-	2,488,154	2,956,286	2,612,072	3,685,847		Designated	
2,470,128	3,082,513	3,061,269	4,320,103	4,027,552		Undesignated	
<u>2,919,895</u>	<u>6,425,574</u>	<u>6,348,952</u>	<u>7,346,034</u>	<u>8,157,392</u>		Total General fund	
						All other governmental funds	
						Reserved for:	
238,498	-	-	-	-		Encumbrances	
219,000	-	-	-	-		Debt service	
1,344,826	1,623,237	1,706,878	1,775,037	1,653,890		Inventories, advances and other assets	
						Unreserved, reported in:	
2,101,243	1,788,005	1,853,602	1,998,535	2,556,301		Special revenue funds	
783,068	476,654	693,958	1,092,447	994,291		Capital projects funds	
<u>4,686,635</u>	<u>3,887,896</u>	<u>4,254,438</u>	<u>4,866,019</u>	<u>5,204,482</u>		Total all other governmental funds	
						Total Governmental Funds	
						Reserved for:	
310,812	255,579	49,622	106,574	243,946		Encumbrances	
219,000	-	-	-	-		Debt service	
1,722,279	2,222,565	1,988,653	2,082,322	1,853,937		Inventories, advances and other assets	
						Unreserved, reported in:	
-	2,488,154	2,956,286	2,612,072	3,685,847		General fund- Designated	
2,470,128	3,082,513	3,061,269	4,320,103	4,027,552		General fund- Undesignated	
2,101,243	1,788,005	1,853,602	1,998,535	2,556,301		Special revenue funds	
783,068	476,654	693,958	1,092,447	994,291		Capital projects funds	
<u>\$ 7,606,530</u>	<u>\$ 10,313,470</u>	<u>\$ 10,603,390</u>	<u>\$ 12,212,053</u>	<u>\$ 13,361,874</u>		Total governmental funds	

COUNTY OF GLENN, CALIFORNIA
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	1997	1998	1999	2000	2001
Revenues:					
Taxes	\$ 3,988,593	\$ 4,398,826	\$ 4,456,025	\$ 4,692,273	\$ 5,122,836
Licenses and permits	707,336	757,313	766,758	971,667	1,220,603
Fines, forfeitures, and penalties	321,092	469,411	739,693	797,484	819,260
Intergovernmental	20,821,620	22,578,386	22,641,015	25,768,196	31,513,710
Investment earnings	542,934	688,863	878,369	803,128	1,055,968
Charges for services	2,862,103	3,042,825	3,495,334	4,046,489	3,844,202
Miscellaneous	963,398	1,015,143	423,353	910,437	981,372
Total revenues	<u>30,207,076</u>	<u>32,950,767</u>	<u>33,400,547</u>	<u>37,989,674</u>	<u>44,557,951</u>
Expenditures:					
General government	3,855,179	3,981,951	4,430,310	4,883,268	4,440,349
Public protection	8,638,057	8,713,609	9,518,416	11,490,460	11,803,594
Public ways and facilities	3,382,247	3,951,089	3,809,166	4,474,404	4,759,586
Health and sanitation	4,870,438	5,373,035	5,462,050	5,849,537	6,500,881
Public assistance	9,813,722	9,584,357	9,693,474	10,927,626	11,412,230
Education	386,188	411,985	397,604	451,072	499,969
Recreation and culture	45,073	45,343	-	-	-
Capital outlay	310,423	242,407	100,060	671,366	1,940,821
Debt Service:					
Principal	140,000		185,000	313,292	605,726
Interest	176,797	79,328	120,314	138,420	156,783
Total expenditures	<u>31,618,124</u>	<u>32,383,104</u>	<u>33,716,394</u>	<u>39,199,445</u>	<u>42,119,939</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,411,048)</u>	<u>567,663</u>	<u>(315,847)</u>	<u>(1,209,771)</u>	<u>2,438,012</u>
Other financing sources (uses)					
Debt issuance				688,250	
Capital lease financing					63,539
Transfers in	4,941,994	4,079,793	4,705,599	5,005,130	4,989,037
Transfers out	(4,891,507)	(4,079,793)	(4,705,599)	(5,005,130)	(4,989,037)
Total other financing sources (uses)	<u>50,487</u>	<u>-</u>	<u>-</u>	<u>688,250</u>	<u>63,539</u>
Net change in fund balance	<u>\$ (1,360,561)</u>	<u>\$ 567,663</u>	<u>\$ (315,847)</u>	<u>\$ (521,521)</u>	<u>\$ 2,501,551</u>
Debt services as a percentage of non-capital expenditures	1.02%	0.25%	0.92%	1.19%	1.93%

Source: Comprehensive Annual Financial Reports - County of Glenn

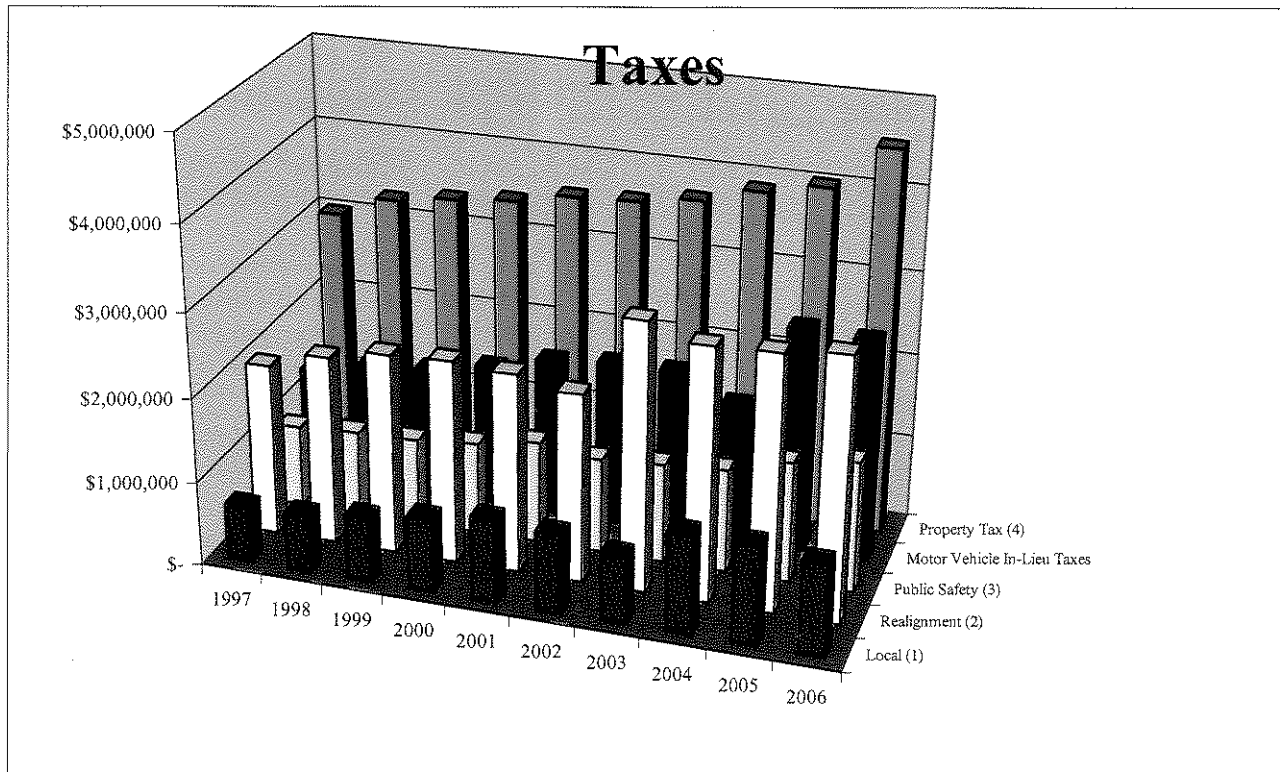
COUNTY OF GLENN, CALIFORNIA
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

		Fiscal Year					
2002	2003	2004	2005	2006			
						Revenues:	
\$ 4,769,374	\$ 4,561,652	\$ 5,108,015	\$ 5,242,151	\$ 4,567,095	Taxes		
995,476	1,126,475	1,192,130	1,247,192	1,362,534	Licenses and permits		
977,389	1,190,035	1,379,809	1,244,380	1,552,544	Fines, forfeitures, and penalties		
39,342,369	41,011,277	41,661,011	42,535,348	47,056,722	Intergovernmental		
878,310	562,107	308,842	483,585	638,227	Investment earnings		
4,704,109	4,972,724	5,262,650	5,899,428	3,773,014	Charges for services		
1,149,816	1,510,467	1,317,383	1,434,142	1,137,830	Miscellaneous		
<u>52,816,843</u>	<u>54,934,737</u>	<u>56,229,840</u>	<u>58,086,226</u>	<u>60,087,966</u>	Total revenues		
						Expenditures:	
5,084,055	5,420,168	5,537,438	5,496,928	3,716,494	General government		
14,240,830	15,304,335	15,640,848	15,983,604	16,931,455	Public protection		
4,213,193	2,849,135	2,491,809	2,471,927	3,248,816	Public ways and facilities		
14,975,086	8,005,829	9,364,177	10,450,745	11,305,877	Health and sanitation		
12,098,235	18,864,961	20,119,080	21,041,392	21,438,426	Public assistance		
538,374	635,515	452,064	346,602	339,751	Education		
-	-	-	-	-	Recreation and culture		
1,399,867	3,378,332	1,949,235	2,917,727	1,426,565	Capital outlay		
						Debt Service:	
550,433	1,705,546	430,078	326,984	2,912,623	Principal		
350,653	222,969	158,483	215,048	368,138	Interest		
<u>53,450,726</u>	<u>56,386,790</u>	<u>56,143,212</u>	<u>59,250,957</u>	<u>61,688,145</u>	Total expenditures		
<u>(633,883)</u>	<u>(1,452,053)</u>	<u>86,628</u>	<u>(1,164,731)</u>	<u>(1,600,179)</u>	Excess (deficiency) of revenues over (under) expenditures		
						Other financing sources (uses)	
			2,612,500	2,750,000	Long-term debt proceeds		
			160,894		Capital lease financing		
7,035,870	536,169	1,045,158	373,171	1,206,791	Transfers in		
<u>(7,035,870)</u>	<u>(579,529)</u>	<u>(1,045,456)</u>	<u>(373,171)</u>	<u>(1,206,791)</u>	Transfers out		
-	1,666,640	203,292	2,773,394	2,750,000	Total other financing sources (uses)		
<u>\$ (633,883)</u>	<u>\$ 214,587</u>	<u>\$ 289,920</u>	<u>\$ 1,608,663</u>	<u>\$ 1,149,821</u>	Net change in fund balance		
1.76%	3.78%	1.10%	0.97%	5.76%	Debt services as a percentage of non-capital expenditures		

COUNTY OF GLENN, CALIFORNIA
 General Governmental Tax Revenue by Source
 Last Ten Fiscal Years

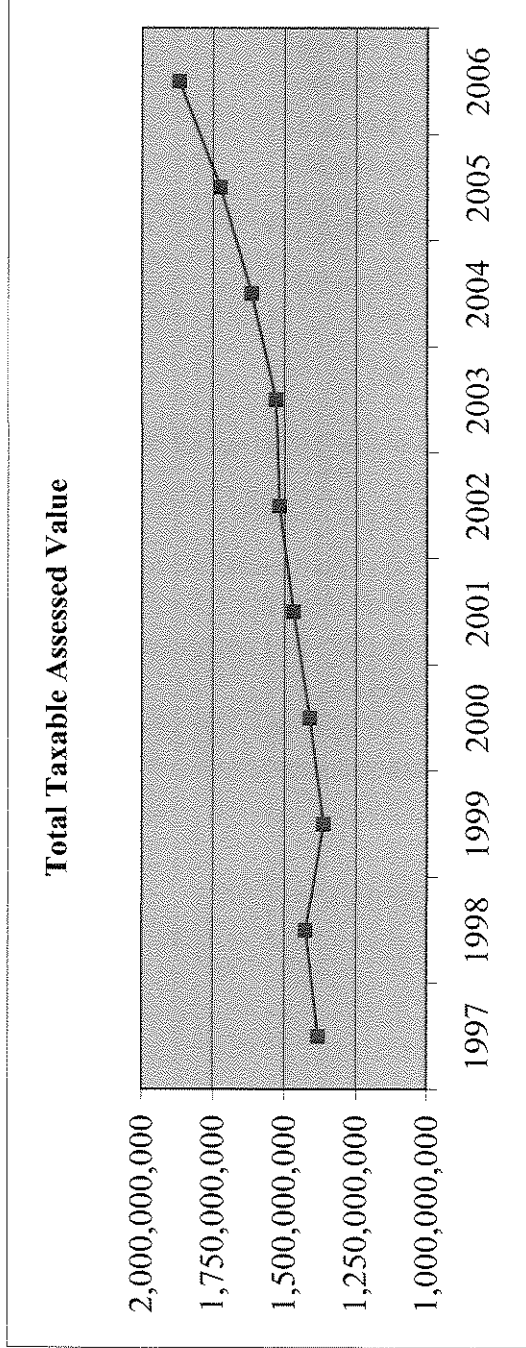
Fiscal Year	Sales Tax				
	Local ⁽¹⁾	Realignment ⁽²⁾	Public Safety ⁽³⁾	Motor Vehicle In-Lieu Taxes	Property Tax ⁽⁴⁾
1997	\$ 673,442	\$ 2,043,785	\$ 971,620	\$ 1,355,323	\$ 3,017,304
1998	690,935	2,242,310	1,012,050	1,512,947	3,276,058
1999	778,001	2,378,188	1,028,683	1,569,824	3,367,280
2000	890,206	2,406,117	1,091,221	1,700,464	3,437,461
2001	1,000,108	2,361,793	1,219,002	1,881,198	3,568,786
2002	945,776	2,235,564	1,129,820	1,950,484	3,605,238
2003	813,806	3,173,903	1,182,503	1,952,240	3,703,963
2004	1,198,080	2,990,465	1,227,627	1,661,599	3,888,271
2005	1,193,673	3,017,732	1,433,829	2,671,881	4,024,767
2006	1,098,831	3,098,144	1,555,173	2,626,514	4,546,137

- ⁽¹⁾ Includes Sales tax shared revenue and Sales tax in-lieu on the Statement of Activities.
- ⁽²⁾ Reported as part of operating grants on the Statement of Activities.
- ⁽³⁾ Reported as part of operating grants on the Statement of Activities.
- ⁽⁴⁾ Includes property taxes and real property transfer tax on the Statement of Activities.



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

Fiscal Year Ended June 30,	Real Property		Personal Property		Total Secured		Total Unsecured		Less: Tax Exempt Property		Total Taxable Assessed Property		Total Direct Tax Rate
	\$		\$		\$		\$		\$		\$		
1997	-	-	-	-	-	-	-	-	-	-	-	1,382,354,773	1.00%
1998	-	-	-	-	-	-	-	-	-	-	-	1,426,579,060	1.00%
1999	1,251,258,480	113,443,434	1,364,701,914	56,166,147	1,420,868,061	56,166,147	1,477,034,208	56,096,229	1,420,937,979	1,364,771,832	56,096,229	1,420,937,979	1.00%
2000	1,299,041,076	116,652,327	1,415,693,403	55,030,768	1,470,724,171	55,030,768	1,525,754,939	57,783,750	1,467,971,189	1,412,940,421	57,783,750	1,470,724,171	1.00%
2001	1,338,149,421	128,812,701	1,466,962,122	61,737,935	1,528,700,057	61,737,935	1,590,437,992	58,213,075	1,532,224,917	1,470,486,982	58,213,075	1,532,224,917	1.00%
2002	1,385,490,158	124,302,236	1,509,792,394	68,425,944	1,578,218,338	68,425,944	1,646,644,282	59,104,642	1,589,539,640	1,519,113,696	59,104,642	1,589,539,640	1.00%
2003	1,398,905,903	122,018,922	1,520,924,825	68,261,624	1,589,186,447	68,261,624	1,657,448,071	58,262,871	1,609,185,200	1,530,923,578	58,262,871	1,609,185,200	1.00%
2004	1,480,635,944	119,095,546	1,599,731,490	72,279,198	1,671,831,036	72,279,198	1,744,110,234	55,923,498	1,688,186,736	1,616,087,190	55,923,498	1,688,186,736	1.00%
2005	1,581,092,715	127,674,940	1,708,767,655	76,617,575	1,785,385,230	76,617,575	1,861,992,805	58,892,880	1,803,099,925	1,726,492,350	58,892,880	1,803,099,925	1.00%
2006	1,725,290,096	126,158,013	1,851,448,109	79,399,969	1,927,847,078	79,399,969	2,007,247,047	60,391,958	1,946,855,089	1,870,456,120	60,391,958	1,946,855,089	1.00%



Note: Estimated actual value of taxable property cannot be easily determined as the property in the County is not reassessed annually. Reassessment normally occurs when ownership changes.

The allocation for fiscal years ended June 30, 1997 and 1998 was not available. As a result, we are showing total taxable assessed property for those two years.

Source: Glenn County Department of Finance

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

Fiscal Fiscal Year	Countywide Tax	(1) School Districts	Total
1997	1.00000	0.00840	1.00840
1998	1.00000	0.01400	1.01400
1999	1.00000	0.01833	1.01833
2000	1.00000	0.03050	1.03050
2001	1.00000	0.04833	1.04833
2002	1.00000	0.05233	1.05233
2003	1.00000	0.04395	1.04395
2004	1.00000	0.04250	1.04250
2005	1.00000	0.04930	1.04930
2006	1.00000	0.04630	1.04630

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

Article XIII A, added to the California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value as appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased to reflect:

- a) annual inflation up to 2 percent;
- b) current market value at time of ownership change.
- c) market value for new construction

Source: Glenn County Department of Finance

COUNTY OF GLENN, CALIFORNIA
Principal Property Taxpayers
Current Year and Three Years Ago

Taxpayer	Fiscal Year 2003			Fiscal Year 2006		
	Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Johns Manville	\$ 73,839,760	1	4.82%	\$ 77,930,730	1	4.17%
Pacific Gas & Electric Co.	60,388,958	2	3.94%	68,616,202	2	3.67%
Venoco Inc.	18,890,895	3	1.23%	41,743,125	3	2.23%
Big W Ranch Copr.	8,654,572	5	0.57%	15,818,095	4	0.85%
Paul Violich Inc.	6,078,780	9	0.40%	10,823,619	5	0.58%
The Nature Conservancy	6,005,443	10	0.39%	10,310,918	6	0.55%
Royale Energy Inc.				10,401,138	7	0.56%
C F Koehnen and Sons Orchards	6,198,274	7	0.40%	9,222,773	8	0.49%
Lario Oil and Gas				7,360,211	9	0.39%
SBC California				7,005,089	10	0.37%
Pacific Bell	9,892,512	4	0.65%			
Dept of Veterans Affairs	6,257,908	6	0.41%			
Land O Lakes	6,417,799	8	0.42%			
	<u>\$ 202,624,901</u>		<u>13.24%</u>	<u>\$ 259,231,900</u>		<u>13.86%</u>
Net Assessed Value of Taxable Property	<u>\$ 1,530,923,578</u>			<u>\$ 1,870,456,120</u>		

Notes:

(1) Assessed Value amounts include Secured and Unsecured less exemptions.

Reliable data was available beginning fiscal year ended June 30, 2003.

Source: Glenn County Department of Finance

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

Fiscal Year	Taxes Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1997	\$ 15,237,706	\$ 14,888,294	97.7%	\$ 343,185	\$ 15,231,479	99.96%
1998	15,508,681	15,156,055	97.7%	345,509	15,501,564	99.95%
1999	16,125,823	15,745,443	97.6%	369,227	16,114,670	99.93%
2000	16,633,522	16,272,591	97.8%	349,150	16,621,741	99.93%
2001	17,173,929	16,399,169	95.5%	760,441	17,159,610	99.92%
2002	17,873,305	17,343,991	97.0%	488,535	17,832,526	99.77%
2003	18,222,869	17,833,019	97.9%	319,756	18,152,775	99.62%
2004	19,233,422	18,965,225	98.6%	202,944	19,168,169	99.66%
2005	20,551,442	20,187,592	98.2%	186,417	20,374,009	99.14%
2006	22,217,663	21,874,187	98.5%	-	21,874,187	98.45%

Notes:

Amounts include secured and unsecured tax levy for the County itself, school districts, cities and special districts under the supervision of their own governing boards.

Source: County of Glenn Department of Finance

COUNTY OF GLENN, CALIFORNIA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	<u>Governmental Activities</u>				<u>Business-type Activities</u>				Total Primary Government	Percentage of Personal Income	Per Capita
	Loans Payable	Certificates of Participation	Capital Leases	Capital Leases	Loans Payable	Capital Leases	Capital Leases				
1997	\$ 25,500	\$ -	\$ 2,494,931	\$ -	\$ 30,909	\$ -	\$ -	\$ 2,551,340	0.51%	\$	97
1998	23,800	-	2,495,434	-	13,998	-	-	2,533,232	0.54%		96
1999	22,100	-	2,486,448	-	131,729	286,209	-	2,926,486	0.58%		111
2000	20,400	-	2,943,091	-	123,365	235,334	-	3,322,190	0.65%		125
2001	18,700	-	2,402,604	-	235,000	618,522	-	3,274,826	0.62%		123
2002	-	-	1,870,871	-	225,200	472,652	-	2,568,723	0.48%		95
2003	-	-	1,875,325	-	214,726	381,827	-	2,471,878	0.44%		90
2004	-	-	1,648,837	-	203,287	146,592	-	1,998,716	n/a		72
2005	2,612,500	-	1,482,747	-	190,882	43,916	-	4,330,045	n/a		154
2006	72,907	2,750,000	1,182,624	-	177,511	-	-	4,183,042	n/a		n/a

n/a - Data is not available

Source: County Comprehensive Annual Financial Reports and the California State University, Chico, Center for Economic Development - Glenn County 2006 Economic and Demographic Profile

COUNTY OF GLENN, CALIFORNIA
 Computation of Direct and Overlapping Bonded Debt
 June 30, 2006

2005-06 Assessed Valuation: \$ 1,870,456,120

	Percentage Applicable to Government	Net General Obligation Bonded Debt Outstanding
Overlapping Tax and Assessment Debt:		
Hamilton Union High School District	100%	\$ 1,130,000
Plaza Unified School District	100%	<u>680,000</u>
Total Overlapping Tax and Assessment Debt		1,810,000

Direct and Overlapping General Fund Obligation Debt:

Glenn County Office of Education Certificates of Participation	100%	<u>2,750,000</u>
Net Combined Total Debt		<u>\$ 4,560,000</u>

Ratios to 2005-06 Assessed Valuation:

Total Overlapping Tax and Assessment Debt 0.24%

Notes:

(1) Excludes tax and revenue anticipation notes.

Source: Glenn County Department of Finance

COUNTY OF GLENN, CALIFORNIA
 Computation of Legal Debt Margin
 Last Ten Fiscal Years

Fiscal Year	(1) Assessed Value	(2) Legal Debt Limit	(3) General Bonded Debt	(4) Legal Debt Margin	Legal Debt Margin/Debt Limit
1997	\$ 1,382,354,773	\$ 17,279,435	\$ -	\$ 17,279,435	100.00%
1998	1,426,579,060	17,832,238	-	17,832,238	100.00%
1999	1,364,771,832	17,059,648	-	17,059,648	100.00%
2000	1,412,940,421	17,661,755	-	17,661,755	100.00%
2001	1,470,486,982	18,381,087	-	18,381,087	100.00%
2002	1,519,113,696	18,988,921	-	18,988,921	100.00%
2003	1,530,923,578	19,136,545	-	19,136,545	100.00%
2004	1,616,087,190	20,201,090	-	20,201,090	100.00%
2005	1,726,492,350	21,581,154	-	21,581,154	100.00%
2006	1,870,456,120	23,380,702	-	23,380,702	100.00%

Notes:

- (1) Total assessed valuation does not include exempt property.
- (2) The legal debt limit is set by statute at 1.25 percent of the total assessed valuation
- (3) The County does not have any General Bonded Debt.
- (4) The legal debt margin is the legal debt limit reduced by all general bonded debt.

Source: Glenn County Department of Finance

COUNTY OF GLENN, CALIFORNIA
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	County Population	Personal Income	Per Capita Personal Income	School Enrollment	Unemployment Rate
1997	26,400	495,512,000	18,862	6,206	13.2%
1998	26,400	473,270,000	18,074	6,167	13.4%
1999	26,300	502,340,000	19,077	6,215	11.2%
2000	26,550	511,494,000	19,334	6,234	12.0%
2001	26,727	526,875,000	19,940	6,167	11.5%
2002	26,998	536,360,000	20,008	6,055	12.0%
2003	27,424	561,980,000	20,641	6,103	12.7%
2004	27,824	n/a	n/a	6,063	n/a
2005	28,197	n/a	n/a	n/a	n/a
2006	n/a	n/a	n/a	n/a	n/a

n/a - Data is not available

Source - California State University, Chico, Center for Economic Development - Glenn County 2006 Economic and Demographic Profile

COUNTY OF GLENN, CALIFORNIA
Principal Employers
Current Year and Five Years Ago

Company or Organization	As of June 30, 2001			As of June 30, 2006		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
County of Glenn	523	1	3.1%	510	1	3.4%
Johns Manville Intl	250-499	2	1.5%-3.0%	250-499	2	1.6%-3.3%
Wal-Mart	100-249	3-6	.6%-1.5%	100-249	3-8	.7%-1.6%
Shasta Packing Co.				100-249	3-8	.7%-1.6%
Rumiano Cheese				100-249	3-8	.7%-1.6%
Jacinto Grange				100-249	3-8	.7%-1.6%
Glenn Medical Center	100-249	3-6	.6%-1.5%	100-249	3-8	.7%-1.6%
Erick Nielsen Enterprises	100-249	3-6	.6%-1.5%	100-249	3-8	.7%-1.6%
L & W Stone Corporation	100-249	3-6	.6%-1.5%			
Land O' Lakes Inc.	50-99	7-10	.3%-.6%	50-99	9-10	.3%-.7%
Glenn County Office of Education	50-99	7-10	.3%-.6%	50-99	9-10	.3%-.7%
Mendocino National Forest District	50-99	7-10	.3%-.6%			
Glenn-Colusa Irrigation District	50-99	7-10	.3%-.6%			
Total	1373-2414		8.2%-14.5%	1460-2701		9.6%-17.8%

Reliable data for businesses within the County was available beginning fiscal year ended June 30, 2001.

Source - California State University, Chico, Center for Economic Development - Glenn County 2006 Economic and Demographic Profile

COUNTY OF GLENN, CALIFORNIA
Miscellaneous Statistical Data
June 30, 2006

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

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

County Seat: Willows, California

Date of Incorporation: March 5, 1891

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

Fiscal Year: July 1 through June 30

Incorporated Cities: Orland - Population 6,675 (2005)
Willows - Population 6,438 (2005)

Roads: 863 miles of County maintained streets and roads in the unincorporated areas

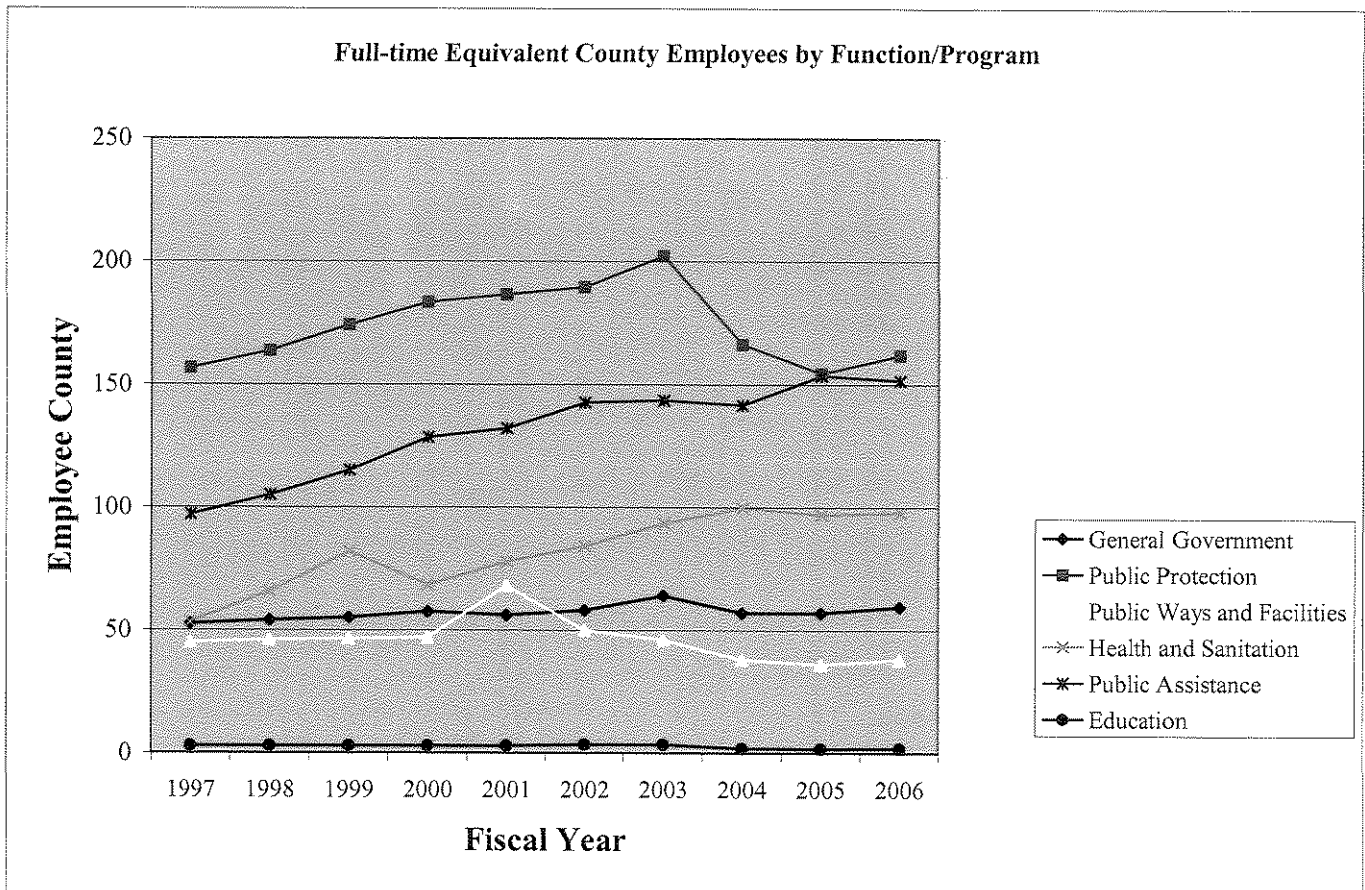
County Employees
at June 30:

Year	Number of Full-Time Equivalent Employees	Percent of Increase/ (Decrease)
1997	407	-7%
1998	437	7%
1999	475	9%
2000	487	3%
2001	523	7%
2002	527	1%
2003	553	5%
2004	504	-9%
2005	499	-1%
2006	510	2%

Source: Glenn County Department of Finance

COUNTY OF GLENN, CALIFORNIA
Full-time Equivalent County Employees by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Government	53	54	55	58	56	58	64	57	57	60
Public Protection	157	164	174	183	187	189	202	166	154	162
Public Ways & Facilities	45	46	47	47	68	50	46	38	36	38
Health & Sanitation	53	66	82	68	78	84	93	100	97	98
Public Assistance	97	105	115	128	132	143	144	142	154	152
Education	3	3	3	3	3	4	4	2	2	2
Total full-time equivalent employees	407	437	475	487	523	527	553	504	499	510



Source: Glenn County Department of Finance

COUNTY OF GLENN, CALIFORNIA
 Operating Indicators by Function/Program
 Last Four Fiscal Years

	Fiscal Year			
	2003	2004	2005	2006
General Government				
<i>Finance</i>				
Number of checks written	18,455	16,019	15,465	16,066
<i>Assessor</i>				
Total number of assessment roll units:				
Secured	17,736	17,892	18,003	18,500
Unsecured	1,728	1,773	3,162	3,403
<i>Elections</i>				
Number of registered voters	11,235	11,560	12,028	11,753
Public Protection				
<i>Sheriff</i>				
Number of cases written	2,905	2,690	3,312	3,601
Number of computer aided dispatch calls	2,912	2,993	3,421	3,395
Number of citations issued	284	235	180	193
Average daily inmate population	81	131	127	144
<i>Probation</i>				
Number of cases - adult	n/a	n/a	879	908
Number of cases - juvenile	n/a	n/a	147	164
Average daily inmate population - Juvenile Hall	n/a	n/a	12	24
<i>District Attorney</i>				
Number of cases received	2,076	2,470	2,745	3,071
<i>Child Support</i>				
Number of open cases at fiscal year end	2,108	2,139	2,232	2,260
<i>Animal Control</i>				
Number of dog licenses issued	2,417	2,351	2,717	2,382
<i>Public Guardian</i>				
Number of conservatorships	37	38	34	37
<i>Planning and Public Works Agency Building Inspector Division</i>				
Number of building permits issued	537	572	476	582
<i>Air Pollution Control District</i>				
Number of operating permits issued	537	572	476	582
<i>Clerk-Recorder</i>				
Number of documents recorded	8,079	9,332	9,277	9,722
Public Ways and Facilities				
<i>Planning and Public Works Agency Road Division</i>				
Number of road miles maintained	863	863	863	863
Health and Sanitation				
<i>Health Services Agency - Mental Health Division</i>				
Number of clients served - adults (age 21 and over)	396	467	508	498
Number of clients served - youth (ages 6-20)	231	285	347	293
Number of clients served - early intervention (ages 0-5)	10	21	48	56
<i>Health Services Agency - Public Health Division</i>				
Child health and disability prevention exams	2,506	2,682	2,873	2,855
California children's' services cases	219	291	286	289
HIV tests administered	153	113	107	127
Women, infants and children participants	1,349	1,375	1,392	1,434
Immunizations including TB tests	3,390	2,960	2,645	3,315
Field nursing home visits	195	201	290	298
Pregnancy tests	315	227	200	182
Number of births	382	388	398	405

COUNTY OF GLENN, CALIFORNIA
 Operating Indicators by Function/Program
 Last Four Fiscal Years

	Fiscal Year			
	2003	2004	2005	2006
Health Services Agency - Environmental Health Division				
Number of sewage disposal system permits	92	82	82	89
Number of drinking water well permits	92	87	102	106
Number of food facilities inspected	154	160	157	174
Health Services Agency - Alcohol & Drug Division				
Community recovery center clients	122	126	114	99
Prenatal clients	49	46	28	32
Drug court clients	84	58	45	46
Proposition 36 clients	83	97	74	78
Teen clients	50	38	26	17
Public Assistance				
Human Resource Agency				
<i>Public Assistance/Safety Net Services</i>				
Persons assisted	3,972	3,792	3,852	3,996
Persons entered into employment	132	96	108	156
Persons discontinued cash aid due to employment	60	60	36	60
<i>Self-Sufficiency/Safety Net Services</i>				
Work force investment act (WIA) clients logged for services	2,616	11,820	9,624	7,824
WIA job tips distributed	22,788	19,416	19,872	19,044
Cases management services	2,880	2,496	1,524	1,644
Energy assistance program, number of households	n/a	2,532	1,788	1,956
Food bank services participants	3,996	5,676	5,664	2,880
Section 8 housing assistance	n/a	540	516	564
Homeless assistance, # of bed nights	4,440	4,620	3,912	2,568
Family support services cases	8,436	13,908	18,072	21,900
Onsite visits (Willows and Orland offices)	59,592	62,640	65,136	50,400

n/a - Data is not available

Source - Glenn County Agencies

COUNTY OF GLENN, CALIFORNIA
 Capital Asset Statistics by Function
 Last Four Fiscal Years

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<u>Governmental Activities:</u>				
General government				
Law library	1	1	1	1
Public protection				
Fire stations (under the BOS)	4	4	4	4
Juvenile center	1	1	1	1
Sheriff's headquarters	1	1	1	1
Sheriff's substations	2	2	2	2
Jail	1	1	1	1
Public ways and facilities				
Pavement (miles)	863	863	863	863
Airports	2	2	2	2
Health and sanitation				
Clinics	2	2	2	2
Landfills	1	1	1	1
Public assistance				
Employment and training center	2	2	2	2
Education				
Libraries - (not county owned but county provides funding)	5	5	5	5