

**COUNTY OF PLUMAS,  
CALIFORNIA**



**FINANCIAL STATEMENTS  
TOGETHER WITH  
INDEPENDENT AUDITOR'S REPORT  
FOR THE YEAR ENDED  
JUNE 30, 2013**

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**COUNTY OF PLUMAS**  
**Annual Financial Report**  
**For the Year Ended June 30, 2013**

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**For the Year Ended June 30, 2013**

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## **INTRODUCTORY SECTION**

- **County Officials**

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**COUNTY OF PLUMAS**  
**County Officials**  
**For the Year Ended June 30, 2013**

**ELECTED OFFICIALS**

Supervisor, District 1.....	Terry Swofford
Supervisor, District 2.....	Kevin Goss
Supervisor, District 3.....	Sherrie Thrall
Supervisor, District 4.....	Lori Simpson
Supervisor, District 5.....	Jon Kennedy
Assessor.....	Charles Leonhardt
Auditor/Controller.....	Roberta Allen
Clerk/Recorder.....	Kathleen Williams
District Attorney and Public Administrator.....	David Hollister
Sheriff/Coroner.....	Greg Hagwood
Treasurer/Tax Collector/Collections.....	Julie White

**DEPARTMENT DIRECTORS/ADMINISTRATORS**

Administrative Officer, General Services.....	Vacant
Agricultural Commissioner/Sealer of Weights and Measure/Animal Control.....	Tim W. Gibson
Building.....	John Cunningham
Child Support Services.....	Michelle Blackford
Clerk of the Board of Supervisors.....	Nancy Daforno
County Counsel.....	Craig Settlemire
Environmental Health Director.....	Jerry Sipe
Facility Services.....	Dony Sawchuk
Fair.....	John Steffanic
Farm Advisor.....	Holly George
Human Resources.....	Gayla Trumbo
Information Technology.....	Dave Preston
Librarian.....	Lynn Sheehy
Mental Health.....	Kimball Pier
Museum.....	Scott Lawson
Office of Emergency Services.....	Jerry Sipe
Planning.....	Randall Wilson
Probation.....	Sharon Reinert
Public Health/Veteran's Service.....	Mimi Hall
Public Works.....	Robert Perreault
Social Services and Public Guardian.....	Elliott Smart

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## **FINANCIAL SECTION**

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

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Supervisors and Grand Jury  
County of Plumas  
Quincy, California

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the County of Plumas, California (County), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

To the Board of Supervisors and Grand Jury  
County of Plumas  
Quincy, California

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the County as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Emphasis of Matter**

As discussed in Note 2A to the basic financial statements, errors were detected in prior year net position. The correction of these errors resulted in the restatement of beginning net position for the year ended June 30, 2013. Our opinion is not modified with respect to this matter.

As described in Note 1Q to the financial statements, in 2013, the County implemented Governmental Accounting Standards Board (GASB) Statements No. 60, 61, 62, 63 and 66 and implemented GASB 65 in advance during the fiscal year 2013. Among these new GASB Statements, GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position; and GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, have significant impact over the County of Plumas' financial statements. Our opinion is not modified with respect to these matters.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

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 and combining nonmajor fund statements, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

To the Board of Supervisors and Grand Jury  
County of Plumas  
Quincy, California

The combining nonmajor fund statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated February 21, 2014, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the County's internal control over financial reporting and compliance.

A handwritten signature in cursive script, appearing to read "Smith & Newell", is written in black ink.

Smith & Newell CPAs  
Yuba City, California  
February 21, 2014

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**Management's Discussion and Analysis  
(Unaudited)**

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## Management's Discussion and Analysis

As management of the County of Plumas, California, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information in our financial statements.

### FINANCIAL HIGHLIGHTS

- The assets of the County exceeded liabilities at the close of the 2012-2013 fiscal year by \$80,620,526 (net position). Of this amount, \$3,146,099 (*unrestricted net position*) may be used to meet ongoing obligations to citizens and creditors, \$38,456,159 is restricted for specific purpose (*restricted net position*), and \$39,018,268 is the net investment in capital assets.
- The County governmental funds reported combined fund balances of \$43,785,692; an increase of \$4,391,417 in comparison with the prior year; whereas the increase from 2010-11 to 2011-12 was \$1,168,570.
- The County's unassigned fund balance for the general fund was \$2,520,876 or 14.5% of total general fund expenditures, an increase of 100% from the prior years' unassigned to expenditure ratio.
- The County's net investment in capital assets increased by \$3,614,301. The increase resulted primarily because of a prior period adjustment for assets completed during 2012-2013 that were previously not capitalized.
- The County's total long-term debt decreased by \$549,197 in comparison with the prior year.

### PRESENTATION CHANGES FROM PREVIOUS FINANCIAL STATEMENTS TO NOTE

There were no major changes in the presentation of the County's financial statements.

Changes to note: Local Revenue 2011 funds are reported as a major fund; whereas the activity in prior years was included with "other governmental funds".

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components 1) **Government-Wide** financial statements; 2) **Fund** financial statements and 3) **Notes** to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

**Government-Wide Financial Statements** are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

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

◦ The *statement of activities* presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will 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 and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or in part a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and welfare, public assistance, education and recreation. The business-type activities of the County include airport, transit, and solid waste operations.

Component units are included in our basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same board as the County or provide services entirely to the County. The component units are blended special revenue funds and include County Fair, Air Pollution, Crescent Mills Lighting, Quincy Lighting, Beckwourth CSA Sewer, Flood Control, CSA #11 Ambulance, Walker Ranch CSD, Grizzly Ranch CSD, and CSA #12 Plumas County Transit.

**Fund Financial Statements** are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the County can be divided into three categories: *governmental funds (special revenue & capital project)*, *proprietary funds (enterprise & internal service)*, and *fiduciary funds (school, trial courts, special districts, County departmental agencies and accrued trust funds)*.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 governmental funds organized according to their type—special revenue and capital projects. The county segregates from the General Fund a number of significant functions in major funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund, Road, Local Revenue 2011, Social Services, Mental Health, Public Health, and Public Safety, all of which are considered to be major funds.

Data from the other governmental funds is provided in the form of combining statements located in the Combining Nonmajor Fund Statements section of this report.

**Proprietary funds** are maintained in two ways. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the airport, solid waste disposal, and Transit. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insurance such as worker's compensation, unemployment, and liability insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Airport Operation and Solid Waste Planning and Operations funds are considered to be major funds of the County. The County's two internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds is 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.

**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.

**Required Supplementary Information** is presented concerning the County General Fund and major special revenue funds budgetary schedules. The County adopts an annual appropriated budget for its General Fund and major special revenue funds. A budgetary comparison schedule has been provided for the General Fund and major special revenue funds to demonstrate compliance with this budget.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$80,620,526 at the close of the most recent fiscal year.

	Statement of Net Position		
	June 30, 2013		
	Governmental Activities	Business-Type Activities	Total
Current and Other Assets	\$ 51,626,242	\$ 3,951,362	\$ 55,577,604
Capital Assets	48,240,283	6,132,985	54,373,268
Total Assets	<u>99,866,525</u>	<u>10,084,347</u>	<u>109,950,872</u>
Current and Other Liabilities	5,268,280	196,486	5,464,766
Long-Term Liabilities	21,405,460	2,460,120	23,865,580
Total Liabilities	<u>26,673,740</u>	<u>2,656,606</u>	<u>29,330,346</u>
Net Investment in Capital Assets	32,885,283	6,132,985	39,018,268
Restricted	38,456,159	-	38,456,159
Unrestricted	1,851,343	1,294,756	3,146,099
Total Net Position	<u>\$ 73,192,785</u>	<u>\$ 7,427,741</u>	<u>\$ 80,620,526</u>

Of the County's net position, \$3,146,099 represents unrestricted net position which may be used to meet the County's ongoing obligations to citizens and creditors. In addition, a portion of the County's restricted net position, \$38,456,159, can be used to meet the County's on-going obligations but are restricted in how they are used because they have been received for a specific purpose, such as State and Federal grants and debt service.

Another significant portion of the County's net position, \$39,018,268 reflects its net investment in capital assets (e.g. land and easements, structures and improvements, infrastructure, and equipment), less any related debt used to acquire those assets. 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, since the capital assets themselves cannot be used to liquidate these liabilities.

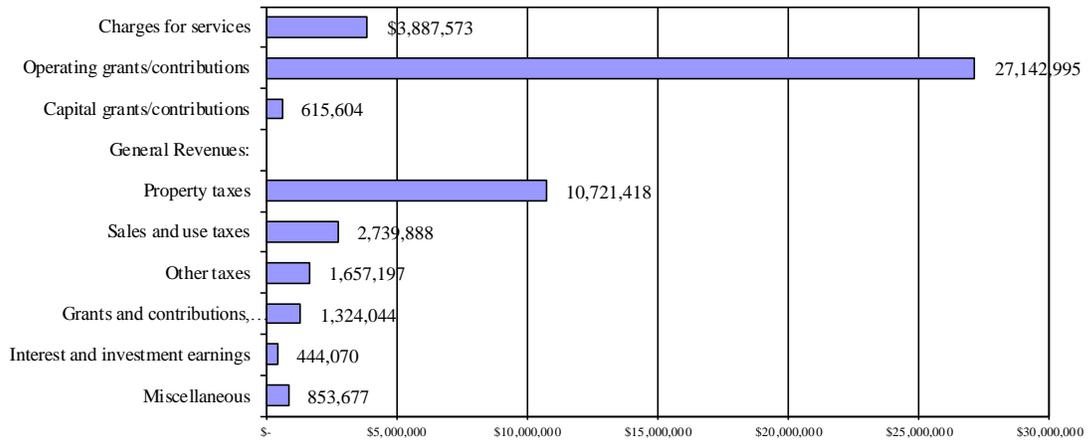
At the end of the current fiscal year, the County reported positive balances in all three categories of net position, for the County as a whole.

The County's net position increased by \$8,301,804 during the current fiscal year. This increase is due to a prior period adjustment resulting in an increase of \$3,908,959 and an increase of \$4,392,845 due to ongoing revenues exceeding ongoing expenses. The increase in the net investment in capital assets represents capital purchases net of depreciation plus the retirement of related long-term debt.

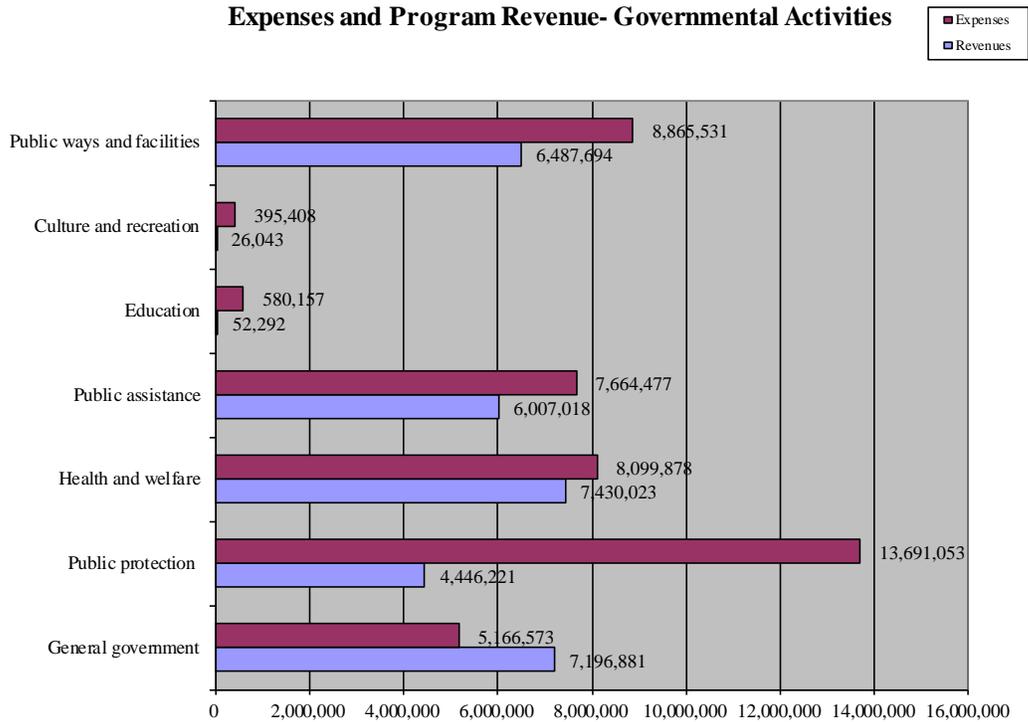
The following table indicates the changes in net position for governmental and business-type activities:

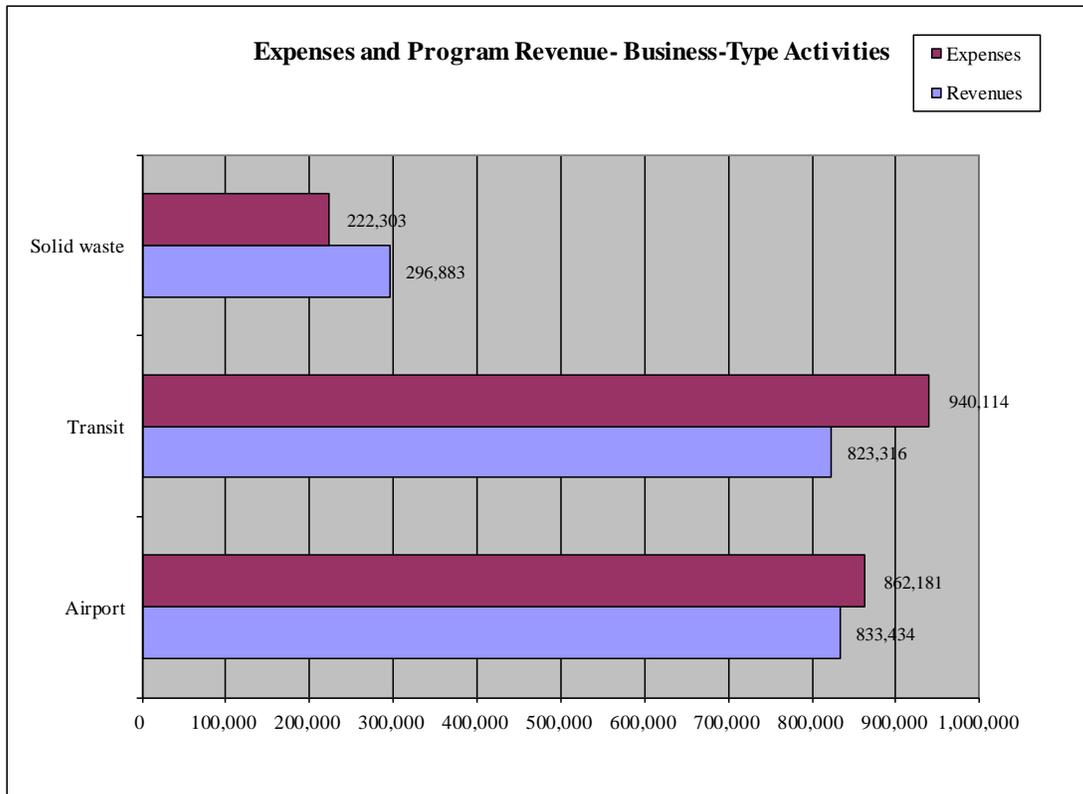
Statement of Activities For the Year Ended June 30, 2013			
	Governmental Activities	Business-Type Activities	Total
Revenues			
Program Revenues:			
Charges for services	\$ 3,887,573	\$ 311,448	\$ 4,199,021
Operating grants/contributions	27,142,995	843,177	27,986,172
Capital grants/contributions	615,604	799,008	1,414,612
General Revenues:			
Property taxes	10,721,418	-	10,721,418
Sales and use taxes	2,739,888	-	2,739,888
Other taxes	1,657,197	2,475	1,659,672
Grants and contributions, unrestricted	1,324,044	-	1,324,044
Interest and investment earnings	444,070	282,142	726,212
Miscellaneous	853,677	25,755	879,432
Transfers	39,564	(39,564)	-
Total Revenues	<u>49,426,030</u>	<u>2,224,441</u>	<u>51,650,471</u>
Expenses			
General government	5,166,573	-	5,166,573
Public protection	13,691,053	-	13,691,053
Health and welfare	8,099,878	-	8,099,878
Public assistance	7,664,477	-	7,664,477
Education	580,157	-	580,157
Culture and recreation	395,408	-	395,408
Public ways and facilities	8,865,531	-	8,865,531
Interest and fiscal charges	769,951	-	769,951
Airport	-	862,181	862,181
Transit	-	940,114	940,114
Solid waste	-	222,303	222,303
Total Expenses	<u>45,233,028</u>	<u>2,024,598</u>	<u>47,257,626</u>
Change in Net Position	4,193,002	199,843	4,392,845
Net Position - Beginning	65,090,824	7,227,898	72,318,722
Prior Period Adjustment	3,908,959	-	3,908,959
Net Position - Ending	<u>\$ 73,192,785</u>	<u>\$ 7,427,741</u>	<u>\$ 80,620,526</u>

### Revenue by Source-Governmental Activities



### Expenses and Program Revenue- Governmental Activities





## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

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

	Net Change in Fund Balance Governmental Funds		Increase(Decrease)	
	FY 2012	FY 2013	Amount	Percent
Fund Balance - Beginning	\$ 38,225,705	<b>\$ 39,394,275</b>	<b>\$ 1,168,570</b>	3.06%
Revenues	51,927,680	<b>49,199,196</b>	<b>(2,728,484)</b>	-5.25%
Expenditures	<b>(50,763,594)</b>	<b>(44,847,343)</b>	<b>(5,916,251)</b>	11.65%
Other Financing Sources (Uses)	4,484	<b>39,564</b>	<b>35,080</b>	782.34%
Fund Balance - Ending	<u>\$ 39,394,275</u>	<u><b>\$ 43,785,692</b></u>	<u><b>\$ 4,391,417</b></u>	11.15%

At June, 30, 2013, the County's governmental funds reported combined fund balances of \$43,785,692, an increase of \$4,391,417 in comparison with the prior year. Of these combined fund balances, 2,474,300 constitutes net unassigned; \$37,643,232 restricted, and \$709,852 assigned for special purposes, in the General and Special Revenue Funds, which is available to meet the County's current and future needs. The remainder of fund balance is not available for new spending because it has been Committed for future use \$2,670,225 or is in Nonspendable form \$288,083.

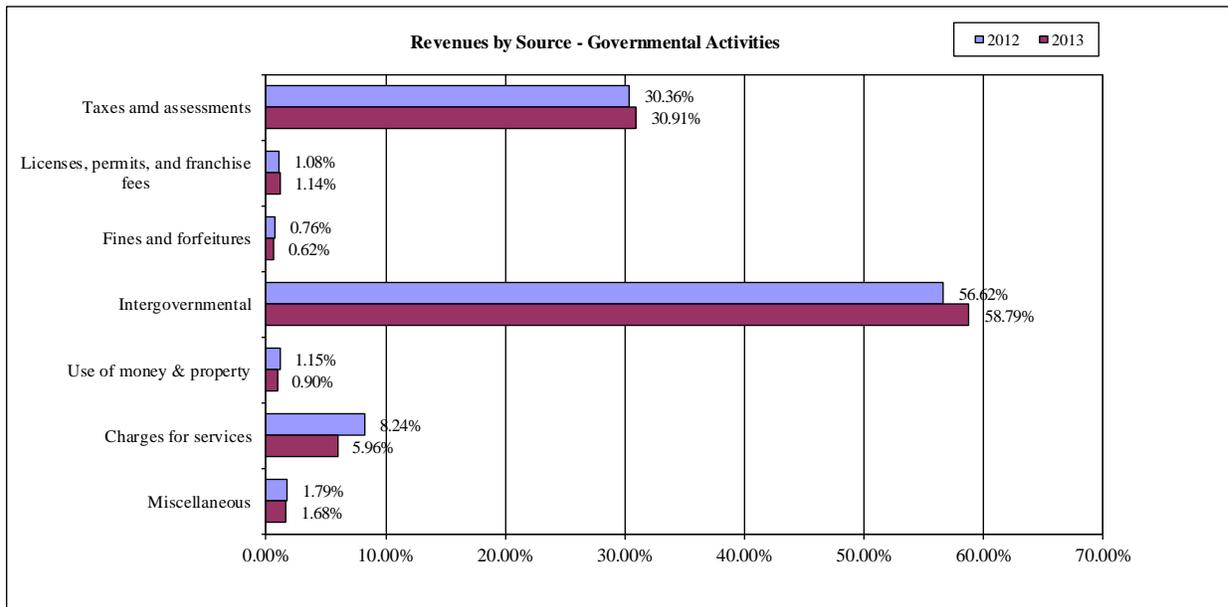
The General Fund is the chief operating fund of the County. At June 30, 2013, unassigned fund balance was \$2,520,876 while total fund balance was \$6,095,501. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned and total fund balance to total fund expenditures. Unassigned fund balance represents 14.5% of total General Fund expenditures, while the total fund balance represents 35.1% of total General Fund expenditures.

The major funds and other governmental funds' fund balances increased from \$35,719,653 to \$37,690,191. The major and other governmental funds had decreases/increases in fund balance as follows: Public Ways-Road decreased \$2,063,894, Local Revenue 2011 was separated and increased \$527,995, Social Services increased \$1,059,424, Mental Health increased \$1,983,974, Public Health increased \$3,692, Public Safety increased \$405,884, and other non-major governmental funds increased \$53,463.

The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year.

	Revenues Classified by Source Governmental Funds					
	FY 2012		FY 2013		Increase(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Change
Revenue by Source:						
Taxes and assessments	\$ 15,761,490	30.36%	\$ 15,208,986	30.91%	\$ (552,504)	-3.51%
Licenses, permits, and franchise fees	563,011	1.08%	560,780	1.14%	(2,231)	-0.40%
Fines and forfeitures	395,973	0.76%	305,673	0.62%	(90,300)	-22.80%
Intergovernmental	29,402,198	56.62%	28,923,788	58.79%	(478,410)	-1.63%
Use of money & property	596,095	1.15%	442,134	0.90%	(153,961)	-25.83%
Charges for services	4,277,859	8.24%	2,930,637	5.96%	(1,347,222)	-31.49%
Miscellaneous	931,054	1.79%	827,198	1.68%	(103,856)	-11.15%
Total	<u>\$ 51,927,680</u>	<u>100.00%</u>	<u>\$ 49,199,196</u>	<u>100.00%</u>	<u>\$ (2,728,484)</u>	<u>-5.25%</u>

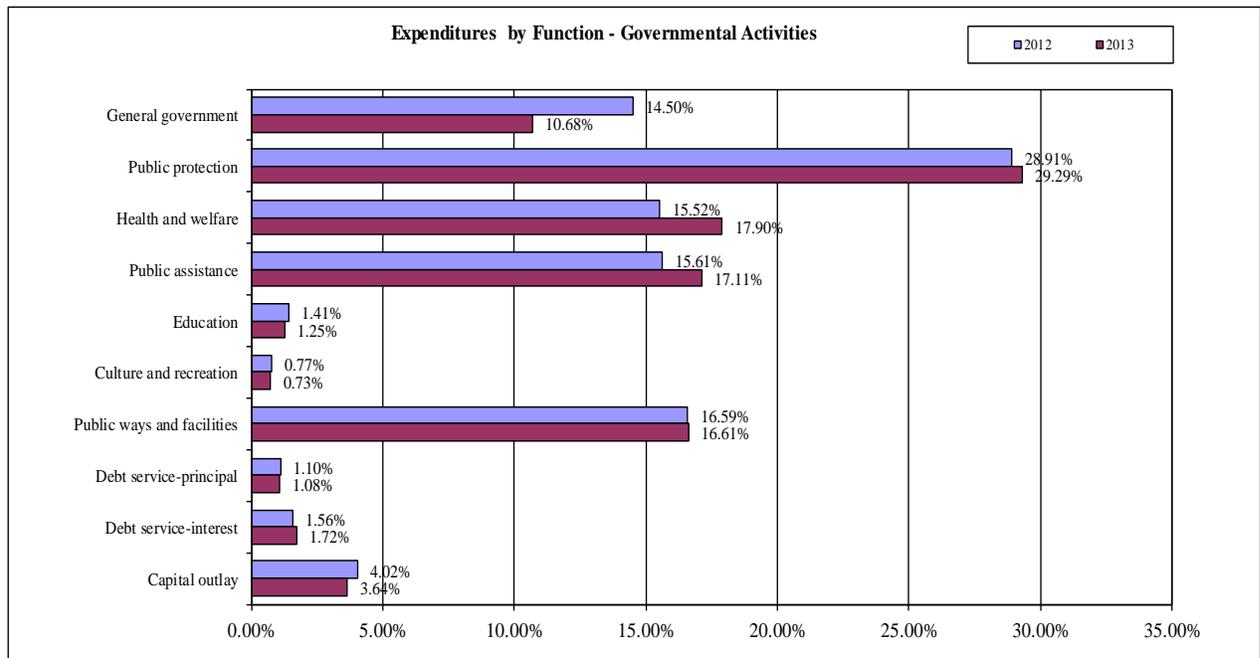
The following graph shows an illustrative picture of where the County funds come from.



The following table presents expenditures by function compared to prior year amounts.

Expenditures by Function:	Expenditures Classified by Function Governmental Funds					
	FY 2012		FY 2013		Increase(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Change
General government	\$ 7,360,555	14.50%	\$ 4,790,740	10.68%	\$ (2,569,815)	-34.91%
Public protection	14,675,444	28.91%	13,134,947	29.29%	(1,540,497)	-10.50%
Health and welfare	7,878,908	15.52%	8,029,818	17.90%	150,910	1.92%
Public assistance	7,926,684	15.61%	7,671,306	17.11%	(255,378)	-3.22%
Education	714,855	1.41%	561,558	1.25%	(153,297)	-21.44%
Culture and recreation	392,297	0.77%	325,494	0.73%	(66,803)	-17.03%
Public ways and facilities	8,422,413	16.59%	7,447,018	16.61%	(975,395)	-11.58%
Debt service-principal	557,125	1.10%	482,950	1.08%	(74,175)	-13.31%
Debt service-interest	792,116	1.56%	769,952	1.72%	(22,164)	-2.80%
Capital outlay	2,043,197	4.02%	1,633,560	3.64%	(409,637)	-20.05%
<b>Total</b>	<b>\$50,763,594</b>	<b>100.00%</b>	<b>\$ 44,847,343</b>	<b>100.00%</b>	<b>\$ (5,916,251)</b>	<b>-11.65%</b>

The following graph shows an illustrative picture of how County funds were spent.



Other financing sources and uses are presented below to illustrate changes from the prior year.

Other Financing Sources (Uses)  
Governmental Funds

	FY 2012	FY 2013	Increase(Decrease)	
			Amount	Percent
Transfers In	\$ 12,045,336	\$ 13,971,042	\$ 1,925,706	15.99%
Transfers Out	( 12,040,852)	(13,931,478)	( 1,890,626)	15.70%
Net other financing sources(uses)	\$ 4,484	\$ 39,564	\$ 35,080	

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

Enterprise funds report the business-type activities of the County. Enterprise funds are used to account for airport, solid waste operations, Senior Transportation, and Plumas Transit (assets).

Net Change in Fund Net Position  
Enterprise Funds

	FY 2012	FY 2013	Net Change	
			Amount	Percent
Total Net Position - Beginning	\$ 7,194,643	\$ 7,227,898	\$ 33,255	0.46%
Operating revenues	259,235	337,055	77,820	30.02%
Operating expenses	(2,004,815)	(2,024,598)	(19,783)	0.99%
Non-operating revenues (expenses)	1,775,324	1,127,942	(647,382)	-36.47%
Capital contribution	7,995	799,008	791,013	9893.85%
Transfers in (out)	(4,484)	(39,564)	(35,080)	782.34%
Total Net Position - Ending	\$ 7,227,898	\$ 7,427,741	\$ 199,843	2.76%

Internal service funds are an accounting device to accumulate and allocate costs internally among the County's various functions. Internal service funds are used to account for risk management, unemployment insurance, workers compensation, health insurance funds, and liability.

Net Change in Fund Net Position  
Internal Service Funds

	FY 2012	FY 2013	Increase(Decrease)	
			Amount	Percent
Total Net Position - Beginning	\$ 2,334,269	\$ 1,152,049	\$ (1,182,220)	-50.65%
Operating revenues	1,236,100	1,494,151	258,051	20.88%
Operating expenses	(2,422,210)	(1,533,132)	(889,078)	36.71%
Non-operating revenues (expenses)	3,890	1,936	(1,954)	-50.23%
Total Net Position - Ending	<u>\$ 1,152,049</u>	<u>\$ 1,115,004</u>	<u>\$ (37,045)</u>	-3.22%

Unrestricted net position of the internal service funds at June 30, 2013 was \$1,115,004 a decrease of \$37,045. This was largely attributable to the County's self-funded insurance funds. The County has increased the workers comp. rates and has entered into a risk management program. Both liability and workers comp are now funded at the 80% or higher confidence level as recommended.

### GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year the Board of Supervisors revises the County's budget many times. Each time a grant or specific revenue enhancement is made available to a County program that requires new appropriations, a budget amendment is required.

The mid-year review is a formal process by which each department is analyzed for expense and revenue trends. Adjustments are recommended where indicated and monitored for the remainder of the year. Unless there is some unforeseen and unusual circumstance that causes a budget overrun, a draw on the Contingency Reserve is not recommended.

Differences between the original budget and the final amended budget is summarized in the table below:

	Budgetary Comparison General Fund			
	Original Budget	Final Budget	Net Change	
			Amount	Percent
Total Revenues	\$ 19,446,087	\$ 19,634,443	\$ 188,356	0.97%
Total Expenditures	(19,567,187)	(20,083,391)	(516,204)	2.64%
Other Financing Sources (Uses)	984	490,500	489,516	49747.56%
Net Change in Fund Balances	<u>\$ (120,116)</u>	<u>\$ 41,552</u>	<u>\$ 161,668</u>	

Differences between the final amended budget and actual amounts is summarized in the table below:

	Budgetary Comparison General Fund			
	Final Budget	Actual Amounts	Variance with Final Budget	
			Amount	Percent
Total Revenues	\$ 19,634,443	\$ 21,067,608	\$ 1,433,165	7.30%
Total Expenditures	(20,083,391)	(18,931,266)	1,152,125	5.74%
Other Financing Sources (Uses)	490,500	284,537	(205,963)	41.99%
Net Change in Fund Balances	<u>\$ 41,552</u>	<u>\$ 2,420,879</u>	<u>\$ 2,379,327</u>	

## CAPITAL ASSETS

The County's net investment in capital assets as of June 30, 2013, amounted to \$54,373,268. This investment in a broad range of capital assets includes land, infrastructure (roads and bridges), structures and improvements, and equipment.

	Capital Assets					
	Governmental Activities		Business-Type Activities		Total	
	2012	2013	2012	2013	2012	2013
Land	\$ 2,079,903	\$ 2,079,903	\$ 620,152	\$ 620,152	\$ 2,700,055	\$ 2,700,055
Construction In Progress	3,851,921	2,439,044	-	-	3,851,921	2,439,044
Structures & Improvements	34,235,448	34,269,877	1,251,078	1,255,458	35,486,526	35,525,335
Equipment	20,212,954	20,718,936	1,815,871	1,839,126	22,028,825	22,558,062
Software	1,285,404	1,285,404	15,660	15,660	1,301,064	1,301,064
Infrastructure	33,316,605	39,425,582	8,027,585	8,690,099	41,344,190	48,115,681
Total	94,982,235	100,218,746	11,730,346	12,420,495	106,712,581	112,639,241
Accumulated Depreciation	(49,747,940)	(51,978,463)	(5,722,724)	( 6,287,510)	(55,470,664)	(58,265,973)
Net Capital Assets	\$ 45,234,295	\$ 48,240,283	\$ 6,007,622	\$ 6,132,985	\$ 51,241,917	\$ 54,373,268

## DEBT ADMINISTRATION

At June 30, 2013, the County had total long-term debt outstanding of \$23,865,580 as compared to \$24,414,779 in the prior year. During the year, there was retirement of debt amounting to \$482,950, and a decrease in post employment (compensated absences, closure/postclosure, and OPEB) benefits of \$66,247.

	Long-Term Debt					
	Governmental Activities		Business-Type Activities		Total	
	2012	2013	2012	2013	2012	2013
Revenue Bonds	\$ 2,000	\$ -	\$ -	\$ -	\$ 2,000	\$ -
Loans	165,000	165,000	-	-	165,000	165,000
Certificates of Participation	15,640,000	15,190,000	-	-	15,640,000	15,190,000
Capital Leases	30,950	-	-	-	30,950	-
Closure/Postclosure	-	-	2,366,593	2,409,192	2,366,593	2,409,192
Compensated Absences	4,485,684	4,092,318	20,797	20,537	4,506,481	4,112,855
Net OPEB Obligation	1,676,572	1,958,142	27,181	30,391	1,703,753	1,988,533
Total	22,000,206	21,405,460	2,414,571	2,460,120	24,414,777	23,865,580
Less Current Portion	(3,499,183)	(3,190,325)	(9,067)	(11,169)	(3,508,250)	(3,201,494)
Net Long-Term Debt	\$ 18,501,023	\$ 18,215,135	\$ 2,405,504	\$ 2,448,951	\$ 20,906,527	\$ 20,664,086

## Budget Officer's Economic Factors and Next Year's Budget

The County continues to face significant financial challenges as the economy struggles to recover from the recession. Property tax revenues continued their downward trend declining \$908,080 from last year. Sales tax revenue and hotel tax revenues continued to increase, but not enough to offset the property tax decrease. In fiscal year 2014-2015, we expect the property tax decline to slow.

The County took significant action in attempting to prevent the use of remaining fund balance by passing a structurally balanced budget for fiscal year 2013-2014. This resulted in the fund balance in the County's General Fund increasing \$2,420,879 in the current year.

The State continues to look to local government to solve its cash flow and revenue situation. The most recent shift focuses on passing expenditures from a state responsibility to the local level along with realignment revenues which are specifically earmarked for those expenditures.

County total reserves remain healthy, and the County's General Fund reserve has been restored to \$2,000,000 in the 14-15 budget. The County will continue to take reasonable action to manage spending and pass a balanced budget.

All of these factors will be taken into consideration when budgets are submitted to the Board. We as a County must be determined in our commitment to maintain conservative administrative practices in financial management to avoid further erosion of our currently stable financial base.

### **Request for Information**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Administrative Office at County Courthouse, 520 Main St. RM 311, Quincy, California 95971.

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## **Basic Financial Statements**

- **Government-Wide Financial Statements**

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**COUNTY OF PLUMAS**  
**Statement of Net Position**  
**June 30, 2013**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and investments	\$ 40,144,118	\$ 105,462	\$ 40,249,580
Cash with fiscal agent	5,491,416	-	5,491,416
Receivables:			
Accounts	878,780	216,189	1,094,969
Taxes	644,372	-	644,372
Intergovernmental	4,035,848	160	4,036,008
Prepaid costs	53,932	-	53,932
Inventory	234,151	85,609	319,760
Loans receivable	143,625	-	143,625
Restricted cash and investments	-	3,543,942	3,543,942
Capital assets:			
Non depreciable	4,518,947	620,152	5,139,099
Depreciable, net	43,721,336	5,512,833	49,234,169
Total capital assets	<u>48,240,283</u>	<u>6,132,985</u>	<u>54,373,268</u>
<b>Total Assets</b>	<u>99,866,525</u>	<u>10,084,347</u>	<u>109,950,872</u>
<b>LIABILITIES</b>			
Accounts payable	1,018,735	183,714	1,202,449
Salaries and benefits payable	858,450	8,939	867,389
Unearned revenue	124,915	3,833	128,748
Accrued claims liability	3,266,180	-	3,266,180
Long-term liabilities:			
Due within one year	3,190,325	11,169	3,201,494
Due in more than one year	<u>18,215,135</u>	<u>2,448,951</u>	<u>20,664,086</u>
<b>Total Liabilities</b>	<u>26,673,740</u>	<u>2,656,606</u>	<u>29,330,346</u>
<b>NET POSITION</b>			
Net investment in capital assets	32,885,283	6,132,985	39,018,268
Restricted for:			
General government	3,612,528	-	3,612,528
Public protection	2,662,506	-	2,662,506
Public assistance	2,306,312	-	2,306,312
Health and welfare	15,941,868	-	15,941,868
Public ways and facilities	12,183,880	-	12,183,880
Capital projects	1,749,065	-	1,749,065
Unrestricted	<u>1,851,343</u>	<u>1,294,756</u>	<u>3,146,099</u>
<b>Total Net Position</b>	<u>\$ 73,192,785</u>	<u>\$ 7,427,741</u>	<u>\$ 80,620,526</u>

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

**COUNTY OF PLUMAS**  
**Statement of Activities**  
**For the Year Ended June 30, 2013**

<b>Functions/Programs:</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
Governmental activities:				
General government	\$ 5,166,573	\$ 800,692	\$ 6,384,189	\$ 12,000
Public protection	13,691,053	1,091,422	3,354,799	-
Health and welfare	8,099,878	1,121,118	6,308,905	-
Public assistance	7,664,477	2,739	6,004,279	-
Education	580,157	7,066	45,226	-
Culture and recreation	395,408	26,043	-	-
Public ways and facilities	8,865,531	838,493	5,045,597	603,604
Interest on long-term debt	769,951	-	-	-
<b>Total Governmental Activities</b>	<b>45,233,028</b>	<b>3,887,573</b>	<b>27,142,995</b>	<b>615,604</b>
Business-type activities:				
Airport	862,181	4,426	30,000	799,008
Transit	940,114	10,139	813,177	-
Solid waste	222,303	296,883	-	-
<b>Total Business-Type Activities</b>	<b>2,024,598</b>	<b>311,448</b>	<b>843,177</b>	<b>799,008</b>
<b>Total</b>	<b>\$ 47,257,626</b>	<b>\$ 4,199,021</b>	<b>\$ 27,986,172</b>	<b>\$ 1,414,612</b>

**General revenues:**

Taxes:  
  Property taxes  
  Sales and use taxes  
  Public service taxes  
  Transient occupancy taxes  
  Aircraft taxes  
  Timber yield tax  
Franchise fees  
Grants and contributions, unrestricted  
Interest and investment earnings  
Miscellaneous  
Transfers

**Total General Revenues**

**Change in Net Position**

**Net Position - Beginning**

Prior Period Adjustment

**Net Position - Beginning, Restated**

**Net Position - Ending**

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

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

<b>Governmental Activities</b>	<b>Business- Type Activities</b>	<b>Total</b>
\$ 2,030,308	\$ -	\$ 2,030,308
(9,244,832)	-	(9,244,832)
(669,855)	-	(669,855)
(1,657,459)	-	(1,657,459)
(527,865)	-	(527,865)
(369,365)	-	(369,365)
(2,377,837)	-	(2,377,837)
(769,951)	-	(769,951)
<u>(13,586,856)</u>	<u>-</u>	<u>(13,586,856)</u>
-	(28,747)	(28,747)
-	(116,798)	(116,798)
-	74,580	74,580
<u>-</u>	<u>(70,965)</u>	<u>(70,965)</u>
<u>(13,586,856)</u>	<u>(70,965)</u>	<u>(13,657,821)</u>
10,721,418	-	10,721,418
2,739,888	-	2,739,888
156,193	-	156,193
1,216,658	-	1,216,658
15,834	-	15,834
116,801	2,475	119,276
151,711	-	151,711
1,324,044	-	1,324,044
444,070	282,142	726,212
853,677	25,755	879,432
39,564	(39,564)	-
<u>17,779,858</u>	<u>270,808</u>	<u>18,050,666</u>
<u>4,193,002</u>	<u>199,843</u>	<u>4,392,845</u>
65,090,824	7,227,898	72,318,722
<u>3,908,959</u>	<u>-</u>	<u>3,908,959</u>
<u>68,999,783</u>	<u>7,227,898</u>	<u>76,227,681</u>
<u>\$ 73,192,785</u>	<u>\$ 7,427,741</u>	<u>\$ 80,620,526</u>

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## **Basic Financial Statements**

- **Fund Financial Statements**

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**COUNTY OF PLUMAS**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2013**

	<u>General</u>	<u>Road</u>	<u>Local Revenue 2011</u>	<u>Social Services</u>	<u>Mental Health</u>
<b>ASSETS</b>					
Cash and investments	\$ 5,112,534	\$ 9,158,674	\$ -	\$ 1,879,744	\$14,913,076
Cash with fiscal agent	-	-	-	-	-
Receivables:					
Accounts	300,584	426,589	-	-	18,642
Taxes	644,372	-	-	-	-
Intergovernmental	113,224	618,231	926,757	575,349	443,784
Prepaid costs	33,993	75	-	1,740	149
Inventory	-	234,151	-	-	-
Due from other funds	458,812	-	-	-	-
Loans receivable	143,625	-	-	-	-
<b>Total Assets</b>	<u>\$ 6,807,144</u>	<u>\$10,437,720</u>	<u>\$ 926,757</u>	<u>\$ 2,456,833</u>	<u>\$15,375,651</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 253,699	\$ 209,483	\$ -	\$ 27,433	\$ 41,923
Salaries and benefits payable	445,964	123,665	-	66,523	71,871
Unearned revenue	3,178	-	-	56,565	4,175
Due to other funds	-	-	456,491	-	-
<b>Total Liabilities</b>	<u>702,841</u>	<u>333,148</u>	<u>456,491</u>	<u>150,521</u>	<u>117,969</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue	8,802	768,258	-	-	-
<b>Total Deferred Inflows of Resources</b>	<u>8,802</u>	<u>768,258</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>					
Nonspendable	33,993	234,226	-	1,740	149
Restricted	719,392	9,102,088	470,266	2,304,572	15,257,533
Committed	2,111,388	-	-	-	-
Assigned	709,852	-	-	-	-
Unassigned	2,520,876	-	-	-	-
<b>Total Fund Balances</b>	<u>6,095,501</u>	<u>9,336,314</u>	<u>470,266</u>	<u>2,306,312</u>	<u>15,257,682</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 6,807,144</u>	<u>\$10,437,720</u>	<u>\$ 926,757</u>	<u>\$ 2,456,833</u>	<u>\$15,375,651</u>

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

<b>Public Health</b>	<b>Public Safety</b>	<b>Other Governmental Funds</b>	<b>Total</b>
\$ 518,006	\$ 1,229,648	\$ 7,018,415	\$39,830,097
-	-	1,423,253	1,423,253
86,067	850	19,569	852,301
-	-	-	644,372
789,047	351,081	218,375	4,035,848
4,710	4,606	8,659	53,932
-	-	-	234,151
-	-	-	458,812
-	-	-	143,625
<u>\$ 1,397,830</u>	<u>\$ 1,586,185</u>	<u>\$ 8,688,271</u>	<u>\$47,676,391</u>
\$ 180,203	\$ 91,476	\$ 187,039	\$ 991,256
66,245	50,771	33,411	858,450
-	-	60,997	124,915
-	-	2,321	458,812
<u>246,448</u>	<u>142,247</u>	<u>283,768</u>	<u>2,433,433</u>
520,285	159,921	-	1,457,266
<u>520,285</u>	<u>159,921</u>	<u>-</u>	<u>1,457,266</u>
4,710	4,606	8,659	288,083
626,387	1,279,411	7,883,583	37,643,232
-	-	558,837	2,670,225
-	-	-	709,852
-	-	(46,576)	2,474,300
<u>631,097</u>	<u>1,284,017</u>	<u>8,404,503</u>	<u>43,785,692</u>
<u>\$ 1,397,830</u>	<u>\$ 1,586,185</u>	<u>\$ 8,688,271</u>	<u>\$47,676,391</u>

**COUNTY OF PLUMAS**  
**Reconciliation of the Governmental Funds Balance**  
**Sheet to the Government-Wide Statement of**  
**Net Position - Governmental Activities**  
**June 30, 2013**

<b>Total Fund Balance - Total Governmental Funds</b>	<b>\$ 43,785,692</b>
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	48,240,283
Other long term assets are not available to pay for current period expenditures and therefore, are reported as unavailable revenues in the governmental funds.	1,457,266
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Loans payable	(165,000)
Certificates of participation	(15,190,000)
Compensated absences	(4,092,318)
Net OPEB obligation	(1,958,142)
Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position.	<u>1,115,004</u>
<b>Net Position of Governmental Activities</b>	<b><u><u>\$ 73,192,785</u></u></b>

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

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**COUNTY OF PLUMAS**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2013**

	<u>General</u>	<u>Road</u>	<u>Local Revenue 2011</u>	<u>Social Services</u>	<u>Mental Health</u>
<b>REVENUES</b>					
Taxes and assessments	\$ 14,715,762	\$ 923	\$ -	\$ -	\$ -
Licenses, permits, and franchises	494,138	63,780	-	-	-
Fines and forfeitures	218,462	-	-	-	-
Intergovernmental	2,058,396	4,908,658	5,263,224	5,897,882	3,474,978
Use of money and property	79,260	70,493	-	10,946	48,506
Charges for services	1,399,097	233,204	-	-	297,441
Other revenues	515,135	14,395	-	56,458	884
<b>Total Revenues</b>	<u>19,480,250</u>	<u>5,291,453</u>	<u>5,263,224</u>	<u>5,965,286</u>	<u>3,821,809</u>
<b>EXPENDITURES</b>					
Current:					
General government	4,221,078	-	-	-	-
Public protection	10,702,795	-	-	-	-
Health and welfare	545,498	-	-	-	3,168,564
Public assistance	429,303	-	-	7,242,003	-
Education	561,558	-	-	-	-
Culture and recreation	325,494	-	-	-	-
Public ways and facilities	389,627	6,003,234	-	-	-
Debt service:					
Principal	30,950	-	-	-	-
Interest and other charges	332	-	-	-	-
Capital outlay	137,273	1,293,583	-	-	-
<b>Total Expenditures</b>	<u>17,343,908</u>	<u>7,296,817</u>	<u>-</u>	<u>7,242,003</u>	<u>3,168,564</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>2,136,342</u>	<u>(2,005,364)</u>	<u>5,263,224</u>	<u>(1,276,717)</u>	<u>653,245</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	7,263,059	25,622	-	2,336,141	1,343,192
Transfers out	(6,978,522)	(84,152)	(4,735,229)	-	(12,463)
<b>Total Other Financing Sources (Uses)</b>	<u>284,537</u>	<u>(58,530)</u>	<u>(4,735,229)</u>	<u>2,336,141</u>	<u>1,330,729</u>
<b>Net Change in Fund Balances</b>	2,420,879	(2,063,894)	527,995	1,059,424	1,983,974
<b>Fund Balances (Deficits) - Beginning</b>	<u>3,674,622</u>	<u>11,400,208</u>	<u>(57,729)</u>	<u>1,246,888</u>	<u>13,273,708</u>
<b>Fund Balances - Ending</b>	<u>\$ 6,095,501</u>	<u>\$ 9,336,314</u>	<u>\$ 470,266</u>	<u>\$ 2,306,312</u>	<u>\$ 15,257,682</u>

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

<b>Public Health</b>	<b>Public Safety</b>	<b>Other Governmental Funds</b>	<b>Total</b>
\$ -	\$ 19,476	\$ 472,825	\$ 15,208,986
-	-	2,862	560,780
-	17,197	70,014	305,673
3,691,104	1,384,756	2,244,790	28,923,788
2,204	562	230,163	442,134
545,108	7,603	448,184	2,930,637
12,256	79,018	149,052	827,198
<u>4,250,672</u>	<u>1,508,612</u>	<u>3,617,890</u>	<u>49,199,196</u>
-	-	569,662	4,790,740
-	1,291,605	1,140,547	13,134,947
4,162,169	-	153,587	8,029,818
-	-	-	7,671,306
-	-	-	561,558
-	-	-	325,494
-	-	1,054,157	7,447,018
-	-	452,000	482,950
-	-	769,620	769,952
45,763	136,735	20,206	1,633,560
<u>4,207,932</u>	<u>1,428,340</u>	<u>4,159,779</u>	<u>44,847,343</u>
<u>42,740</u>	<u>80,272</u>	<u>(541,889)</u>	<u>4,351,853</u>
223,636	947,500	1,831,892	13,971,042
(262,684)	(621,888)	(1,236,540)	(13,931,478)
<u>(39,048)</u>	<u>325,612</u>	<u>595,352</u>	<u>39,564</u>
3,692	405,884	53,463	4,391,417
627,405	878,133	8,351,040	39,394,275
<u>\$ 631,097</u>	<u>\$ 1,284,017</u>	<u>\$ 8,404,503</u>	<u>\$43,785,692</u>

**COUNTY OF PLUMAS**  
**Reconciliation of the Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances of Governmental Funds to the**  
**Government-Wide Statement of Activities - Governmental Activities**  
**For the Year Ended June 30, 2013**

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$ 4,391,417</b>
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Expenditures for capital outlay	1,633,560
Less current year depreciation	(2,541,573)
Capital contribution	12,000
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the net cost of the capital assets disposed. There were no significant proceeds.	
	(6,958)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal retirements	482,950
Some revenues reported in the statement of activities will not be collected for several months after the County's year end and do not provide current financial resources and therefore are not reported as revenues in the governmental funds.	
Change in unavailable revenue	146,855
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in compensated absences	393,366
Change in net OPEB obligation	(281,570)
Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.	
	(37,045)
<b>Change in Net Position of Governmental Activities</b>	<b>\$ 4,193,002</b>

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

**COUNTY OF PLUMAS**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2013**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>	
	<b>Airport</b>	<b>Solid Waste Planning and Operation</b>	<b>Other Enterprise Funds</b>	<b>Total</b>	<b>Activities Internal Service Funds</b>
<b>ASSETS</b>					
Current Assets:					
Cash and investments	\$ 72,145	\$ -	\$ 33,317	\$ 105,462	\$ 314,021
Cash with fiscal agent	-	-	-	-	4,068,163
Receivables:					
Accounts	164,524	46,335	5,330	216,189	26,479
Intergovernmental	-	160	-	160	-
Inventory	85,609	-	-	85,609	-
<b>Total Current Assets</b>	<b>322,278</b>	<b>46,495</b>	<b>38,647</b>	<b>407,420</b>	<b>4,408,663</b>
Noncurrent Assets:					
Restricted cash and investments	-	3,543,942	-	3,543,942	-
Capital Assets :					
Non depreciable	497,438	122,714	-	620,152	-
Depreciable, net	4,765,636	528,123	219,074	5,512,833	-
<b>Total Noncurrent Assets</b>	<b>5,263,074</b>	<b>4,194,779</b>	<b>219,074</b>	<b>9,676,927</b>	<b>-</b>
<b>Total Assets</b>	<b>5,585,352</b>	<b>4,241,274</b>	<b>257,721</b>	<b>10,084,347</b>	<b>4,408,663</b>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	174,427	7,366	1,921	183,714	27,479
Salaries and benefits payable	3,373	-	5,566	8,939	-
Unearned revenues	3,833	-	-	3,833	-
Compensated absences	459	-	10,710	11,169	-
Claims payable	-	-	-	-	3,266,180
<b>Total Current Liabilities</b>	<b>182,092</b>	<b>7,366</b>	<b>18,197</b>	<b>207,655</b>	<b>3,293,659</b>
Noncurrent Liabilities:					
Compensated absences	-	-	9,368	9,368	-
Closure/postclosure	-	2,409,192	-	2,409,192	-
Net OPEB obligation	14,097	-	16,294	30,391	-
<b>Total Noncurrent Liabilities</b>	<b>14,097</b>	<b>2,409,192</b>	<b>25,662</b>	<b>2,448,951</b>	<b>-</b>
<b>Total Liabilities</b>	<b>196,189</b>	<b>2,416,558</b>	<b>43,859</b>	<b>2,656,606</b>	<b>3,293,659</b>
<b>NET POSITION</b>					
Investment in capital assets	5,263,074	650,837	219,074	6,132,985	-
Unrestricted	126,089	1,173,879	(5,212)	1,294,756	1,115,004
<b>Total Net Position</b>	<b>\$ 5,389,163</b>	<b>\$ 1,824,716</b>	<b>\$ 213,862</b>	<b>\$ 7,427,741</b>	<b>\$ 1,115,004</b>

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

**COUNTY OF PLUMAS**  
**Statement of Revenues, Expenses, and**  
**Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2013**

	<b>Business-Type Activities - Enterprise Funds</b>				<b>Governmental</b>
	<b>Airport</b>	<b>Solid Waste Planning and Operation</b>	<b>Other Enterprise Funds</b>	<b>Total</b>	<b>Activities Internal Service Funds</b>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 4,426	\$ 296,735	\$ 10,139	\$ 311,300	\$ 1,467,672
Other revenues	25,755	-	-	25,755	26,479
<b>Total Operating Revenues</b>	<u>30,181</u>	<u>296,735</u>	<u>10,139</u>	<u>337,055</u>	<u>1,494,151</u>
<b>OPERATING EXPENSES</b>					
Salaries and benefits	110,445	130	196,474	307,049	-
Services and supplies	198,896	182,455	621,967	1,003,318	-
Claims paid/liability adjustment	-	-	-	-	1,533,132
Depreciation	552,840	39,718	121,673	714,231	-
<b>Total Operating Expenses</b>	<u>862,181</u>	<u>222,303</u>	<u>940,114</u>	<u>2,024,598</u>	<u>1,533,132</u>
<b>Operating Income (Loss)</b>	<u>(832,000)</u>	<u>74,432</u>	<u>(929,975)</u>	<u>(1,687,543)</u>	<u>(38,981)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Taxes	2,475	148	-	2,623	-
Local transportation funds	-	-	573,368	573,368	-
State transit assistance funds	-	-	114,000	114,000	-
Intergovernmental	30,000	-	125,809	155,809	-
Interest income	270,080	12,061	1	282,142	1,936
<b>Total Non-Operating Revenues (Expenses)</b>	<u>302,555</u>	<u>12,209</u>	<u>813,178</u>	<u>1,127,942</u>	<u>1,936</u>
<b>Income (Loss) Before Contributions and Transfers</b>	<u>(529,445)</u>	<u>86,641</u>	<u>(116,797)</u>	<u>(559,601)</u>	<u>(37,045)</u>
Capital contribution	799,008	-	-	799,008	-
Transfers in	-	-	-	-	-
Transfers out	-	(39,564)	-	(39,564)	-
<b>Change in Net Position</b>	<u>269,563</u>	<u>47,077</u>	<u>(116,797)</u>	<u>199,843</u>	<u>(37,045)</u>
<b>Total Net Position - Beginning</b>	<u>5,119,600</u>	<u>1,777,639</u>	<u>330,659</u>	<u>7,227,898</u>	<u>1,152,049</u>
<b>Total Net Position - Ending</b>	<u><u>\$ 5,389,163</u></u>	<u><u>\$ 1,824,716</u></u>	<u><u>\$ 213,862</u></u>	<u><u>\$ 7,427,741</u></u>	<u><u>\$ 1,115,004</u></u>

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

**COUNTY OF PLUMAS**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2013**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>	
	<b>Airport</b>	<b>Solid Waste Planning and Operation</b>	<b>Other Enterprise Funds</b>	<b>Total</b>	<b>Activities Internal Service Funds</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from customers	\$ 323,882	\$ 264,121	\$ 4,809	\$ 592,812	\$ 1,467,672
Payments to suppliers	(621,218)	(130,008)	(619,865)	(1,371,091)	(1,060,864)
Payments to employees	(110,767)	(130)	(194,336)	(305,233)	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(408,103)</u>	<u>133,983</u>	<u>(809,392)</u>	<u>(1,083,512)</u>	<u>406,808</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Local transportation funds received	-	-	573,368	573,368	-
State transit assistance funds	-	-	114,000	114,000	-
Tax revenue received	2,475	36,851	-	39,326	-
Intergovernmental revenue received	30,000	(160)	125,809	155,649	-
Transfers to other funds	-	(39,564)	-	(39,564)	-
Interfund loans repaid	-	-	(3,836)	(3,836)	-
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>32,475</u>	<u>(2,873)</u>	<u>809,341</u>	<u>838,943</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Purchase of capital assets	(835,215)	(4,380)	-	(839,595)	-
Capital contribution	873,314	-	-	873,314	-
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<u>38,099</u>	<u>(4,380)</u>	<u>-</u>	<u>33,719</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest on investments	270,079	12,061	1	282,141	1,936
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>270,079</u>	<u>12,061</u>	<u>1</u>	<u>282,141</u>	<u>1,936</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(67,450)	138,791	(50)	71,291	408,744
<b>Balances - Beginning</b>	139,595	3,405,151	33,367	3,578,113	3,973,440
<b>Balances - Ending</b>	<u>\$ 72,145</u>	<u>\$ 3,543,942</u>	<u>\$ 33,317</u>	<u>\$ 3,649,404</u>	<u>\$ 4,382,184</u>

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

**COUNTY OF PLUMAS**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2013**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>	
	<b>Airport</b>	<b>Solid Waste Planning and Operation</b>	<b>Other Enterprise Funds</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>					
Operating income (loss)	\$ (832,000)	\$ 74,432	\$ (929,975)	\$ (1,687,543)	\$ (38,981)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	552,840	39,718	121,673	714,231	-
Decrease (increase) in:					
Accounts receivable	293,260	(32,614)	(5,330)	255,316	(26,479)
Prepaid costs	2,687	6,000	1,682	10,369	-
Inventory	2,513	-	-	2,513	-
Increase (decrease) in:					
Accounts payable	(427,522)	3,848	420	(423,254)	27,479
Salaries and benefits payable	(92)	-	(1,042)	(1,134)	-
Unearned revenue	441	-	-	441	-
Compensated absences payable	(1,192)	-	932	(260)	-
Claims payable	-	-	-	-	444,789
Closure/post closure liability	-	42,599	-	42,599	-
Net OPEB obligation	962	-	2,248	3,210	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (408,103)</b>	<b>\$ 133,983</b>	<b>\$ (809,392)</b>	<b>\$ (1,083,512)</b>	<b>\$ 406,808</b>

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

**COUNTY OF PLUMAS**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2013**

	<b>Investment Trust Funds</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Cash and investments	\$ 36,129,421	\$ 1,760,138
Receivables:		
Taxes	-	3,560,384
Due from other funds	88,094	-
<b>Total Assets</b>	36,217,515	5,320,522
<b>LIABILITIES</b>		
Due to other funds	88,094	-
Loans from other agencies	143,625	-
Agency funds held for others	-	5,320,522
<b>Total Liabilities</b>	231,719	5,320,522
<b>NET POSITION</b>		
Held in trust for pool participants	\$ 35,985,796	\$ -

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

**COUNTY OF PLUMAS**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2013**

	<u>Investment Trust Funds</u>
<b>ADDITIONS</b>	
Contributions to investment pool	\$ 2,191,952
<b>Total Additions</b>	<u>2,191,952</u>
<b>DEDUCTIONS</b>	
Distributions from investment pool	<u>2,020,809</u>
<b>Total Deductions</b>	<u>2,020,809</u>
<b>Total Change in Net Position</b>	171,143
<b>Net Position - Beginning</b>	<u>35,814,653</u>
<b>Net Position - Ending</b>	<u><u>\$35,985,796</u></u>

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

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## **Basic Financial Statements**

- **Notes to Basic Financial Statements**

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**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

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

The basic financial statements of County of Plumas (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

**A. Reporting Entity**

The County operates under an Administrator-Board of Supervisors form of government and provides various services on a countywide basis including law and justice, education, detention, social services and health, fire protection, road construction, road maintenance, transportation, park and recreation facilities, elections and records, communications, planning, zoning, and tax collection.

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the County's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the Board of Supervisors. The financial statements of the individual component units may be obtained by writing to the County of Plumas, Auditor-Controller's Office, 520 W. Main Street, Quincy, CA 95971.

**Blended Component Units**

*County Fair* - The County Fair was established by the County Board of Supervisors. The Fair Board is composed of members appointed by the County's Board of Supervisors. The County elected officials have a continuing full or partial oversight responsibility over and accountability for fiscal matters of the fair. As an integral part of the County, the County fair is reported as a nonmajor special revenue fund in the County's financial statements.

*Air Pollution* - The Air Pollution District was established to provide better air quality to residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**A. Reporting Entity (Continued)**

**Blended Component Units (Continued)**

*Crescent Mills Lighting* - The Crescent Mills Lighting District was established to provide lighting to district residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*Quincy Lighting* - The Quincy Lighting District was established to provide lighting to district residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*Beckworth CSA Sewer* - The Beckworth CSA Sewer was established to provide sewer services to Beckworth residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*Flood Control* - The Flood Control District was established to provide for flood control in the County. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*CSA #11 Ambulance* - The CSA #11 Ambulance was established to provide County services to residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*Walker Ranch CSD* - The Walker Ranch CSD was established to provide services to Walker Ranch residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*Grizzly Ranch CSD* - The Grizzly Ranch CSD was established to provide services to Grizzly Ranch residents. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor special revenue fund in the County's financial statements.

*CSA #12 Plumas County Transit* - The CSA #12 Plumas County Transit was established June 1, 1982 to provide transportation services for the County. The County Board of Supervisors is the governing body of this fund and approves all payments. As an integral part of the County, this fund is reported as a nonmajor enterprise fund in the County's financial statements.

**Discretely Presented Component Units**

There are no component units of the County which meet the criteria for discrete presentation.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**A. Reporting Entity (Continued)**

**Related Organizations**

*Plumas County Community Development Commission* - The Plumas County Community Development Commission (PCCDC) was established to operate and to govern the Housing Authority and the Community Development Commission. PCCDC is considered to be a related organization to the County of Plumas.

**Joint Agencies**

The County is a participant in Trindel Insurance Fund (Trindel) the purpose of which is to provide for the creation and operation of a common risk sharing and insurance purchasing pool to be used to meet the obligations of the member counties to provide Worker's Compensation benefits for their employees and to provide public liability and property damage insurance for its members. Trindel is governed by a Joint Powers Agreement between the member counties pursuant to Article 1 (commencing with Section 6500), Chapter 5 of Division 7, Title 1 of the Government Code of California. Complete audited financial statements can be obtained from their office at P.O. Box 2069, Weaverville, CA 96093. The County is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards Board.

The County is a member of the California State Association of Counties Excess Insurance Authority (CSAC). CSAC is a joint powers authority organized for the purpose of developing and funding excess insurance programs for member counties. CSAC operates public entity risk pools for workers' compensation, comprehensive liability, property, and medical malpractice, and the pool purchases excess insurance and services for members. CSAC is under the control and direction of a board of directors consisting of representatives of the fifty member counties. Complete audited financial statements can be obtained from CSAC's office at 75 Iron Point Circle, Suite 200, Folsom, California 95630. The County is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards Board.

**B. Basis of Presentation**

**Government-Wide Financial Statements**

The statement of net position and statement of activities display information on all of the nonfiduciary activities of the County and its blended component units. These statements include the financial activities of the overall government, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Presentation (Continued)**

**Government-Wide Financial Statements (Continued)**

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the County's business-type activities and each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Certain indirect costs, which cannot be identified and broken down are included in the program expense reported for individual functions and activities. Program revenues include 1) charges paid by the recipients of goods and services offered by the program, 2) operating grants and contributions, and 3) capital grants and contributions. Taxes and other items not properly included among program revenues are presented instead as general revenues.

**Fund Financial Statements**

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis is placed on major funds within the governmental and proprietary categories; each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

- The General fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, public ways and facilities, health and welfare, public assistance, education, and recreation services.
- The Road fund is a special revenue fund used to account for revenues and expenditures for streets and road expansion. Funding comes primarily from state highway users taxes and state and federal highway improvement grants.
- The Local Revenue 2011 fund is a special revenue fund used to account for revenues and expenditures related to 2011 realignment funding. Funding comes primarily from state realignment revenues.
- The Social Services fund is a special revenue fund used to account for revenues and expenditures for social welfare. Funding comes primarily from state and federal grant revenues.
- The Mental Health fund is a special revenue fund used to account for revenues and expenditures for mental health programs. Funding comes primarily from state grant revenue.
- The Public Health fund is a special revenue fund used to account for revenues and expenditures for public health programs. Funding comes primarily from federal and state grant revenues.
- The Public Safety fund is a special revenue fund used to account for revenues and expenditures for public safety. Funding comes primarily from federal and state grant revenues.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Presentation (Continued)**

**Fund Financial Statements (Continued)**

The County reports the following major proprietary funds:

- The Airport fund is an enterprise fund used to account for activity related to providing customers with airport facilities and services.
- The Solid Waste Planning and Operation fund is an enterprise fund used to account for activity related to providing customers with solid waste service.

The County reports the following additional fund types:

- Internal Service Funds account for the County's self insurance programs which provide services to other departments on a cost reimbursement basis.
- The Investment Trust funds account for the assets of legally separate entities that deposit cash with the County Treasurer. The assets of these funds are held in trust for other agencies and are part of the County's external pool. The external investment pool is made up of: special districts governed by local boards, school districts, school districts debt service, and trial court. The County is obligated to disburse monies from these funds on demand.
- Agency funds account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include two separate components.

Accrued Trust funds - Accounts for property tax receipts awaiting apportionment to other local governmental agencies and investment earnings awaiting apportionment to other local government agencies.

County Departmental Agency - Accounts for all assets under the control of County departments which are held in a fiduciary capacity.

**C. Basis of Accounting and Measurement Focus**

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

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are considered susceptible to accrual and are accrued when their receipt occurs within sixty days after the end of the fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

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

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

**D. Non-Current Governmental Assets/Liabilities**

Non-current governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide statement of net position.

**E. Cash, Cash Equivalents and Investments**

The County sponsors an investment pool that is managed by the County Treasurer. The Treasurer invests on behalf of most funds of the County and external participants in accordance with the California State Government Code and the County's investment policy.

Investment transactions are recorded on the trade date. Investments are reported at fair value which is determined using selected bases annually. The fair value represents the amount the County could reasonably expect to receive for an investment in a current sale between a willing buyer and seller. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Corporate notes are valued by the safekeeping institution and by the County brokerage firm. Cash deposits are reported at carrying amount which reasonably estimates fair value. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**E. Cash, Cash Equivalents and Investments (Continued)**

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Amortized premiums and accreted discounts, accrued interest, and realized gains and losses, net of expenses, are apportioned to pool participants every quarter. This method differs from the fair value method used to value investments in these financial statements, as unrealized gains or losses are not apportioned to pool participants. During the fiscal year ended June 30, 2013, the County Treasurer has not entered into any legally binding guarantees to support the value of participant equity in the investment pool.

Income from pooled investments is allocated to the individual funds or external participants based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Interest income earned in agency funds where there are no interest earnings requirements are assigned to the General Fund per County policy. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the fund that earned the interest.

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

**F. Restricted Cash and Investments**

Restricted assets in the County's enterprise funds represent cash and investments held in the Solid Waste Planning and Operations fund of \$3,543,942 for closure/postclosure funding.

**G. Receivables**

Receivables for governmental activities consist mainly of accounts, taxes, and intergovernmental. Receivables in business-type activities consist mainly of user fees. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

**H. Other Assets**

**Inventory**

Inventories are stated at cost (first-in, first-out basis) for governmental funds and proprietary funds. Inventory recorded by governmental funds includes postage and materials and supplies for roads. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventory recorded by proprietary funds includes fuel for the airport fund. Proprietary fund inventories are recorded as expenses at the time inventory is consumed.

**Prepaid Costs**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**I. Loans Receivable**

The County General fund had a loan receivable at June 30, 2013 as follows:

Indian Valley Community Services District - Loaned monies with an interest rate of 1% higher than the County's annual fiscal rate. Payments are to be made annually in the amount of \$10,000 until paid in full.	\$ 143,625
Total Loans Receivable	\$ <u>143,625</u>

**J. Capital Assets**

Capital assets, including public domain (infrastructure such as roads, bridges, sidewalks, sewer, and similar items) are defined by the County as assets with a cost of more than \$1,500 and an estimated useful life of more than five years. Capital assets are recorded at historical cost or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their estimated fair market value at the date of donation.

Infrastructure assets, including bridges and roads, have been stated at estimated historical cost. Estimated historical cost for bridges was arrived at by developing a listing of all bridges constructed after 1980. Using the year constructed, width, and length of the bridges, the estimated historical cost was calculated. Estimated historical cost for roads was arrived at by developing a list of all roads located within the County. Each road was identified by type, paved/flat, paved/hillside, and graveled. The current cost assigned to each road was factored back to the year of construction using the federal-aid highway construction factors to arrive at an estimated historical cost for each road.

Capital assets used in operations are depreciated or amortized using the straight-line method over the assets estimated useful life in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	5-25 years
Structures and improvements	5-50 years
Infrastructure	30-50 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

**K. Property Tax**

The State of California's (State) Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1 percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value, as defined by Article XIII A, and may be adjusted by no more than 2 percent per fiscal year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1 percent tax levy among the County, cities, school districts, and other districts.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**K. Property Tax (Continued)**

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

The County levies, bills, and collects taxes as follows:

	Secured	Unsecured
Valuation/lien dates	January 1	January 1
Due Dates	November 1 (1 <sup>st</sup> installment) February 1 (2 <sup>nd</sup> installment)	July 1
Delinquent dates	December 10 (1 <sup>st</sup> installment) April 10 (2 <sup>nd</sup> installment)	August 31

The County of Plumas apportions secured property tax revenue in accordance with the alternate methods of distribution, the “Teeter Plan”, as prescribed by Section 4717 of the California Revenue and Taxation code. Under the Teeter Plan, the County allocates to local taxing agencies 100 percent of the secured property taxes billed. In return, the County retains penalties and interest on delinquent secured taxes in the Tax Loss Reserve Fund (TLRF). The primary purpose of TLRF is to cover losses that may occur as a result of special sales of tax-defaulted property.

The County is legally required to maintain a minimum balance of 1 percent of the annual taxes levied on properties participating in the Teeter Plan. The balance in the TLRF was \$1,020,855 at June 30, 2013. The County’s management believes that any ownership rights to the TLRF the County may have are effective only upon a Board approved transfer or to the extent of losses related to the sale of tax defaulted property. Amounts in the TLRF are considered to be held in a custodial capacity for the participants in the County’s Teeter Plan and accounted for in an agency fund.

**L. Interfund Transactions**

Interfund transactions are reflected as either loans, services provided or used, reimbursements or transfers.

Loans reported as receivables and payables are referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not in spendable form.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and therefore are not eliminated in the process of preparing the government-wide statement of activities.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**L. Interfund Transactions (Continued)**

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are reflected as expenditures or expenses in the reimbursing fund and reductions to expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between funds are netted as part of the reconciliation to the government-wide presentation.

**M. Unearned Revenue**

Under the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. When assets are recognized in connection with a transaction before the earnings process is complete, those assets are offset by a corresponding liability for unearned revenue.

**N. Compensated Absences**

The County's policy regarding vacation and other leave obligations is to permit employees to accumulate earned but unused vacation and other leave obligations. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements, with the current portion estimated based on historical trends. In the governmental fund financial statements, the expenditures and liabilities related to those obligations are recognized only when they mature, while the proprietary funds report the liability as it is incurred. The County includes its share of social security and medicare taxes payable on behalf of the employees in the accrual for compensated absences.

**O. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. At June 30, 2013, the County did not have any deferred outflows of resources.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues for receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**P. Estimates**

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

**Q. Implementation of Governmental Accounting Standards Board Statements (GASB)**

The following Governmental Accounting Standards Board (GASB) Statements have been implemented, if applicable to the County of Plumas, in the current financial statements.

**Statement No. 60**, Accounting and Financial Reporting for Service Concession Arrangements. This statement improves financial reporting by addressing issues related to service concession arrangements.

**Statement No. 61**, The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34. The statement clarifies the reporting of equity interest in legally separate organizations and requires the primary government to report its equity interest in a component unit as an asset.

**Statement No. 62**, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. This statement improves reporting by contributing to GASB's efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source.

**Statement No. 63**, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. This statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources.

**Statement No. 65**, Items Previously Reported as Assets and Liabilities. This statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

**Statement No. 66**, Technical Corrections - 2012 - an amendment of GASB Statements No. 10 and No. 62. This statement improved accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of GASB Statements No. 54 and No. 62.

**NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Restatement of Net Position**

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning net position. During the current year an adjustment to net position was required to correct a prior year misstatement of capital assets.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

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

**A. Restatement of Net Position (Continued)**

The impact of the restatements on the net position on the governmental activities financial statements as previously reported is presented below:

	Governmental Activities
Net Position, June 30, 2012, as previously reported	\$ 65,090,824
Adjustment associated with:	
Correction of capital assets	3,908,959
Total Adjustments	3,908,959
Net Position, July 1, 2012, as restated	\$ 68,999,783

**B. Deficit Fund Balance/Net Position**

The following non-major governmental funds had a deficit fund balance as of June 30, 2013. These deficits are expected to be eliminated through future additional funding.

County Fair	\$ 43,959
Animal Control Spay/Neuter	2,228

The following non-major enterprise fund had a deficit net position at June 30, 2013. This deficit is expected to be eliminated through increased charges.

Senior Transit fund	\$ 326
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**C. Rebatable Arbitrage**

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. At June 30, 2013, the County does not expect to incur a liability.

**NOTE 3: CASH AND INVESTMENTS**

The County Treasurer manages, in accordance with California Government Code Section 53600, funds deposited in the investment pool by the County, all county school districts, various districts, and some cities within the County. The County investment pool is not registered with the Securities and Exchange Commission as an investment company. California Government Code and the County Investment Policy govern the investment pool activity. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The pool attempts to match maturities with planned outlays and maximize the return of investment over various market cycles. Yield is considered only after safety and credit quality have been met, consistent with limiting risk and prudent investment principles.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

The Board of Supervisors monitor and review the management of public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Board of Supervisors and the investment pool participants every month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value. All cash and investments are considered part of the investment pool.

The County sponsored investment pool includes both internal and external participants. The portion of the pool attributable to external pool participants, which are considered involuntary participants, are included in the primary government as an Investment Trust Fund which does not have separate financial reports. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer. The investments of involuntary participants in the investment pool totaled \$36,129,421 at June 30, 2013.

**A. Financial Statement Presentation**

As of June 30, 2013, the County's cash and investments are reported in the financial statements as follows:

Primary government	\$ 49,284,938
Investment trust funds	36,129,421
Agency funds	<u>1,760,138</u>
Total Cash and Investments	<u>\$ 87,174,497</u>

As of June 30, 2013, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 16,925
Deposits in Treasurer's Pool (less outstanding warrants)	<u>2,734,963</u>
Total Cash in Treasurer's Pool	2,751,888
Deposits with fiscal agents	<u>5,491,416</u>
Total Cash	<u>8,243,304</u>
Investments:	
In Treasurer's Pool	<u>78,931,193</u>
Total Investments	<u>78,931,193</u>
Total Cash and Investments	<u>\$ 87,174,497</u>

**B. Cash**

At year end, the carrying amount of the County's cash deposits (including amount in checking accounts, money market accounts and deposits with fiscal agents) was \$8,226,379 and the bank balance was \$12,394,726. The difference between the bank balance and the carrying amount represents outstanding warrants and deposits in transit. In addition, the County had cash on hand of \$16,925.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**B. Cash (Continued)**

Custodial Credit Risk for Deposits - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The County's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the County's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits more than the \$250,000 insured amount are collateralized.

**C. Investments**

The County's investment policy provides the basis for the management of a prudent, conservative investment program. Funds are invested to provide the maximum security of principal with secondary emphasis on achieving the highest return, while meeting daily cash flow needs. All investments are made in accordance with the Government Code and, in general, the investment policy is more restrictive than state law. Under the provisions of the County's investment policy the County may invest or deposit in the following:

- Banker's Acceptances
- Commercial Paper
- Local Agency Investment Fund
- Medium Term Corporate Notes
- Money Market Funds
- Negotiable Certificates of Deposit
- Time Certificates of Deposit
- Repurchase Agreements
- Shares of Beneficial Interest
- Securities of the Federal Government or its Agencies.

Interest Rate Risk - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. To limit the exposure to fair value losses from increases in interest rates, the County's investment policy limits investment maturities to a term appropriate to the need for funds so as to permit the County to meet all projected obligations. The County limits its exposure to interest rate risk inherent in its portfolio by limiting individual maturities to 5 years or less.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**C. Investments (Continued)**

As of June 30, 2013, the County had the following investments, all of which had a maturity of five years or less:

Investment Type	Interest Rates	Maturities		Fair Value	Weighted Average Maturity (Years)
		0-1 year	1-5 years		
US Treasury Notes	0.50-3.25%	\$ -	\$ 6,752,420	\$ 6,752,420	2.19
Federal Agencies	0.50-1.375%	3,261,061	9,479,636	12,740,697	1.40
Corporate Notes	0.45-4.65%	2,281,033	7,039,380	9,320,413	1.66
Commercial Paper	.220%	899,593	-	899,593	.12
Negotiable Certificates of Deposit	0.000-.652%	900,000	5,199,883	6,099,883	1.49
Local Agency Investment Fund (LAIF)	Variable	37,980,227	-	37,980,227	-
California Asset Management Program (CAMP)	Variable	5,137,960	-	5,137,960	-
Total Investments		<u>\$50,459,874</u>	<u>\$28,471,319</u>	<u>\$78,931,193</u>	<u>0.73</u>

Credit Risk - 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's investment policy sets specific parameters by the type of investment to be met at time of purchase. Presented below is the minimum rating required by (where applicable) the California Government Code or the County's investment policy, and the actual rating as of year end for each investment type.

Investment Type	Minimum Legal Rating	Standard & Poor's Rating	Moody's Rating	% of Portfolio
US Treasury Notes	N/A	AA+	Aaa	8.55%
Federal Home Loan Mortgage Corp.	N/A	AA+	Aaa	9.40%
Federal National Mortgage Assoc.	N/A	AA+	Aaa	6.74%
Corporate Notes	A	A-	A1	0.35%
Corporate notes	A	AA+	A1	2.55%
Corporate notes	A	A	A2	3.18%
Corporate notes	A	A+	A2	1.01%
Corporate notes	A	AA+	Aa1	0.43%
Corporate notes	A	AA	Aa2	1.34%
Corporate notes	A	A+	Aa3	1.39%
Corporate notes	A	AA-	Aa3	1.56%
Commercial paper	N/A	A-1+	P-1	1.14%
Negotiable Certificates of Deposit	N/A	A-1+	P-1	4.50%
Negotiable Certificates of Deposit	N/A	A-1	P-1	0.95%
Negotiable Certificates of Deposit	N/A	A+	A1	1.14%
Negotiable Certificates of Deposit	N/A	AA-	Aa2	1.14%
LAIF	N/A	Unrated	Unrated	48.12%
CAMP	N/A	Unrated	Unrated	6.51%
Total				<u>100.00%</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**C. Investments (Continued)**

Custodial Credit Risk for Investments - Custodial credit risk for investments is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the County requires that all of its managed investments be held in the name of the County. At June 30, 2013, the County's investment pool had no securities exposed to custodial credit risk.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. The County's investment policy contains limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) at June 30, 2013, that represent 5 percent or more of total County investments are as follows:

Investment Type	Amount Invested	Percentage of Investments
Federal Home Loan Mortgage Corp.	\$ 7,418,574	9.40%
Federal National Mortgage Assoc.	5,322,123	6.74%

**D. Investment in External Investment Pools**

Investment in Local Agency Investment Fund - The County of Plumas is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code and is managed by the Treasurer of the State of California. The Local Investment Advisory Board (LAIF Board) has oversight responsibility for LAIF. The LAIF Board consists of five members as designated by State statute.

Investments in LAIF are available on demand and are stated at amortized cost, which approximates fair value. The fair value of the County's position in the pool is the same as the value of the pooled shares. At June 30, 2013 the County's investment position in LAIF was \$37,980,227. The total amount invested by all public agencies in LAIF on that day was \$58,828,474,533. Of that amount, 98.04% is invested in non-derivative financial products and 1.96% in structured notes and asset-backed securities.

Investment in California Asset Management Program - The County of Plumas also maintains an investment in the California Asset Management Program (CAMP), a California JPA established in 1989 by the treasurers and finance directors of several California agencies. CAMP was created to provide professional investment services to California public agencies at a reasonable cost. The County's investment with CAMP as of June 30, 2013, was \$5,137,960, which approximates fair value.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**E. County Investment Pool Condensed Financial Information**

The following are condensed statements of net position and changes in net position for the Treasurer's Pool at June 30, 2013:

	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total Pool</u>
<b>Statement of Net Position</b>			
Cash on hand	\$ 16,925	\$ -	\$ 16,925
Deposits (Less outstanding warrants)	2,734,963	-	2,734,963
Investments	<u>42,801,772</u>	<u>36,129,421</u>	<u>78,931,193</u>
Net Position at June 30, 2013	<u>\$ 45,553,660</u>	<u>\$ 36,129,421</u>	<u>\$ 81,683,081</u>
<b>Statement of Changes in Net Position</b>			
Net position at July 1, 2012	\$ 41,192,735	\$ 35,966,242	\$ 77,158,977
Net changes in investments by pool participants	<u>4,360,925</u>	<u>163,179</u>	<u>4,524,104</u>
Net Position at June 30, 2013	<u>\$ 45,553,660</u>	<u>\$ 36,129,421</u>	<u>\$ 81,683,081</u>

**NOTE 4: CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2013, was as follows:

	<u>Balance July 1, 2012</u>	<u>Additions</u>	<u>Retirements</u>	<u>Adjustments/ Transfers</u>	<u>Balance June 30, 2013</u>
<b>Governmental Activities</b>					
Capital Assets, Not Being Depreciated:					
Land	\$ 2,079,903	\$ -	\$ -	\$ -	\$ 2,079,903
Construction in progress	<u>3,851,921</u>	<u>720,176</u>	-	( 2,133,053)	<u>2,439,044</u>
Total Capital Assets, Not Being Depreciated	<u>5,931,824</u>	<u>720,176</u>	-	( 2,133,053)	<u>4,518,947</u>
Capital Assets, Being Depreciated:					
Buildings and improvements	34,235,448	34,429	-	-	34,269,877
Equipment	20,212,954	879,531	( 373,549)	-	20,718,936
Software	1,285,404	-	-	-	1,285,404
Infrastructure	<u>33,316,605</u>	<u>11,424</u>	-	6,097,553	<u>39,425,582</u>
Total Capital Assets, Being Depreciated	<u>89,050,411</u>	<u>925,384</u>	( 373,549)	6,097,553	<u>95,699,799</u>
Less Accumulated Depreciation For:					
Buildings and improvements	( 12,297,753)	( 624,776)	-	-	( 12,922,529)
Equipment	( 16,105,054)	( 964,717)	366,591	-	( 16,703,180)
Software	( 1,022,102)	-	-	-	( 1,022,102)
Infrastructure	<u>( 20,323,031)</u>	<u>( 952,080)</u>	-	( 55,541)	<u>( 21,330,652)</u>
Total Accumulated Depreciation	<u>( 49,747,940)</u>	<u>( 2,541,573)</u>	366,591	( 55,541)	<u>( 51,978,463)</u>
Total Capital Assets, Being Depreciated, Net	<u>39,302,471</u>	<u>( 1,616,189)</u>	<u>( 6,958)</u>	<u>6,042,012</u>	<u>43,721,336</u>
Governmental Activities Capital Assets, Net	<u>\$ 45,234,295</u>	<u>( \$ 896,013)</u>	<u>( \$ 6,958)</u>	<u>\$ 3,908,959</u>	<u>\$ 48,240,283</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 4: CAPITAL ASSETS (CONTINUED)**

	Balance <u>July 1, 2012</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2013</u>
<b>Business-Type Activities</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 620,152	\$ -	\$ -	\$ 620,152
Total Capital Assets, Not Being Depreciated	<u>620,152</u>	<u>-</u>	<u>-</u>	<u>620,152</u>
Capital Assets, Being Depreciated:				
Buildings and improvements	1,251,078	4,380	-	1,255,458
Equipment	1,815,871	172,700	( 149,445)	1,839,126
Software	15,660	-	-	15,660
Infrastructure	<u>8,027,585</u>	<u>662,514</u>	<u>-</u>	<u>8,690,099</u>
Total Capital Assets, Being Depreciated	<u>11,110,194</u>	<u>839,594</u>	<u>( 149,445)</u>	<u>11,800,343</u>
Less Accumulated Depreciation For:				
Buildings and improvements	( 723,769)	( 34,805)	-	( 758,574)
Equipment	( 1,303,514)	( 151,438)	149,445	( 1,305,507)
Software	( 15,660)	-	-	( 15,660)
Infrastructure	<u>( 3,679,781)</u>	<u>( 527,988)</u>	<u>-</u>	<u>( 4,207,769)</u>
Total Accumulated Depreciation	<u>( 5,722,724)</u>	<u>( 714,231)</u>	<u>149,445</u>	<u>( 6,287,510)</u>
Total Capital Assets, Being Depreciated, Net	<u>5,387,470</u>	<u>125,363</u>	<u>-</u>	<u>5,512,833</u>
Business-Type Activities Capital Assets, Net	<u>\$ 6,007,622</u>	<u>\$ 125,363</u>	<u>\$ -</u>	<u>\$ 6,132,985</u>

**Depreciation**

Depreciation expense was charged to governmental functions as follows:

General government	\$ 459,852
Public protection	491,430
Health and welfare	64,298
Public assistance	40,981
Education	21,671
Culture and recreation	64,682
Public ways and facilities	<u>1,398,659</u>
Total Depreciation Expense - Governmental Functions	<u>\$ 2,541,573</u>

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

Airport	\$ 552,840
Solid Waste	39,718
Transit	<u>121,673</u>
Total Depreciation Expense – Business-Type Functions	<u>\$ 714,231</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 4: CAPITAL ASSETS (CONTINUED)**

**Construction in Progress**

Construction in progress for governmental activities relates primarily to work performed on the Lake Davis Water Treatment project, Gansner Park river pathway, and various bridge projects.

**NOTE 5: INTERFUND TRANSACTIONS**

**Due To/From Other Funds**

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due from and due to balances as of June 30, 2013:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General fund	\$ 458,812	\$ -
Local Revenue 2011	-	456,491
Nonmajor Governmental funds	-	2,321
Investment Trust funds	<u>88,094</u>	<u>88,094</u>
Total	<u>\$ 546,906</u>	<u>\$ 546,906</u>

**Transfers**

Transfers are indicative of funding for capital projects, lease payments or debt service, reimbursement of various County operations and re-allocations of special revenues. The following are the interfund transfer balances as of June 30, 2013:

	<u>Transfer In</u>	<u>Transfer Out</u>
General fund	\$ 7,263,059	\$ 6,978,522
Road	25,622	84,152
Local Revenue 2011	-	4,735,229
Social Services	2,336,141	-
Mental Health	1,343,192	12,463
Public Health	223,636	262,684
Public Safety	947,500	621,888
Nonmajor Governmental funds	1,831,892	1,236,540
Solid Waste Planning and Operations	<u>-</u>	<u>39,564</u>
Total	<u>\$ 13,971,042</u>	<u>\$ 13,971,042</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 6: UNEARNED/UNAVAILABLE REVENUE**

At June 30, 2013, the components of unearned and unavailable revenue reported were as follows:

	<u>Unearned</u>	<u>Unavailable</u>	<u>Total</u>
General fund			
2013/2014 revenues received in 2012/2013	\$ 3,178	\$ -	\$ 3,178
State, Federal and other agency receivables	-	8,802	8,802
Road			
State, Federal and other agency receivables	-	768,258	768,258
Social Services			
State grant advance received	56,565	-	56,565
Mental Health			
2013/2014 revenues received in 2012/2013	4,175	-	4,175
Public Health			
State, Federal, and other agency receivables	-	520,285	520,285
Public Safety			
State, Federal and other agency receivables	-	159,921	159,921
Non-Major Governmental Funds			
Camping and space rental fees received in advance	60,997	-	60,997
Airport			
Lease payments received in advance	<u>3,833</u>	<u>-</u>	<u>3,833</u>
Total	<u>\$ 128,748</u>	<u>\$ 1,457,266</u>	<u>\$1,586,014</u>

**NOTE 7: LONG-TERM LIABILITIES**

The following is a summary of changes in long-term liabilities for the year ended June 30, 2013:

<u>Type of Indebtedness</u>	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2013</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
<b>Governmental Activities</b>					
Revenue Bonds	\$ 2,000	\$ -	(\$ 2,000)	\$ -	\$ -
Loans	165,000	-	-	165,000	-
Certificates of Participation	15,640,000	-	( 450,000)	15,190,000	470,000
Capital Leases	30,950	-	( 30,950)	-	-
Compensated Absences	4,485,684	2,326,960	( 2,720,326)	4,092,318	2,720,325
Net OPEB Obligation	<u>1,676,572</u>	<u>449,227</u>	<u>( 167,657)</u>	<u>1,958,142</u>	<u>-</u>
Total Governmental Activities	<u>\$ 22,000,206</u>	<u>\$ 2,776,187</u>	<u>(\$ 3,370,933)</u>	<u>\$ 21,405,460</u>	<u>\$ 3,190,325</u>
<b>Business-Type Activities</b>					
Closure/Postclosure	2,366,593	42,599	-	2,409,192	-
Compensated Absences	20,797	10,910	( 11,170)	20,537	11,169
Net OPEB Obligation	<u>27,181</u>	<u>5,827</u>	<u>( 2,617)</u>	<u>30,391</u>	<u>-</u>
Total Business-Type Activities	<u>\$ 2,414,571</u>	<u>\$ 59,336</u>	<u>(\$ 13,787)</u>	<u>\$ 2,460,120</u>	<u>\$ 11,169</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 7: LONG-TERM LIABILITIES (CONTINUED)**

Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred. The net other postemployment benefit obligation for the governmental activities is generally liquidated by the fund where the accrued liability occurred.

Individual issues of debt payable outstanding at June 30, 2013, are as follows:

**Governmental Activities**

Loans:

City of Portola loan, issued April 19, 2007 in the amount of \$165,000 and payable in one payment of \$165,000, with an interest to be calculated based on the interest rate paid by LAIF and maturity on December 31, 2015. The loan was used for the Lake Davis Water Treatment plant Settlement agreement.	<u>\$ 165,000</u>
Total Loans	<u>165,000</u>

Certificates of Participation:

Certificates of Participation 2003 Series A, issued January 1, 2003, in the amount of \$18,400,000 and payable in annual installments of \$335,000 to \$1,160,000, with an interest rate of 3.50% to 5.00% and maturity on June 30, 2033. The certificates of participation were used to fund the acquisition and construction of the health and human services center, a permit center, and an animal shelter.	<u>15,190,000</u>
Total Certificates of Participation	<u>15,190,000</u>
Total Governmental Activities	<u>\$ 15,355,000</u>

Following is a schedule of debt payment requirements of governmental activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities, landfill closure/postclosure costs which are reported in Note 9 and net OPEB obligation which is reported in Note 13.

**Governmental Activities**

Year Ended <u>June 30</u>	Loans		
	Principal	Interest	Total
2014	\$ -	\$ -	\$ -
2015	-	-	-
2016	165,000	-*	165,000
Total	\$ 165,000	\$ -	\$ 165,000

\* Interest will be calculated at the time of payment based on the LAIF interest rate.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 7: LONG-TERM LIABILITIES (CONTINUED)**

**Governmental Activities (Continued)**

Year Ended <u>June 30</u>	<u>Certificates of Participation</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 470,000	\$ 751,525	\$ 1,221,525
2015	490,000	732,725	1,222,725
2016	510,000	713,125	1,223,125
2017	530,000	691,450	1,221,450
2018	550,000	668,925	1,218,925
2019-2023	3,220,000	2,879,213	6,099,213
2024-2028	4,140,000	1,961,250	6,101,250
2029-2033	<u>5,280,000</u>	<u>817,500</u>	<u>6,097,500</u>
Total	<u>\$ 15,190,000</u>	<u>\$ 9,215,713</u>	<u>\$ 24,405,713</u>

**NOTE 8: LEASES**

**Operating Leases**

Rental expenses incurred under operating leases are not considered material.

**NOTE 9: CLOSURE/POSTCLOSURE**

The County of Plumas is responsible for one operating and one closed 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. GASB Statement No. 18 requires that a portion of these closure and postclosure care costs be reported as an operating expense in each year based on landfill capacity used as of each statement of net position date. The \$2,409,192 reported as closure/postclosure liability at June 30, 2013, represents the cumulative amount reported to date based on the estimates used ranging from 45 to 100 percent of total permitted site capacity filled.

The County will recognize the remaining estimated cost of closure and postclosure care of \$1,732,566 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2013. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by State and Federal laws and regulations to provide financial assurance that appropriate resources will be available to finance closure and postclosure care costs in the future. At June 30, 2013, cash and investments of \$3,543,942 were held to fund closure costs. This deposit is held in the Solid Waste Planning and Operation Enterprise fund. The County has approved a pledge of revenue to fund the postclosure costs. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest 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 to future landfill users or from future tax revenue.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 10: NET POSITION**

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements and other special revenue fund purposes.
- Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

**Net Position Flow Assumption**

When a government funds outlays for a particular purpose from both restricted and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted net position is available, it is considered that restricted resources are used first, followed by the unrestricted resources.

**Net Position Restricted by Enabling Legislation**

The government-wide Statement of Net Position reports \$38,456,159 of restricted net position, of which \$1,022,725 is restricted by enabling legislation.

**NOTE 11: FUND BALANCES**

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2013, fund balance for governmental funds are made up of the following:

- Nonspendable fund balance - amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories and prepaid amounts.
- Restricted fund balance - amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 11: FUND BALANCES (CONTINUED)**

- Committed fund balance - amounts that can only be used for the specific purposes determined by formal action of the County's highest level of decision-making authority. The Board of Supervisors is the highest level of decision making authority for the County that can, by adoption of an ordinance commit fund balance. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- Assigned fund balance - amounts that are constrained by the County's intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose.
- Unassigned fund balance - the residual classification for the County's General fund that includes all amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

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**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 11: FUND BALANCES (CONTINUED)**

The fund balances for all major and nonmajor governmental funds as of June 30, 2013, were distributed as follows:

	General Fund	Road	Local Revenue 2011	Social Service	Mental Health	Public Health
<b>Nonspendable:</b>						
Prepaid costs	\$ 33,993	\$ 75	\$ -	\$ 1,740	\$ 149	\$ 4,710
Inventory	-	234,151	-	-	-	-
Subtotal	<u>33,993</u>	<u>234,226</u>	<u>-</u>	<u>1,740</u>	<u>149</u>	<u>4,710</u>
<b>Restricted for:</b>						
General government	719,392	-	-	-	-	-
Road programs	-	9,102,088	-	-	-	-
2011 Realignment	-	-	470,266	-	-	-
Social Service programs	-	-	-	2,304,572	-	-
Mental Health	-	-	-	-	15,223,504	-
Behavioral Health	-	-	-	-	18,911	-
Sierra House board & care	-	-	-	-	15,118	-
Public Health	-	-	-	-	-	626,387
Sheriff programs	-	-	-	-	-	-
Fish and game	-	-	-	-	-	-
Child abuse prevention	-	-	-	-	-	-
Title III	-	-	-	-	-	-
Alcohol and Drug prog.	-	-	-	-	-	-
AB 109	-	-	-	-	-	-
Child support svcs.	-	-	-	-	-	-
Proposition 69	-	-	-	-	-	-
Probation programs	-	-	-	-	-	-
CA used oil recycling	-	-	-	-	-	-
Recorder programs	-	-	-	-	-	-
Domestic violence	-	-	-	-	-	-
HAVA elections	-	-	-	-	-	-
Air pollution programs	-	-	-	-	-	-
Lighting districts	-	-	-	-	-	-
Beckworth sewer system	-	-	-	-	-	-
Flood control	-	-	-	-	-	-
Monterey form	-	-	-	-	-	-
Walker Ranch CSD Svcs	-	-	-	-	-	-
Grizzly Ranch CSD Svcs	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Subtotal	<u>719,392</u>	<u>9,102,088</u>	<u>470,266</u>	<u>2,304,572</u>	<u>15,257,533</u>	<u>626,387</u>
<b>Committed to:</b>						
General government	2,058,837	-	-	-	-	-
Sheriff programs	49,881	-	-	-	-	-
Supervisor comm svc.	2,670	-	-	-	-	-
Tobacco settlement	-	-	-	-	-	-
Subtotal	<u>2,111,388</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Assigned to:</b>						
Taylorsville School Pres.	7,254	-	-	-	-	-
Development Impact	9,708	-	-	-	-	-
Capital replacement	135,046	-	-	-	-	-
Sheriff programs	378,695	-	-	-	-	-
District Attorney prog.	110,319	-	-	-	-	-
Senior citizens nutrition	40,061	-	-	-	-	-
Homicide trial costs	28,769	-	-	-	-	-
Subtotal	<u>709,852</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unassigned</b>	<u>2,520,876</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total</b>	<u>\$6,095,501</u>	<u>\$ 9,336,314</u>	<u>\$ 470,266</u>	<u>\$ 2,306,312</u>	<u>\$15,257,682</u>	<u>\$ 631,097</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

<u>Public Safety</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
\$ 4,606	\$ 8,659	\$ 53,932
<u>-</u>	<u>-</u>	<u>234,151</u>
<u>4,606</u>	<u>8,659</u>	<u>288,083</u>
-	-	719,392
-	-	9,102,088
-	-	470,266
-	-	2,304,572
-	-	15,223,504
-	-	18,911
-	-	15,118
-	-	626,387
1,279,411	-	1,279,411
-	166,711	166,711
-	48,279	48,279
-	955,555	955,555
-	53,089	53,089
-	199,060	199,060
-	335,719	335,719
-	12,382	12,382
-	953,006	953,006
-	30,385	30,385
-	480,862	480,862
-	5,252	5,252
-	61,456	61,456
-	2	2
-	35,149	35,149
-	31,417	31,417
-	29,006	29,006
-	15,825	15,825
-	1,955,072	1,955,072
-	766,291	766,291
<u>-</u>	<u>1,749,065</u>	<u>1,749,065</u>
<u>1,279,411</u>	<u>7,883,583</u>	<u>37,643,232</u>
-	-	2,058,837
-	-	49,881
-	-	2,670
<u>-</u>	<u>558,837</u>	<u>558,837</u>
<u>-</u>	<u>558,837</u>	<u>2,670,225</u>
-	-	7,254
-	-	9,708
-	-	135,046
-	-	378,695
-	-	110,319
-	-	40,061
<u>-</u>	<u>-</u>	<u>28,769</u>
<u>-</u>	<u>-</u>	<u>709,852</u>
<u>-</u>	<u>( 46,576)</u>	<u>2,474,300</u>
<u>\$1,284,017</u>	<u>\$ 8,404,503</u>	<u>\$43,785,692</u>

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 11: FUND BALANCES (CONTINUED)**

**Fund Balance Flow Assumption**

When a government funds outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance), a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted fund balance is available, it is considered that restricted fund balance is depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**Fund Balance Policy**

The Board of Supervisors has adopted a fund balance policy for financial statement reporting. The policy establishes procedures for reporting fund balance classifications, establishes prudent reserve requirements and establishes a hierarchy of fund balance expenditures. The policy also provides for a measure of financial protection for the County against unforeseen circumstances and to comply with GASB 54. The minimum unrestricted fund balance may be recognized within the committed, assigned, or unassigned classifications.

**NOTE 12: EMPLOYEES' RETIREMENT PLAN**

**A. Plan Description**

The County contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by statute. Copies of PERS' annual financial report may be obtained from their executive office – 400 Q Street, Lincoln Plaza East, Sacramento, CA 95811 or [www.calpers.ca.gov](http://www.calpers.ca.gov).

**B. Funding Policy**

Active plan members in PERS are required to contribute 7 percent of their annual covered salary. Safety plan members are required to contribute 9 percent of their annual covered salary. The County is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The County has committed to contribute a portion of the required employee contribution in addition to their own required contributions. The actuarial methods and assumptions used are those adopted by the PERS Board of Administration. The required employer contribution rate for fiscal year 2012/2013 was 13.965 percent for miscellaneous employees, 209.749 percent for safety CPO employees, and 26.828 percent for safety sheriff employees. The contribution requirements of the plan are established by State statute and the employer contribution rate is established and may be amended by PERS.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**C. Annual Pension Cost**

For fiscal year 2012/2013, the County's annual pension cost of \$1,800,961 for the miscellaneous plan, \$147,662 for the safety CPO plan and \$521,045 for the safety sheriff employees plan for PERS was equal to the County's actual contributions. The required contributions for fiscal year 2012/2013 were determined as part of the June 30, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected annual salary increases of 3.55 percent to 14.45 percent, depending on age, service, and type of employment, (c) 3.00 percent inflation, (d) 3.25 percent payroll growth and (e) individual salary growth based on a merit scale with assumed annual inflation of 3.00 percent and annual production growth of 0.25 percent.

The actuarial value of PERS assets was determined using techniques that smooth the effect of short term volatility in the market value of investments over a fifteen year period (smoothed market value). Initial unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. All changes in liability due to plan amendments, changes in actuarial assumptions, or changes in actuarial methodology are amortized separately over a 20 year period. All gains or losses are tracked and amortized over a rolling 30 year period with the exception of gains and losses in fiscal years 2008-2009, 2009-2010 and 2010-2011 in which each year's gains or losses will be isolated and amortized over fixed and declining 30 year periods (as opposed to the current rolling 30 year amortization). If the plan's accrued liability exceeds the actuarial value of plan assets, the annual contribution with respect to the total unfunded liability may not be less than the amount produced by a 30 year amortization of the unfunded liability. The following table presents three year trend information.

Miscellaneous:

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2011	\$ 1,814,311	100%	\$ -
June 30, 2012	1,989,982	100%	-
June 30, 2013	1,800,961	100%	-

Safety CPO:

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2011	\$ 140,944	100%	\$ -
June 30, 2012	149,348	100%	-
June 30, 2013	147,662	100%	-

Safety Sheriff:

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2011	\$ 430,681	100%	\$ -
June 30, 2012	528,566	100%	-
June 30, 2013	521,045	100%	-

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**D. Funded Status and Funding Progress**

As of June 30, 2012, the most recent actuarial valuation date, the miscellaneous plan was 85.5 percent funded. The actuarial accrued liability for benefits was \$107,650,829, and the actuarial value of assets was \$92,009,026, resulting in an unfunded actuarial accrued liability (UAAL) of \$15,641,803. The covered payroll (annual payroll of active employees covered by the plan) was \$14,951,214, and the ratio of the UAAL to the covered payroll was 104.6 percent.

The safety CPO plan and the safety sheriff plan had less than 100 active members in at least one valuation since June 30, 2003, therefore it is required to participate in a risk pool and does not present individual plan funded status.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

**A. Plan Description**

The County of Plumas provides, under defined benefit plans, retiree healthcare benefits to qualifying employees retiring directly from the County. The benefit level is determined by date of hire, length of service and bargaining unit. The County has two insurance companies, determined by bargaining unit; it contracts for medical coverage to be provided through agency multiple-employer CalPERS Health and Operating Engineer's Health plans. Vision and dental coverage is contracted separately for the employees being covered by CalPERS Health; whereas Operating Engineer's include vision and dental coverage through their health plan.

The County pays a percentage, based on years of service and bargaining unit, of what it pays for its active employees under the several different options offered by the plan providers. The County's share differs per plan selected and by number insured - single, one plus one, and family. The County's share currently ranges from \$484 to \$1,387 and percentages paid range from 25% to 100% with the minimum required years of continued service of 15 years.

**B. Funding Policy**

As required by GASB 45, an actuary will determine the County's Annual Required Contributions (ARC) at least once every two fiscal years. The ARC is calculated in accordance with certain parameters, and includes (1) the Normal Cost for one year, and (2) a component for amortization of the total unfunded actuarial accrued liability (UAAL) over 28 years on a level-dollar basis.

GASB 45 does not require pre-funding of OPEB benefits. Therefore, the County's funding policy is to continue to pay healthcare premiums for retirees as they fall due. The County has elected not to fund an irrevocable trust at this time. The Board of Supervisors reserves the authority to review and amend this funding policy from time to time, in order to ensure that the funding policy continues to best suit the circumstances of the County.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

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

The County's annual other postemployment benefits (OPEB) cost is calculated based on the annual required contribution of the employer (ARC). The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess).

The following table shows the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the resulting net OPEB obligation.

Annual required contribution	\$ 471,841
Interest on prior year net OPEB obligation	85,188
Amortization of prior year net OPEB obligation	<u>( 101,975)</u>
Annual OPEB Cost	455,054
Contributions Made:	
Pay as you go contribution	<u>( 170,274)</u>
Increase in Net OPEB Obligation	284,780
Net OPEB Obligation Beginning of Year	<u>1,703,753</u>
Net OPEB Obligation Ending of Year	<u><u>\$ 1,988,533</u></u>

The County's annual OPEB cost, the actual contributions, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior two years are as follows:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Actual</u> <u>Contribution</u>	<u>Percentage of</u> <u>Annual OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
June 30, 2011	\$ 546,020	\$ 193,617	35.46%	\$ 1,465,910
June 30, 2012	434,533	196,690	45.26%	1,703,753
June 30, 2013	455,054	170,274	37.42%	1,988,533

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

**D. Funded Status and Funding Progress**

As of July 1, 2011, the most recent actuarial valuation date, the plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$4,177,874 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$4,177,874. The covered payroll (annual payroll of employees covered by the plan) was \$16,123,000, and the ratio to the UAAL to the covered payroll was 25.91 percent.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

**D. Funded Status and Funding Progress (Continued)**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the County are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**E. Actuarial Methods and Assumptions**

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

The most recent actuarial valuation was performed as of July 1, 2011. The assumptions used for this valuation are in accordance with CalPers' "OPEB Assumption Model", which describes guidelines to be used for retiree healthcare valuations for plans intending to pre-fund benefits through California Employers' Retiree Benefit Trust (CERBT).

The annual rate of return on assets used to pay for benefits is assumed to be 5.00% (assumed rate of return on general assets). The rate of return for assets in a trust is assumed to be 7.61%. Salaries are assumed to increase annually at 3.25%.

These assumptions reflect an implicit 3.0 percent general inflation assumption. The County's unfunded actuarial accrued liability is being amortized using the level dollar method on a closed basis over 30 years. The remaining amortization period as of June 30, 2013 was 25 years.

**NOTE 14: RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has Risk Management Funds (internal service funds) to account for and finance its uninsured risks of loss for general liability and worker's compensation. As of June 30, 2013, the County did not have landfill insurance.

The County self-insures its general liability claims with a retention of \$100,000 per occurrence. It is the policy of the County to have the reserves evaluated by independent actuaries. The last actuarial evaluation was performed as of October 2012, for liability and workers' compensation.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 14: RISK MANAGEMENT (CONTINUED)**

The claims liability of the County is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

The claims liability accrued on the financial statements for liability and workers' compensation is the ultimate cost of claims and expenses associated with all reported and unreported claims including allocated loss adjustment expenses (ALAE) and unallocated loss adjustment expenses (ULAE) reduced by a discount for anticipated investment income.

Actual claims liability at June 30, 2013 was as follows:

Liability	\$ 353,345
Workers Compensation	<u>2,912,835</u>
Total	<u>\$ 3,266,180</u>

All funds of the County participate in the program and make payments to the Risk Management Funds based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. At June 30, 2013, the Workers' Compensation liability risk management fund had a funding surplus of \$986,400.

Changes in the County's claims liability amount for the fiscal years 2011, 2012, and 2013 were as follows:

	Balance at Beginning of Fiscal Year	Current Year Claims	Claims Payments and Changes In Estimates	Balance at End of Fiscal Year
2011	\$ 3,225,000	\$ 621,238	\$ 1,109,076	\$ 2,737,162
2012	2,737,162	2,364,605	2,280,376	2,821,391
2013	2,821,391	1,870,351	1,425,562	3,266,180

**NOTE 15: OTHER INFORMATION**

**A. Commitments and Contingencies**

The County has active construction projects as of June 30, 2013. The estimated remaining costs to be incurred for these projects is \$1,896,822.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

**COUNTY OF PLUMAS**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2013**

**NOTE 15: OTHER INFORMATION (CONTINUED)**

**A. Commitments and Contingencies (Continued)**

The County is a defendant in various lawsuits. In the aggregate, these claims seek monetary damages in significant amounts. To the extent the outcome of such litigation has been determined to result in probable loss to the County, the loss has been accrued in the accompanying financial statements. Litigation where loss to the County is reasonably possible has not been accrued. The County does not have landfill insurance, all other legal matters are covered by the County's liability program which, subject to a \$100,000 deductible per occurrence, provides complete coverage for County liability losses. Therefore, no provision has been made in the financial statements for a loss contingency.

**B. Subsequent Events**

Management has evaluated events subsequent to June 30, 2013 through February 21, 2014, the date on which the financial statements were available for issuance. Management has determined no subsequent events requiring disclosure have occurred.

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**Required Supplementary Information  
(Unaudited)**

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**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**For the Year Ended June 30, 2013**

**1. SCHEDULE OF FUNDING PROGRESS - PENSION**

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

Miscellaneous Plan:

The table below shows a three-year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Miscellaneous Plan.

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratios		Annual Covered Payroll	UAAL as a % of Payroll
				Actuarial Value	Market Value		
June 30, 2010	\$ 97,484,303	\$ 84,512,572	\$ 12,971,731	86.7%	67.8%	\$ 15,906,112	81.6%
June 30, 2011	103,839,694	88,626,572	15,213,122	85.3%	75.8%	15,838,313	96.1%
June 30, 2012	107,650,829	92,009,026	15,641,803	85.5%	71.3%	14,951,214	104.6%

Safety Plans:

The County's Safety Plans participate in a risk sharing pool with other safety plans. Participation was required as of June 30, 2003 (when CalPERS set up risk sharing pools) since the plan had less than 100 active members at that time. The County specific funding information is no longer available from the Safety Plans.

Funding information is available on a pooled-basis only and can be obtained upon request to the County or directly from CalPERS, P.O. Box 942709, Sacramento, CA 94229-2709.

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

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

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**For the Year Ended June 30, 2013**

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

The table below shows a three year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Other Postemployment Benefit Plan.

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage Of Covered Payroll
July 1, 2007	\$ -	\$ 4,598,485	\$4,598,485	-	\$ 19,700,000	23.34%
July 1, 2009	-	4,634,768	4,634,768	-	17,666,000	26.00%
July 1, 2011	-	4,177,874	4,177,874	-	16,123,000	25.91%

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Taxes and assessments	\$ 13,813,619	\$ 13,893,517	\$ 14,715,762	\$ 822,245
Licenses, permits, and franchises	458,000	458,000	494,138	36,138
Fines and forfeitures	256,100	256,200	218,462	(37,738)
Intergovernmental	1,796,003	1,887,138	2,058,396	171,258
Use of money and property	67,682	67,682	79,260	11,578
Charges for services	2,760,097	2,760,097	2,986,455	226,358
Other revenues	294,586	311,809	515,135	203,326
<b>Total Revenues</b>	<u>19,446,087</u>	<u>19,634,443</u>	<u>21,067,608</u>	<u>1,433,165</u>
<b>EXPENDITURES</b>				
Current:				
General government	6,114,820	6,229,892	5,808,436	421,456
Public protection	11,455,150	11,339,950	10,702,795	637,155
Health and welfare	559,039	559,039	545,498	13,541
Public assistance	441,265	451,476	429,303	22,173
Education	548,505	632,033	561,558	70,475
Culture and recreation	349,139	349,139	325,494	23,645
Public ways and facilities	7,269	339,326	389,627	(50,301)
Debt service:				
Principal	-	30,927	30,950	(23)
Interest and other charges	-	363	332	31
Capital outlay	92,000	151,246	137,273	13,973
<b>Total Expenditures</b>	<u>19,567,187</u>	<u>20,083,391</u>	<u>18,931,266</u>	<u>1,152,125</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(121,100)</u>	<u>(448,948)</u>	<u>2,136,342</u>	<u>2,585,290</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	7,205,966	7,494,718	7,263,059	(231,659)
Transfers out	(7,204,982)	(7,004,218)	(6,978,522)	25,696
<b>Total Other Financing Sources (Uses)</b>	<u>984</u>	<u>490,500</u>	<u>284,537</u>	<u>(205,963)</u>
<b>Net Change in Fund Balance</b>	<u>(120,116)</u>	<u>41,552</u>	<u>2,420,879</u>	<u>2,379,327</u>
<b>Fund Balance - Beginning</b>	<u>3,674,622</u>	<u>3,674,622</u>	<u>3,674,622</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$ 3,554,506</u>	<u>\$ 3,716,174</u>	<u>\$ 6,095,501</u>	<u>\$ 2,379,327</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2013**

**Reconciliation of Net Changes in Fund Balances - Budgetary to GAAP Basis:**

Total Revenues - Budgetary Basis	\$21,067,608
OMB Circular A-87 charges are included as charges for services for budgetary purposes, but are a reduction of expenditures for financial reporting purposes.	<u>(1,587,358)</u>
Total Revenues - Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$19,480,250</u>
Total Expenditures - Budgetary Basis	\$18,931,266
OMB Circular A-87 charges are included as charges for services for budgetary purposes, but are a reduction of expenditures for financial reporting purposes.	
General government expenditures	<u>(1,587,358)</u>
Total Expenditures - Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$17,343,908</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Road - Major Special Revenue Fund**  
**For the Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Taxes and assessments	\$ 400	\$ 400	\$ 923	\$ 523
Licenses, permits, and franchises	64,024	64,024	63,780	(244)
Intergovernmental	7,432,217	7,432,217	4,908,658	(2,523,559)
Use of money and property	77,800	77,800	70,493	(7,307)
Charges for services	105,735	105,735	233,204	127,469
Other revenues	50	50	14,395	14,345
<b>Total Revenues</b>	<u>7,680,226</u>	<u>7,680,226</u>	<u>5,291,453</u>	<u>(2,388,773)</u>
<b>EXPENDITURES</b>				
Current:				
Public ways and facilities	10,035,865	11,849,685	6,003,234	5,846,451
Capital outlay	<u>1,134,000</u>	<u>1,134,000</u>	<u>1,293,583</u>	<u>(159,583)</u>
<b>Total Expenditures</b>	<u>11,169,865</u>	<u>12,983,685</u>	<u>7,296,817</u>	<u>5,686,868</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(3,489,639)</u>	<u>(5,303,459)</u>	<u>(2,005,364)</u>	<u>3,298,095</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,500	2,500	25,622	23,122
Transfers out	<u>(118,364)</u>	<u>(118,364)</u>	<u>(84,152)</u>	<u>34,212</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(115,864)</u>	<u>(115,864)</u>	<u>(58,530)</u>	<u>57,334</u>
<b>Net Change in Fund Balance</b>	<u>(3,605,503)</u>	<u>(5,419,323)</u>	<u>(2,063,894)</u>	<u>3,355,429</u>
<b>Fund Balance - Beginning</b>	<u>11,400,208</u>	<u>11,400,208</u>	<u>11,400,208</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$ 7,794,705</u>	<u>\$ 5,980,885</u>	<u>\$ 9,336,314</u>	<u>\$ 3,355,429</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Social Services - Major Special Revenue Fund**  
**For the Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 3,940,553	\$ 7,299,403	\$ 5,897,882	\$ (1,401,521)
Use of money	6,185	6,185	10,946	4,761
Other revenues	45,000	56,708	56,458	(250)
<b>Total Revenues</b>	<u>3,991,738</u>	<u>7,362,296</u>	<u>5,965,286</u>	<u>(1,397,010)</u>
<b>EXPENDITURES</b>				
Current:				
Public assistance	4,561,430	9,204,912	7,242,003	1,962,909
Capital outlay	-	70,000	-	70,000
<b>Total Expenditures</b>	<u>4,561,430</u>	<u>9,274,912</u>	<u>7,242,003</u>	<u>2,032,909</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(569,692)</u>	<u>(1,912,616)</u>	<u>(1,276,717)</u>	<u>635,899</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,725,341	1,775,564	2,336,141	560,577
Transfers out	(2,346,796)	(54,796)	-	54,796
<b>Total Other Financing Sources (Uses)</b>	<u>378,545</u>	<u>1,720,768</u>	<u>2,336,141</u>	<u>615,373</u>
<b>Net Change in Fund Balance</b>	<u>(191,147)</u>	<u>(191,848)</u>	<u>1,059,424</u>	<u>1,251,272</u>
<b>Fund Balance - Beginning</b>	<u>1,246,888</u>	<u>1,246,888</u>	<u>1,246,888</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$ 1,055,741</u>	<u>\$ 1,055,040</u>	<u>\$ 2,306,312</u>	<u>\$ 1,251,272</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Mental Health - Major Special Revenue Fund**  
**For the Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 2,676,729	\$ 2,677,129	\$ 3,474,978	\$ 797,849
Use of money	27,550	27,550	48,506	20,956
Charges for services	256,616	256,616	297,441	40,825
Other revenues	800	800	884	84
<b>Total Revenues</b>	<u>2,961,695</u>	<u>2,962,095</u>	<u>3,821,809</u>	<u>859,714</u>
<b>EXPENDITURES</b>				
Current:				
Health and welfare	4,169,599	4,194,399	3,168,564	1,025,835
<b>Total Expenditures</b>	<u>4,169,599</u>	<u>4,194,399</u>	<u>3,168,564</u>	<u>1,025,835</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(1,207,904)</u>	<u>(1,232,304)</u>	<u>653,245</u>	<u>1,885,549</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,173,831	996,286	1,343,192	346,906
Transfers out	(167,237)	(1,692)	(12,463)	(10,771)
<b>Total Other Financing Sources (Uses)</b>	<u>1,006,594</u>	<u>994,594</u>	<u>1,330,729</u>	<u>336,135</u>
<b>Net Change in Fund Balance</b>	<u>(201,310)</u>	<u>(237,710)</u>	<u>1,983,974</u>	<u>2,221,684</u>
<b>Fund Balance - Beginning</b>	<u>13,273,708</u>	<u>13,273,708</u>	<u>13,273,708</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$13,072,398</u>	<u>\$13,035,998</u>	<u>\$15,257,682</u>	<u>\$ 2,221,684</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Public Health - Major Special Revenue Fund**  
**For the Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 3,897,635	\$ 3,945,337	\$ 3,691,104	\$ (254,233)
Use of money	2,650	2,650	2,204	(446)
Charges for services	514,165	514,365	545,108	30,743
Other revenues	-	12,256	12,256	-
<b>Total Revenues</b>	<u>4,414,450</u>	<u>4,474,608</u>	<u>4,250,672</u>	<u>(223,936)</u>
<b>EXPENDITURES</b>				
Current:				
Health and welfare	4,604,118	4,596,911	4,162,169	434,742
Capital outlay	-	46,227	45,763	464
<b>Total Expenditures</b>	<u>4,604,118</u>	<u>4,643,138</u>	<u>4,207,932</u>	<u>435,206</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(189,668)</u>	<u>(168,530)</u>	<u>42,740</u>	<u>211,270</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	(76,386)	223,636	300,022
Transfers out	(95,248)	(46,001)	(262,684)	(216,683)
<b>Total Other Financing Sources (Uses)</b>	<u>(95,248)</u>	<u>(122,387)</u>	<u>(39,048)</u>	<u>83,339</u>
<b>Net Change in Fund Balance</b>	<u>(284,916)</u>	<u>(290,917)</u>	<u>3,692</u>	<u>294,609</u>
<b>Fund Balance - Beginning</b>	<u>627,405</u>	<u>627,405</u>	<u>627,405</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$ 342,489</u>	<u>\$ 336,488</u>	<u>\$ 631,097</u>	<u>\$ 294,609</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Public Safety - Major Special Revenue Fund**  
**For the Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Taxes and assessments	\$ 19,476	\$ 19,476	\$ 19,476	\$ -
Fines and forfeitures	-		17,197	17,197
Intergovernmental	1,436,365	1,552,301	1,384,756	(167,545)
Use of money	625	625	562	(63)
Charges for services	10,200	10,200	7,603	(2,597)
Other revenues	47,200	47,200	79,018	31,818
<b>Total Revenues</b>	<u>1,513,866</u>	<u>1,629,802</u>	<u>1,508,612</u>	<u>(121,190)</u>
<b>EXPENDITURES</b>				
Current:				
Public protection	2,067,501	2,126,200	1,291,605	834,595
Capital outlay	323,609	245,365	136,735	108,630
<b>Total Expenditures</b>	<u>2,391,110</u>	<u>2,371,565</u>	<u>1,428,340</u>	<u>943,225</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(877,244)</u>	<u>(741,763)</u>	<u>80,272</u>	<u>822,035</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	536,693	236,693	947,500	710,807
Transfers out	(474,652)	(672,956)	(621,888)	51,068
<b>Total Other Financing Sources (Uses)</b>	<u>62,041</u>	<u>(436,263)</u>	<u>325,612</u>	<u>761,875</u>
<b>Net Change in Fund Balance</b>	(815,203)	(1,178,026)	405,884	1,583,910
<b>Fund Balance - Beginning</b>	<u>878,133</u>	<u>878,133</u>	<u>878,133</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$ 62,930</u>	<u>\$ (299,893)</u>	<u>\$ 1,284,017</u>	<u>\$ 1,583,910</u>

**COUNTY OF PLUMAS**  
**Required Supplementary Information**  
**Notes to Budgetary Comparison Schedules**  
**For the Year Ended June 30, 2013**

**BUDGETARY BASIS OF ACCOUNTING**

Formal budgetary integration is employed as a management control device during the year. The County presents a comparison of annual budgets to actual results for the County's General and Major Special Revenue funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). The County did not legally adopt a budget for the Local Revenue 2011 major special revenue fund. Although this fund had revenues it had zero expenditures for the year ended June 30, 2013.

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

The following procedures are performed by the County in establishing the budgetary data reflected in the financial statements:

- (1) The County Administrative Officer submits to the Board of Supervisors a recommended draft budget for the fiscal year commencing the following July 1. The budget includes recommended expenditures and the means of financing them.
- (2) The Board of Supervisors reviews the recommended budget at regularly scheduled meetings, which are open to the public. The Board also conducts a public hearing on the recommended budget to obtain comments from interested persons.
- (3) Prior to July 1, the budget is adopted through the passage of a resolution.
- (4) From the effective date of the budget, which is adopted and controlled at the department level, the amounts stated therein, as recommended expenditures become appropriations to the various County departments. The Board of Supervisors may amend the budget by motion during the fiscal year. The County Administrative Officer may authorize transfers from one object or purpose to another within the same department.

The County does not use encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation.

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## **Combining Nonmajor Fund Statements**

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## **Nonmajor Governmental Funds**

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**COUNTY OF PLUMAS**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2013**

	<b>Special Revenue</b>	<b>Capital Projects</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 6,694,688	\$ 323,727	\$ 7,018,415
Cash with fiscal agent	-	1,423,253	1,423,253
Receivables:			
Accounts	19,559	10	19,569
Intergovernmental	216,300	2,075	218,375
Prepaid costs	8,659	-	8,659
	<b>Total Assets</b>	<b>\$ 1,749,065</b>	<b>\$ 8,688,271</b>
<b>LIABILITIES</b>			
Accounts payable	\$ 187,039	\$ -	\$ 187,039
Salaries and benefits payable	33,411	-	33,411
Unearned revenue	60,997	-	60,997
Due to other funds	2,321	-	2,321
	<b>Total Liabilities</b>	<b>-</b>	<b>283,768</b>
<b>FUND BALANCES</b>			
Nonspendable	8,659	-	8,659
Restricted	6,134,518	1,749,065	7,883,583
Committed	558,837	-	558,837
Unassigned	(46,576)	-	(46,576)
	<b>Total Fund Balances</b>	<b>1,749,065</b>	<b>8,404,503</b>
	<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,749,065</b>	<b>\$ 8,688,271</b>

**COUNTY OF PLUMAS**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2013**

	<b>Special Revenue</b>	<b>Capital Projects</b>	<b>Total</b>
<b>REVENUES</b>			
Taxes and assessments	\$ 472,825	\$ -	\$ 472,825
Licenses, permits, and franchises	2,862	-	2,862
Fines and forfeitures	16,687	53,327	70,014
Intergovernmental	2,044,790	200,000	2,244,790
Use of money and property	228,934	1,229	230,163
Charges for services	448,184	-	448,184
Other revenues	149,052	-	149,052
	<b>3,363,334</b>	<b>254,556</b>	<b>3,617,890</b>
<b>Total Revenues</b>			
<b>EXPENDITURES</b>			
Current:			
General government	569,560	102	569,662
Public protection	1,140,547	-	1,140,547
Health and welfare	153,587	-	153,587
Public ways and facilities	1,054,157	-	1,054,157
Debt service:			
Principal	2,000	450,000	452,000
Interest and other charges	95	769,525	769,620
Capital outlay	20,206	-	20,206
	<b>2,940,152</b>	<b>1,219,627</b>	<b>4,159,779</b>
<b>Total Expenditures</b>			
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>423,182</b>	<b>(965,071)</b>	<b>(541,889)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	797,312	1,034,580	1,831,892
Transfers out	(1,236,540)	-	(1,236,540)
	<b>(439,228)</b>	<b>1,034,580</b>	<b>595,352</b>
<b>Total Other Financing Sources (Uses)</b>			
<b>Net Change in Fund Balances</b>	<b>(16,046)</b>	<b>69,509</b>	<b>53,463</b>
<b>Fund Balances - Beginning</b>	<b>6,671,484</b>	<b>1,679,556</b>	<b>8,351,040</b>
<b>Fund Balances - Ending</b>	<b>\$ 6,655,438</b>	<b>\$ 1,749,065</b>	<b>\$ 8,404,503</b>

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## **Nonmajor Governmental Funds**

- **Special Revenue Funds**

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**COUNTY OF PLUMAS**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
**June 30, 2013**

	<u>Fish and Game</u>	<u>Child Abuse Prevention</u>	<u>County Fair</u>	<u>Title III</u>	<u>Alcohol/ Drug</u>
<b>ASSETS</b>					
Cash and investments	\$ 173,943	\$ 66,235	\$ 45,508	\$ 955,555	\$ 66,156
Receivables:					
Accounts	78	4	-	-	-
Intergovernmental	-	-	-	-	11
Prepaid costs	-	-	389	-	-
<b>Total Assets</b>	<u>\$ 174,021</u>	<u>\$ 66,239</u>	<u>\$ 45,897</u>	<u>\$ 955,555</u>	<u>\$ 66,167</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 7,198	\$ 17,960	\$ 20,064	\$ -	\$ 13,078
Salaries and benefits payable	112	-	8,795	-	-
Unearned revenue	-	-	60,997	-	-
Due to other funds	-	-	-	-	-
<b>Total Liabilities</b>	<u>7,310</u>	<u>17,960</u>	<u>89,856</u>	<u>-</u>	<u>13,078</u>
<b>FUND BALANCES</b>					
Nonspndable	-	-	389	-	-
Restricted	166,711	48,279	-	955,555	53,089
Committed	-	-	-	-	-
Unassigned	-	-	(44,348)	-	-
<b>Total Fund Balances (Deficits)</b>	<u>166,711</u>	<u>48,279</u>	<u>(43,959)</u>	<u>955,555</u>	<u>53,089</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 174,021</u>	<u>\$ 66,239</u>	<u>\$ 45,897</u>	<u>\$ 955,555</u>	<u>\$ 66,167</u>

<b>County Local Revenue AB109</b>	<b>Child Support</b>	<b>DNA Penalty Prop 69</b>	<b>Probation Grant Dept</b>	<b>Tobacco Settlement</b>	<b>California Used Oil Recycle</b>	<b>Recorder</b>	<b>Animal Control Spay/Neuter</b>
\$ 156,881	\$ 358,703	\$ 12,382	\$ 844,888	\$ 558,837	\$ 21,577	\$ 481,202	\$ -
-	-	-	8,847	-	10,000	491	93
42,179	-	-	110,670	-	-	-	-
-	-	-	8,024	-	-	-	-
<u>\$ 199,060</u>	<u>\$ 358,703</u>	<u>\$ 12,382</u>	<u>\$ 972,429</u>	<u>\$ 558,837</u>	<u>\$ 31,577</u>	<u>\$ 481,693</u>	<u>\$ 93</u>
\$ -	\$ 3,937	\$ -	\$ 7,369	\$ -	\$ 1,192	\$ -	\$ -
-	19,047	-	4,030	-	-	831	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	2,321
-	22,984	-	11,399	-	1,192	831	2,321
-	-	-	8,024	-	-	-	-
199,060	335,719	12,382	953,006	-	30,385	480,862	-
-	-	-	-	558,837	-	-	-
-	-	-	-	-	-	-	(2,228)
<u>199,060</u>	<u>335,719</u>	<u>12,382</u>	<u>961,030</u>	<u>558,837</u>	<u>30,385</u>	<u>480,862</u>	<u>(2,228)</u>
<u>\$ 199,060</u>	<u>\$ 358,703</u>	<u>\$ 12,382</u>	<u>\$ 972,429</u>	<u>\$ 558,837</u>	<u>\$ 31,577</u>	<u>\$ 481,693</u>	<u>\$ 93</u>

**COUNTY OF PLUMAS**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
**June 30, 2013**

	<u>Domestic Violence</u>	<u>HAVA Elections</u>	<u>Air Pollution</u>	<u>Crescent Mills Lighting</u>	<u>Quincy Lighting</u>
<b>ASSETS</b>					
Cash and investments	\$ 5,206	\$ 61,456	\$ 11,027	\$ 798	\$ 34,351
Receivables:					
Accounts	46	-	-	-	-
Intergovernmental	-	-	-	-	-
Prepaid costs	-	-	-	-	-
<b>Total Assets</b>	<u>\$ 5,252</u>	<u>\$ 61,456</u>	<u>\$ 11,027</u>	<u>\$ 798</u>	<u>\$ 34,351</u>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ 11,025	\$ -	\$ -
Salaries and benefits payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>11,025</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>					
Nonspendable	-	-	-	-	-
Restricted	5,252	61,456	2	798	34,351
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
<b>Total Fund Balances (Deficits)</b>	<u>5,252</u>	<u>61,456</u>	<u>2</u>	<u>798</u>	<u>34,351</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 5,252</u>	<u>\$ 61,456</u>	<u>\$ 11,027</u>	<u>\$ 798</u>	<u>\$ 34,351</u>

<b>Beckwourth CSA Sewer</b>	<b>Flood Control</b>	<b>CSA #11 Ambulance</b>	<b>Monterey Forum</b>	<b>Walker Ranch CSD</b>	<b>Grizzly Ranch CSD</b>	<b>Total</b>
\$ 32,106	\$ 5,234	\$ 15,607	\$ 15,825	\$ 1,961,910	\$ 809,301	\$ 6,694,688
-	-	-	-	-	-	19,559
-	63,440	-	-	-	-	216,300
-	122	-	-	-	124	8,659
<u>\$ 32,106</u>	<u>\$ 68,796</u>	<u>\$ 15,607</u>	<u>\$ 15,825</u>	<u>\$ 1,961,910</u>	<u>\$ 809,425</u>	<u>\$ 6,939,206</u>
\$ 93	\$ 39,668	\$ 15,607	\$ -	\$ 6,838	\$ 43,010	\$ 187,039
596	-	-	-	-	-	33,411
-	-	-	-	-	-	60,997
-	-	-	-	-	-	2,321
<u>689</u>	<u>39,668</u>	<u>15,607</u>	<u>-</u>	<u>6,838</u>	<u>43,010</u>	<u>283,768</u>
-	122	-	-	-	124	8,659
31,417	29,006	-	15,825	1,955,072	766,291	6,134,518
-	-	-	-	-	-	558,837
-	-	-	-	-	-	(46,576)
<u>31,417</u>	<u>29,128</u>	<u>-</u>	<u>15,825</u>	<u>1,955,072</u>	<u>766,415</u>	<u>6,655,438</u>
<u>\$ 32,106</u>	<u>\$ 68,796</u>	<u>\$ 15,607</u>	<u>\$ 15,825</u>	<u>\$ 1,961,910</u>	<u>\$ 809,425</u>	<u>\$ 6,939,206</u>

**COUNTY OF PLUMAS**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Special Revenue Funds**  
**For the Year Ended June 30, 2013**

	<u>Fish and Game</u>	<u>Child Abuse Prevention</u>	<u>County Fair</u>	<u>Title III</u>	<u>Alcohol/ Drug</u>
<b>REVENUES</b>					
Taxes and assessments	\$ -	\$ -	\$ 1,813	\$ -	\$ -
Licenses, permits, and franchises	-	-	-	-	-
Fines and forfeitures	1,661	-	-	-	3,294
Intergovernmental	195	28,173	36,068	272,484	-
Use of money and property	664	513	210,495	96	30
Charges for services	-	2,739	51,905	-	15,811
Other revenues	6,667	87,520	33,424	-	-
<b>Total Revenues</b>	<u>9,187</u>	<u>118,945</u>	<u>333,705</u>	<u>272,580</u>	<u>19,135</u>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	466,054	72,828	-
Public protection	48,443	112,117	-	-	-
Health and welfare	-	-	-	-	37,976
Public ways and facilities	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	20,000
<b>Total Expenditures</b>	<u>48,443</u>	<u>112,117</u>	<u>466,054</u>	<u>72,828</u>	<u>57,976</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(39,256)</u>	<u>6,828</u>	<u>(132,349)</u>	<u>199,752</u>	<u>(38,841)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	86,797	-	219,913
Transfers out	-	-	-	(290,569)	(269,721)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>86,797</u>	<u>(290,569)</u>	<u>(49,808)</u>
<b>Net Change in Fund Balances</b>	<u>(39,256)</u>	<u>6,828</u>	<u>(45,552)</u>	<u>(90,817)</u>	<u>(88,649)</u>
<b>Fund Balances - Beginning</b>	<u>205,967</u>	<u>41,451</u>	<u>1,593</u>	<u>1,046,372</u>	<u>141,738</u>
<b>Fund Balances (Deficits) - Ending</b>	<u>\$ 166,711</u>	<u>\$ 48,279</u>	<u>\$ (43,959)</u>	<u>\$ 955,555</u>	<u>\$ 53,089</u>

<b>County Local Revenue AB109</b>	<b>Child Support</b>	<b>DNA Penalty Prop 69</b>	<b>Probation Grant Dept</b>	<b>Tobacco Settlement</b>	<b>California Used Oil Recycle</b>	<b>Recorder</b>	<b>Animal Control Spay/Neuter</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	10,177	838	-	-	-	717
144,607	675,788	-	620,194	67,980	20,000	-	-
21	1,535	129	2,642	1,120	84	1,641	3
-	-	-	-	-	-	60,489	-
-	-	-	-	-	-	-	-
<u>144,628</u>	<u>677,323</u>	<u>10,306</u>	<u>623,674</u>	<u>69,100</u>	<u>20,084</u>	<u>62,130</u>	<u>720</u>
-	-	-	-	120	-	30,513	-
-	728,042	36	231,576	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	7,719	-	4,574
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	<u>728,042</u>	<u>36</u>	<u>231,576</u>	<u>120</u>	<u>7,719</u>	<u>30,513</u>	<u>4,574</u>
<u>144,628</u>	<u>(50,719)</u>	<u>10,270</u>	<u>392,098</u>	<u>68,980</u>	<u>12,365</u>	<u>31,617</u>	<u>(3,854)</u>
-	-	-	232,082	187,345	-	-	-
-	-	(79,000)	(390,982)	(200,000)	(5,547)	-	-
-	-	(79,000)	(158,900)	(12,655)	(5,547)	-	-
144,628	(50,719)	(68,730)	233,198	56,325	6,818	31,617	(3,854)
<u>54,432</u>	<u>386,438</u>	<u>81,112</u>	<u>727,832</u>	<u>502,512</u>	<u>23,567</u>	<u>449,245</u>	<u>1,626</u>
<u>\$ 199,060</u>	<u>\$ 335,719</u>	<u>\$ 12,382</u>	<u>\$ 961,030</u>	<u>\$ 558,837</u>	<u>\$ 30,385</u>	<u>\$ 480,862</u>	<u>\$ (2,228)</u>

**COUNTY OF PLUMAS**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Special Revenue Funds**  
**For the Year Ended June 30, 2013**

	<u>Domestic Violence</u>	<u>HAVA Elections</u>	<u>Air Pollution</u>	<u>Crescent Mills Lighting</u>	<u>Quincy Lighting</u>
<b>REVENUES</b>					
Taxes and assessments	\$ -	\$ -	\$ -	\$ 713	\$ 31,182
Licenses, permits, and franchises	2,862	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	-	-	7	312
Use of money and property	17	213	6	2	89
Charges for services	-	-	-	-	40
Other revenues	-	-	-	68	2,469
<b>Total Revenues</b>	<u>2,879</u>	<u>213</u>	<u>6</u>	<u>790</u>	<u>34,092</u>
<b>EXPENDITURES</b>					
Current:					
General government	-	45	-	-	-
Public protection	949	-	11,040	-	-
Health and welfare	-	-	-	-	-
Public ways and facilities	-	-	-	774	28,837
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total Expenditures</b>	<u>949</u>	<u>45</u>	<u>11,040</u>	<u>774</u>	<u>28,837</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>1,930</u>	<u>168</u>	<u>(11,034)</u>	<u>16</u>	<u>5,255</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	9,263	-	-
Transfers out	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>9,263</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	1,930	168	(1,771)	16	5,255
<b>Fund Balances - Beginning</b>	<u>3,322</u>	<u>61,288</u>	<u>1,773</u>	<u>782</u>	<u>29,096</u>
<b>Fund Balances (Deficits) - Ending</b>	<u>\$ 5,252</u>	<u>\$ 61,456</u>	<u>\$ 2</u>	<u>\$ 798</u>	<u>\$ 34,351</u>

<b>Beckwourth CSA Sewer</b>	<b>Flood Control</b>	<b>CSA #11 Ambulance</b>	<b>Monterey Forum</b>	<b>Walker Ranch CSD</b>	<b>Grizzly Ranch CSD</b>	<b>Total</b>
\$ 8,031	\$ 84,140	\$ 104,752	\$ -	\$ -	\$ 242,194	\$ 472,825
-	-	-	-	-	-	2,862
-	-	-	-	-	-	16,687
81	177,878	1,023	-	-	-	2,044,790
133	44	18	70	6,478	2,891	228,934
4,387	77,022	-	-	235,791	-	448,184
811	8,275	9,818	-	-	-	149,052
<u>13,443</u>	<u>347,359</u>	<u>115,611</u>	<u>70</u>	<u>242,269</u>	<u>245,085</u>	<u>3,363,334</u>
-	-	-	-	-	-	569,560
-	-	-	8,344	-	-	1,140,547
-	-	115,611	-	-	-	153,587
27,708	406,273	-	-	155,108	423,164	1,054,157
2,000	-	-	-	-	-	2,000
95	-	-	-	-	-	95
-	206	-	-	-	-	20,206
<u>29,803</u>	<u>406,479</u>	<u>115,611</u>	<u>8,344</u>	<u>155,108</u>	<u>423,164</u>	<u>2,940,152</u>
<u>(16,360)</u>	<u>(59,120)</u>	<u>-</u>	<u>(8,274)</u>	<u>87,161</u>	<u>(178,079)</u>	<u>423,182</u>
-	61,912	-	-	-	-	797,312
-	(721)	-	-	-	-	(1,236,540)
-	61,191	-	-	-	-	(439,228)
(16,360)	2,071	-	(8,274)	87,161	(178,079)	(16,046)
<u>47,777</u>	<u>27,057</u>	<u>-</u>	<u>24,099</u>	<u>1,867,911</u>	<u>944,494</u>	<u>6,671,484</u>
<u>\$ 31,417</u>	<u>\$ 29,128</u>	<u>\$ -</u>	<u>\$ 15,825</u>	<u>\$ 1,955,072</u>	<u>\$ 766,415</u>	<u>\$ 6,655,438</u>

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## **Nonmajor Governmental Funds**

- **Capital Projects Funds**

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**COUNTY OF PLUMAS**  
**Combining Balance Sheet**  
**Nonmajor Capital Projects Funds**  
**June 30, 2013**

	<b>Capital Improvement</b>	<b>Criminal Justice Construction</b>	<b>Totals</b>
<b>ASSETS</b>			
Cash and investments	\$ -	\$ 323,727	\$ 323,727
Cash with fiscal agent	1,423,253	-	1,423,253
Receivables:			
Accounts	-	10	10
Intergovernmental	-	2,075	2,075
<b>Total Assets</b>	<b>\$ 1,423,253</b>	<b>\$ 325,812</b>	<b>\$ 1,749,065</b>
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ -	\$ -
<b>Total Liabilities</b>	-	-	-
<b>FUND BALANCES</b>			
Restricted	1,423,253	325,812	1,749,065
<b>Total Fund Balances</b>	1,423,253	325,812	1,749,065
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,423,253</b>	<b>\$ 325,812</b>	<b>\$ 1,749,065</b>

**COUNTY OF PLUMAS**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Capital Projects Funds**  
**For the Year Ended June 30, 2013**

	<u>Capital Improvement</u>	<u>Criminal Justice Construction</u>	<u>Totals</u>
<b>REVENUES</b>			
Fines and forfeitures	\$ -	\$ 53,327	\$ 53,327
Intergovernmental	200,000	-	200,000
Use of money and property	220	1,009	1,229
	<hr/>	<hr/>	<hr/>
<b>Total Revenues</b>	200,220	54,336	254,556
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Current:			
General government	102	-	102
Debt service:			
Principal	450,000	-	450,000
Interest and other charges	769,525	-	769,525
	<hr/>	<hr/>	<hr/>
<b>Total Expenditures</b>	1,219,627	-	1,219,627
	<hr/>	<hr/>	<hr/>
<b>Excess of Revenues Over (Under) Expenditures</b>	(1,019,407)	54,336	(965,071)
	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,034,580	-	1,034,580
	<hr/>	<hr/>	<hr/>
<b>Total Other Financing Sources (Uses)</b>	1,034,580	-	1,034,580
	<hr/>	<hr/>	<hr/>
<b>Net Change in Fund Balances</b>	15,173	54,336	69,509
	<hr/>	<hr/>	<hr/>
<b>Fund Balances - Beginning</b>	1,408,080	271,476	1,679,556
	<hr/>	<hr/>	<hr/>
<b>Fund Balances - Ending</b>	<u>\$ 1,423,253</u>	<u>\$ 325,812</u>	<u>\$ 1,749,065</u>

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## **Nonmajor Proprietary Funds**

- **Enterprise Funds**

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**COUNTY OF PLUMAS**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**June 30, 2013**

	<b>Senior Transit</b>	<b>CSA #12 Plumas County Transit</b>	<b>Total</b>
<b>ASSETS</b>			
Current Assets:			
Cash and investments	\$ 33,317	\$ -	\$ 33,317
Receivables:			
Accounts	5,330	-	5,330
	<b>38,647</b>	<b>-</b>	<b>38,647</b>
<b>Total Current Assets</b>			
Noncurrent Assets:			
Capital assets			
Depreciable, net	4,886	214,188	219,074
	<b>4,886</b>	<b>214,188</b>	<b>219,074</b>
<b>Total Noncurrent Assets</b>			
	<b>43,533</b>	<b>214,188</b>	<b>257,721</b>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	1,921	-	1,921
Salaries and benefits payable	5,566	-	5,566
Compensated absences	10,710	-	10,710
	<b>18,197</b>	<b>-</b>	<b>18,197</b>
<b>Total Current Liabilities</b>			
Noncurrent Liabilities:			
Compensated absences	9,368	-	9,368
Net OPEB obligation	16,294	-	16,294
	<b>25,662</b>	<b>-</b>	<b>25,662</b>
<b>Total Noncurrent Liabilities</b>			
	<b>43,859</b>	<b>-</b>	<b>43,859</b>
<b>NET POSITION</b>			
Investment in capital assets	4,886	214,188	219,074
Unrestricted	(5,212)	-	(5,212)
	<b>(326)</b>	<b>214,188</b>	<b>213,862</b>
<b>Total Net Position (Deficits)</b>	<b>\$ (326)</b>	<b>\$ 214,188</b>	<b>\$ 213,862</b>

**COUNTY OF PLUMAS**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2013**

	<u>Senior Transit</u>	<u>CSA #12 Plumas County Transit</u>	<u>Total</u>
<b>OPERATING REVENUES</b>			
Passenger fares	\$ 10,139	\$ -	\$ 10,139
<b>Total Operating Revenues</b>	<u>10,139</u>	<u>-</u>	<u>10,139</u>
<b>OPERATING EXPENSES</b>			
Salaries and benefits	196,474	-	196,474
Services and supplies	48,277	573,690	621,967
Depreciation	2,665	119,008	121,673
<b>Total Operating Expenses</b>	<u>247,416</u>	<u>692,698</u>	<u>940,114</u>
<b>Operating Income (Loss)</b>	<u>(237,277)</u>	<u>(692,698)</u>	<u>(929,975)</u>
<b>NON-OPERATING REVENUE (EXPENSES)</b>			
Local transportation funds	199,243	374,125	573,368
State transit assistance funds	-	114,000	114,000
Intergovernmental revenues	40,244	85,565	125,809
Interest income	1	-	1
<b>Total Non-Operating Revenues (Expenses)</b>	<u>239,488</u>	<u>573,690</u>	<u>813,178</u>
<b>Income (Loss) Before Transfers</b>	<u>2,211</u>	<u>(119,008)</u>	<u>(116,797)</u>
Transfers in	-	-	-
<b>Change in Net Position</b>	<u>2,211</u>	<u>(119,008)</u>	<u>(116,797)</u>
<b>Total Net Position (Deficits) - Beginning</b>	<u>(2,537)</u>	<u>333,196</u>	<u>330,659</u>
<b>Total Net Position (Deficits) - Ending</b>	<u>\$ (326)</u>	<u>\$ 214,188</u>	<u>\$ 213,862</u>

**COUNTY OF PLUMAS**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2013**

	<b>Senior Transit</b>	<b>CSA #12 Plumas County Transit</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 4,809	\$ -	\$ 4,809
Payments to suppliers	(46,175)	(573,690)	(619,865)
Payments to employees	(194,336)	-	(194,336)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(235,702)</u>	<u>(573,690)</u>	<u>(809,392)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Local transportation funds	199,243	374,125	573,368
State transit assistance funds	-	114,000	114,000
Intergovernmental revenues	40,244	85,565	125,809
Interfund loans repaid	(3,836)	-	(3,836)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>235,651</u>	<u>573,690</u>	<u>809,341</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest and dividends	<u>1</u>	<u>-</u>	<u>1</u>
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>1</u>	<u>-</u>	<u>1</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(50)	-	(50)
<b>Balances - Beginning</b>	<u>33,367</u>	<u>-</u>	<u>33,367</u>
<b>Balances - Ending</b>	<u>\$ 33,317</u>	<u>\$ -</u>	<u>\$ 33,317</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (237,277)	\$ (692,698)	\$ (929,975)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	2,665	119,008	121,673
Decrease (increase) in:			
Accounts receivable	(5,330)	-	(5,330)
Prepaid costs	1,682	-	1,682
Increase (decrease) in:			
Accounts payable	420	-	420
Salaries and benefits payable	(1,042)	-	(1,042)
Compensated absences payable	932	-	932
Net OPEB obligation	2,248	-	2,248
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (235,702)</u>	<u>\$ (573,690)</u>	<u>\$ (809,392)</u>

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## **Internal Service Funds**

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**COUNTY OF PLUMAS**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2013**

	<b>Risk Management Workers' Compensation/ Liability</b>	<b>Unemployment Reserve</b>	<b>Totals</b>
<b>ASSETS</b>			
Current Assets:			
Cash and investments	\$ 185,417	\$ 128,604	\$ 314,021
Cash with fiscal agent	4,068,163	-	4,068,163
Receivables:			
Accounts	26,479	-	26,479
	4,280,059	128,604	4,408,663
<b>Total Current Assets</b>			
	4,280,059	128,604	4,408,663
<b>Total Assets</b>			
	4,280,059	128,604	4,408,663
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	27,479	-	27,479
Claims payable	3,266,180	-	3,266,180
	3,293,659	-	3,293,659
<b>Total Liabilities</b>			
	3,293,659	-	3,293,659
<b>NET POSITION</b>			
Unrestricted	986,400	128,604	1,115,004
	986,400	128,604	1,115,004
<b>Total Net Position</b>			
	\$ 986,400	\$ 128,604	\$ 1,115,004

**COUNTY OF PLUMAS**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended June 30, 2013**

	<u>Risk Management Workers' Compensation/ Liability</u>	<u>Unemployment Reserve</u>	<u>Totals</u>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 1,384,129	\$ 83,543	\$ 1,467,672
Other revenues	26,479	-	26,479
<b>Total Operating Revenues</b>	<u>1,410,608</u>	<u>83,543</u>	<u>1,494,151</u>
<b>OPERATING EXPENSES</b>			
Claims paid/liability adjustment	<u>1,425,562</u>	<u>107,570</u>	<u>1,533,132</u>
<b>Total Operating Expenses</b>	<u>1,425,562</u>	<u>107,570</u>	<u>1,533,132</u>
<b>Operating Income (Loss)</b>	<u>(14,954)</u>	<u>(24,027)</u>	<u>(38,981)</u>
<b>NON-OPERATING REVENUE (EXPENSES)</b>			
Interest income	<u>1,414</u>	<u>522</u>	<u>1,936</u>
<b>Total Non-Operating Revenue (Expenses)</b>	<u>1,414</u>	<u>522</u>	<u>1,936</u>
<b>Change in Net Position</b>	<u>(13,540)</u>	<u>(23,505)</u>	<u>(37,045)</u>
<b>Total Net Position - Beginning</b>	<u>999,940</u>	<u>152,109</u>	<u>1,152,049</u>
<b>Total Net Position - Ending</b>	<u>\$ 986,400</u>	<u>\$ 128,604</u>	<u>\$ 1,115,004</u>

**COUNTY OF PLUMAS**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended June 30, 2013**

	<b>Risk Management Workers' Compensation/ Liability</b>	<b>Unemployment Reserve</b>	<b>Totals</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 1,384,129	\$ 83,543	\$ 1,467,672
Payments to suppliers	(953,294)	(107,570)	(1,060,864)
<b>Net Cash Provided (Used) by Operating Activities</b>	430,835	(24,027)	406,808
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	1,414	522	1,936
<b>Net Cash Provided (Used) by Investing Activities</b>	1,414	522	1,936
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	432,249	(23,505)	408,744
<b>Balances - Beginning</b>	3,821,331	152,109	3,973,440
<b>Balances - Ending</b>	\$ 4,253,580	\$ 128,604	\$ 4,382,184
<b>ADJUSTMENT TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (14,954)	\$ (24,027)	\$ (38,981)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Decrease (increase) in:			
Accounts receivable	(26,479)	-	(26,479)
Increase (decrease) in:			
Accounts payable	27,479	-	27,479
Claims payable	444,789	-	444,789
<b>Net Cash Provided (Used) by Operating Activities</b>	\$ 430,835	\$ (24,027)	\$ 406,808

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## **Fiduciary Funds**

- **Trust and Agency Funds**

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**COUNTY OF PLUMAS**  
**Combining Statement of Fiduciary Net Position**  
**Investment Trust Funds**  
**June 30, 2013**

	<b>Special Districts Governed by Local Boards</b>	<b>School Districts</b>	<b>School Districts Debt Service</b>	<b>Trial Court</b>	<b>Total Investment Trust Funds</b>
<b>ASSETS</b>					
Cash and investments	\$ 9,116,164	\$ 26,014,006	\$ 993,880	\$ 5,371	\$ 36,129,421
Due from other funds	88,094	-	-	-	88,094
<b>Total Assets</b>	<u>9,204,258</u>	<u>26,014,006</u>	<u>993,880</u>	<u>5,371</u>	<u>36,217,515</u>
<b>LIABILITIES</b>					
Due to other funds	88,094	-	-	-	88,094
Loans from other agencies	143,625	-	-	-	143,625
<b>Total Liabilities</b>	<u>231,719</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>231,719</u>
<b>NET POSITION</b>					
Held in trust for investment pool participants	<u>\$ 8,972,539</u>	<u>\$ 26,014,006</u>	<u>\$ 993,880</u>	<u>\$ 5,371</u>	<u>\$ 35,985,796</u>

**COUNTY OF PLUMAS**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Investment Trust Funds**  
**For the Year Ending June 30, 2013**

	<b>Special Districts Governed by Local Boards</b>	<b>School Districts</b>	<b>School Districts Debt Service</b>	<b>Trial Court</b>	<b>Total Investment Trust Funds</b>
<b>ADDITIONS</b>					
Contributions to investment pool	\$ 1,120,376	\$ 1,035,665	\$ 33,692	\$ 2,219	\$ 2,191,952
<b>Total Additions</b>	<u>1,120,376</u>	<u>1,035,665</u>	<u>33,692</u>	<u>2,219</u>	<u>2,191,952</u>
<b>DEDUCTIONS</b>					
Distributions from investment pool	271,125	1,749,684	-	-	2,020,809
<b>Total Deductions</b>	<u>271,125</u>	<u>1,749,684</u>	<u>-</u>	<u>-</u>	<u>2,020,809</u>
<b>Total Change in Net Position</b>	849,251	(714,019)	33,692	2,219	171,143
<b>Net Position - Beginning</b>	<u>8,123,288</u>	<u>26,728,025</u>	<u>960,188</u>	<u>3,152</u>	<u>35,814,653</u>
<b>Net Position - Ending</b>	<u>\$ 8,972,539</u>	<u>\$ 26,014,006</u>	<u>\$ 993,880</u>	<u>\$ 5,371</u>	<u>\$ 35,985,796</u>

**COUNTY OF PLUMAS**  
**Combining Statement of Assets and Liabilities**  
**Agency Funds**  
**June 30, 2013**

	<b>Accrued Trust Funds</b>	<b>County Departmental Agency</b>	<b>Total Agency Funds</b>
<b>ASSETS</b>			
Cash and investments	\$ 396,314	\$ 1,363,824	\$ 1,760,138
Taxes receivable	-	3,560,384	3,560,384
<b>Total Assets</b>	<b>\$ 396,314</b>	<b>\$ 4,924,208</b>	<b>\$ 5,320,522</b>
<b>LIABILITIES</b>			
Agency funds held for others	\$ 396,314	\$ 4,924,208	\$ 5,320,522
<b>Total Liabilities</b>	<b>\$ 396,314</b>	<b>\$ 4,924,208</b>	<b>\$ 5,320,522</b>

**COUNTY OF PLUMAS**  
**Combining Statement of Changes in Assets and Liabilities**  
**Agency Funds**  
**For the Year Ended June 30, 2013**

	<b>Balance June 30, 2012</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2013</b>
<b>ACCRUED TRUST FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 396,314	\$ -	\$ 396,314
Taxes receivable	4,372,348	-	4,372,348	-
Due from other funds	52,176	-	52,176	-
<b>Total Assets</b>	<b>\$ 4,424,524</b>	<b>\$ 396,314</b>	<b>\$ 4,424,524</b>	<b>\$ 396,314</b>
<b>LIABILITIES</b>				
Agency funds held for others	\$ 4,424,524	\$ 396,314	\$ 4,424,524	\$ 396,314
<b>Total Liabilities</b>	<b>\$ 4,424,524</b>	<b>\$ 396,314</b>	<b>\$ 4,424,524</b>	<b>\$ 396,314</b>
<b>COUNTY DEPARTMENTAL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 116,491	\$ 1,605,773	\$ 358,440	\$ 1,363,824
Taxes receivable	-	3,560,384	-	3,560,384
<b>Total Assets</b>	<b>\$ 116,491</b>	<b>\$ 5,166,157</b>	<b>\$ 358,440</b>	<b>\$ 4,924,208</b>
<b>LIABILITIES</b>				
Due to other funds	\$ 52,176	\$ -	\$ 52,176	\$ -
Due to other agencies	126,555	-	126,555	-
Agency funds held for others	(62,240)	5,166,157	179,709	4,924,208
<b>Total Liabilities</b>	<b>\$ 116,491</b>	<b>\$ 5,166,157</b>	<b>\$ 358,440</b>	<b>\$ 4,924,208</b>
<b>TOTAL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 116,491	\$ 2,002,087	\$ 358,440	\$ 1,760,138
Taxes receivable	4,372,348	3,560,384	4,372,348	3,560,384
Due from other funds	52,176	-	52,176	-
<b>Total Assets</b>	<b>\$ 4,541,015</b>	<b>\$ 5,562,471</b>	<b>\$ 4,782,964</b>	<b>\$ 5,320,522</b>
<b>LIABILITIES</b>				
Due to other funds	\$ 52,176	\$ -	\$ 52,176	\$ -
Due to other agencies	126,555	-	126,555	-
Agency funds held for others	4,362,284	5,562,471	4,604,233	5,320,522
<b>Total Liabilities</b>	<b>\$ 4,541,015</b>	<b>\$ 5,562,471</b>	<b>\$ 4,782,964</b>	<b>\$ 5,320,522</b>