

# County of Imperial

## General Purpose Financial Statements

For The Fiscal Year Ended June 30, 2014



Photo Provided by Shelly Smail

Douglas R. Newland, CPA  
County Auditor-Controller

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## **INTRODUCTORY SECTION**

- Letter of Transmittal
- Certificate of Achievement for Excellence In Financial Reporting
- Organizational Chart
- Directory of Public Officials







## **AUDITOR-CONTROLLER**

The Honorable Board of Supervisors  
County of Imperial  
County Administration Center  
940 Main Street  
El Centro, CA 92243

Honorable Board Members:

The Annual Financial report of the County of Imperial for the fiscal year ended June 30, 2014, is submitted herewith in accordance with Section 25253 of the Government Code of the State of California.

The accompanying financial statements were prepared in accordance with accounting standards generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board, the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds and account groups, and that all disclosures necessary to enable the reader to gain a full understanding of the County's financial activities have been included.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations".

The Annual Financial report is presented in four sections: introduction, management's discussion and analysis, financial statements and federal schedules. The introductory section includes this transmittal letter, the County's organizational chart and a list of principal County officials. The financial section includes the General Purpose Financial Statements, as well as, the Independent Auditors' Report on the financial statements and schedules. The federal section contains information related to the Single Audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs, and the Independent Auditors' Report on Compliance and Internal Control.

## **THE REPORTING ENTITY AND ITS SERVICES**

The County of Imperial, located in Southern California, on the Mexican border, was established by an act of the State Legislature on August 7, 1907, forming the County from the eastern part of San Diego County. The County is a general law county divided in to five supervisorial districts on the basis of registered population. The County encompasses an area of over 4,597 square miles and includes 7 incorporated cities. The County ranks as one of the top ten agricultural counties in California. It is ranked 31 of 58 counties in terms of population.



The County provides a wide range of services to its residents including law enforcement, medical and health services, education, senior citizen assistance, roads, library services, judicial institutions including support services, airport service, cultural and environmental services, parks and a variety of public assistance programs. Special districts and County service areas provide services to remote geographical areas and communities. These services include fire protection, parks, flood control, water, sewer, street lighting and roads.

The accompanying General Purpose Financial Statements include all organizations, functions and activities of the County for which the County Board of Supervisors is financially accountable. Also included are numerous self-governed school and special districts for which the County acts as depository. The financial reporting for these entities, which are governed and act independently of the County of Imperial, is limited to reporting, as Agency Funds, the total amount of cash and investments and other assets collected for, disbursed by, and held for, these entities.

## **FINANCIAL INFORMATION**

The County's internal accounting control system exists to provide reasonable, but not absolute, assurance that assets are safeguarded against loss or unauthorized disposition and to provide reliable records for preparing financial statements and maintaining accountability for assets. The County's internal audit staff actively participates in evaluating and upgrading the internal accounting control system.

As a recipient of Federal and State financial assistance, the County also is responsible for ensuring that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to public assistance programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff.

The County uses the modified accrual basis of accounting for its Governmental, Debt Service and Fiduciary Funds. Revenues are recognized when they become measurable and available to finance operations of the year. Expenditures are generally recognized when the related fund liability is incurred except for interest on long-term obligations, which is recognized when payment is due. The accrual basis of accounting is used for all Proprietary Fund types. Revenues are recognized when they are earned and become measurable and expenses are recorded when they are incurred.

The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County's Board of Supervisors. Budgets are adopted for the General Fund, certain Special Revenue Funds, the County Service Areas Debt Service Funds and certain Capital Project Funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is maintained at the expenditure object level. Encumbrance accounting is utilized to assure effective budgetary control; purchase orders and contracts are reviewed and a determination is made that valid and sufficient appropriations exist for payment for ordered goods and services. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end and encumbrances outstanding at that time are reported as reservations of fund balance for subsequent year expenditures.

General Government Functions - The General Fund is used to account for all activities of a general nature including administration, legislation, public protection, health and welfare, parks and recreation.

Proprietary Operations-Proprietary Funds are used to account for internal service and enterprise activities.

Internal Service Funds include the County's motor vehicle fleet, central duplicating and various insurance loss reserves. The intent is for these functions to operate on a cost recovery basis and provide funds for the replacement of assets. Operating deficits will be recovered through increased charges in subsequent years.

Enterprise Funds consist chiefly of Imperial Airport, The State Transit Program and Landfill Closure/Postclosure fund. These are funded by user charges; deficiencies as a result of operations should be recovered through increased charges in subsequent years.

Fiduciary Operations-The County maintains a significant number of funds to carry out its fiduciary responsibilities. These include funds for school districts, autonomous special districts and taxes.

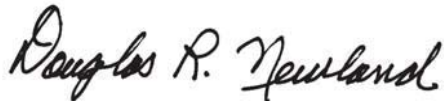
#### **INDEPENDENT AUDIT**

State statutes require an annual audit by a Certified Public Accountant. The firm of Hutchinson and Bloodgood LLP has audited the County's financial statements. In addition to meeting the requirements of State law, the audit was also designed to comply with the Federal Single Audit Act of 1996 and OMB Circular A-133. The auditors' reports on these matters are included in these financial statements.

#### **ACKNOWLEDGEMENTS**

I wish to express my appreciation to the entire Auditor/Controller staff, the County departments which participated and our independent auditors, Hutchinson and Bloodgood LLP, for their assistance in the report preparation.

Respectfully submitted,

A handwritten signature in black ink that reads "Douglas R. Newland". The signature is written in a cursive, flowing style.

Douglas R. Newland CPA  
Auditor-Controller

State of California  
Office of the Controller

Award for Counties  
Financial Transactions Reporting

*Presented to*

County of Imperial

*For its Year-End Financial Reports  
For the Fiscal Year Ended June 30, 2013*

This Award for Counties Financial Transactions  
Reporting is presented by the California  
State Controller to your County for meeting the  
criteria for financial transactions reporting.



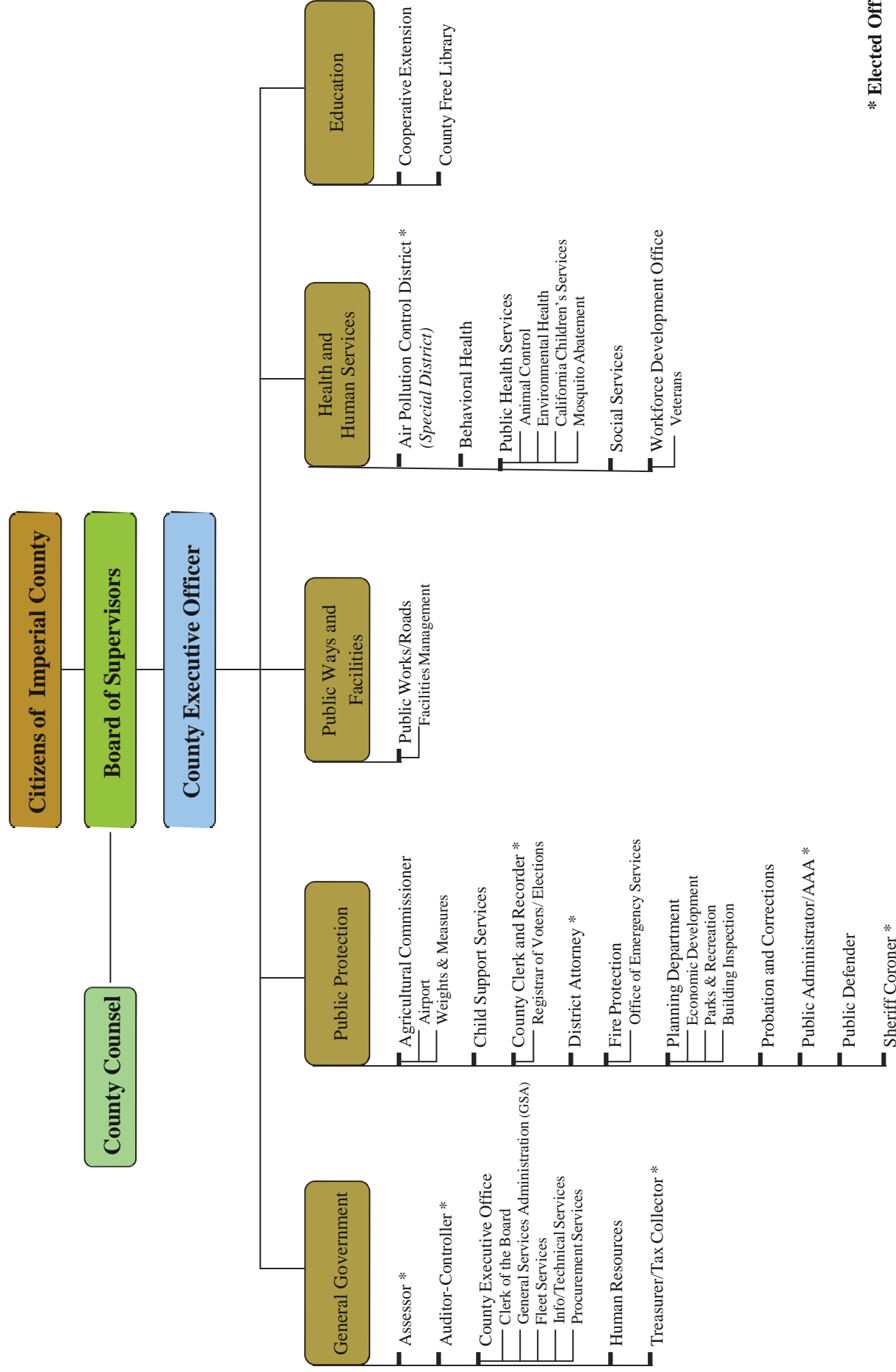
*John Chiang*  
JOHN CHIANG, California State Controller  
Dated at Sacramento, California, this 5<sup>th</sup> day of November 2014

# COUNTY OF IMPERIAL

## ORGANIZATIONAL CHART



FISCAL YEAR 2013-2014



\* Elected Official

# Directory of Public Officials

(as of 3/10/15)

## Elected Officials

Supervisor 1 <sup>st</sup> District	John Rension	
Supervisor 2 <sup>nd</sup> District	Jack Terrazas	
Supervisor 3 <sup>rd</sup> District	Michael W. Kelley	
Supervisor 4 <sup>th</sup> District	Ryan E. Kelley	
Supervisor 5 <sup>th</sup> District	Ray Castillo	
Judge, Superior Court Dept. 1	William Lehman	
Judge, Superior Court Dept. 2	Christopher J. Plourd	
Judge, Superior Court Dept. 3	William D. Quan	
Judge, Superior Court Dept. 4	Juan Ulloa	
Judge, Superior Court Dept. 5	Poli Flores, Jr.	
Judge, Superior Court Dept. 7	Jeffery B. Jones	
Judge, Superior Court Dept. 8	Raymond A. Cota	
Judge, Superior Court Dept. 9	Brooks Anderholt	
Judge, Superior Court Brawley	Ruth B. Montenegro	
Judge, Superior Court Brawley	Diane Altamirano	
Commissioner	K. Martin White	
Referee, Traffic	Richard W. Bohlander	
Judge, Juvenile Court	Juan Ulloa	
Assessor	Robert Menville	General Government
Auditor-Controller	Douglas R. Newland	General Government
Clerk-Recorder	Chuck Storey	General Government
District Attorney	Gilbert Otero	Public Protection
Public Administrator	Norma Saikhon	Public Protection
Sheriff-Coroner	Raymond Loera	Public Protection
Treasurer-Tax Collector	Karen Vogel	General Government

## Appointed Officials

Agricultural Commissioner/Airport	Connie L. Valenzuela	Public Protection
Air Pollution Control Officer	Brad Poiriez	Public Protection
Behavioral Health	Michael Horn	Health and Sanitation
Child Support Services	Gustavo Roman	Public Assistance
Clerk of the Board	Blanca Acosta	General Government
County Executive Officer	Ralph Cordova, Jr.	General Government
Cooperative Extension	Khaled M. Bali	Education
County Counsel	Michael L. Rood	General Government
County Free Library	Connie Barrington	Education
Court Executive Officer/Jury Commissioner	Tammy L. Grimm	Public Protection
Fire Protection/Emergency Services	Tony Rouhotas Jr.	Public Protection
Health Services/Animal Control/EHS/EMS	Robin Hodgkin	Health and Sanitation
Human Resources and Risk Management	Rodolfo Aguayo	General Government
Office of Employment Training	Miguel Figueroa	Public Assistance
Planning/Building/Community & Economic Development	Armando G. Villa	Public Protection
Probation/Receiving Home/Juvenile Hall		Public Protection
Public Defender	Timothy Reilly	Public Protection
Public Works	William Brunet	Public Ways/Facilities
Registrar of Voters	Debbie Porter	General Government
Social Services	Peggy Price	Public Assistance



## **FINANCIAL SECTION**

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Notes to Financial Statements
- Required Supplementary Information







## **INDEPENDENT AUDITORS' REPORT**

Board of Supervisors  
County of Imperial  
El Centro, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information of the County of Imperial, California, as of and for the year ended June 30, 2014, 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.

### **Auditors' 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.

### **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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Imperial, California, as of June 30, 2014, 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.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information on pages 9 through 17 and 51 through 54 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 of Imperial's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2015 on our consideration of the County of Imperial, California's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

*Hutchinson and Bloodgood LLP*

March 23, 2015

**County of Imperial  
Management's Discussion and Analysis  
For the Year Ended June 30, 2014**

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The discussion and analysis of the financial performance of the County of Imperial (County) provides an overview of the County's financial activities for the year ended June 30, 2014. The intent of this discussion and analysis is to look at the County's financial performance as a whole users of these financial statements should read this discussion and analysis in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section to enhance their understanding of the County's financial performance. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

### **FINANCIAL HIGHLIGHTS**

- The assets of the County exceeded its liabilities at the close of the 2013-2014 fiscal year by \$209,490 (*Net Position*). \$6,728 is *Unrestricted Net Position*. Of this amount \$54,933 may be used to meet the County's ongoing obligations to citizens and the creditors, (\$48,205) is the obligation for Pension Bonds and \$90,146 (*Restricted Net Position*) may be used for the County's ongoing obligations with external restrictions. (See detail at Table 1).
- The County's net position increased by \$35,986 during the current fiscal year. Governmental activities increased the County's net position by \$37,021; and, business-type activities net position decreased by (\$1,035).
- As of June 30, 2014, the County's governmental funds reported total ending fund balances of \$124,145, an increase of 31.70% in comparison with the prior year. Approximately 23.20% or (\$28,809) is unavailable for spending (*Unassigned fund balance*). See further discussion in Financial Analysis of the County's Funds on pages 11-15.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$24,393 or 11.85% of total General Fund expenditures.
- The County's total long-term debt decreased in the amount of (\$2,441) in comparison with the prior year. Compensated absences increased by \$944 and existing long-term debt decreased (\$3,385) in 2013-2014.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. These statements are organized so that readers can understand the County of Imperial as a financial whole or as an entire operating entity. 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 financial statements. This report also contains other supplementary information in addition to the financial statements themselves.

#### **1. Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases and 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 the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event takes place regardless of when cash is received or paid. Thus, some revenues and expenses are reported in this statement for some items that will only result in cash inflows and outflows in future fiscal years.

## Management's Discussion and Analysis (Continued)

Both the Statement of Net Position and the Statement of Activities distinguishes between activities that are primarily financed with taxes and intergovernmental revenues (governmental activities) and those that are intended to recover all or a significant portion of their costs through user fees and charges for services (business-type activities). The County's governmental activities include general government, public protection, public ways and facilities, health and sanitation, public assistance, and education. The business-type activities of the County include the operation of the Imperial Airport, Closure/Postclosure (Landfill) and other County Service Areas (CSAs).

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. An example of the County's blended component unit is the Imperial County Employees' Retirement Association (ICERA). The Children and Families First Commission (the Commission) is reported as a discretely presented component unit because there is some financial accountability by the Commission to the County Board. IV Parks, Inc. (Parks) is reported as a discretely presented component unit because there is some financial accountability by the Parks to the County Board. The Imperial County Transportation Commission (ICTC) is reported as a discretely presented component unit because there is some financial accountability by the Commission to the County Board.

The government-wide financial statements are presented on pages 18-19 of this report.

## 2. Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the County as a whole. A fund is a fiscal and accounting entity designated to report information about groupings of related accounts which are used to maintain control over resources that have been segregated for specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations. All of the County's funds can be divided into three broad categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds** are used to account for activities that are similar in nature to the governmental activities in the government-wide financial statements. However, unlike the government wide financial statements, the governmental fund 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 used in evaluating Imperial County's near-term financing requirements and available resources.

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. This will allow readers to get a better understanding of the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County reports three major individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for each of the major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements located in the *Combining and Individual Fund Statements and Schedules*.

The basic governmental fund financial statements are presented on pages 20-23 of this report.

## **Management's Discussion and Analysis (Continued)**

**Proprietary funds** are reported in two ways: enterprise funds and internal service funds. Enterprise funds are reported as functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the Imperial Airport, Landfills and other County Service Areas (CSAs) operations. Internal service funds are used to account for costs internally among the County's various functions. The County uses the following internal service funds: Garage, Central Duplicating, Centralized Mail, Flood Control, Communications Services, Liability Insurance, Workers' Compensation Insurance, Unemployment Insurance, Health and Dental/Vision Benefits, Medical Malpractice, and Auto Liability. Because such functions predominantly benefit governmental rather than business-type activities, 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 proprietary fund financial statements provide separate information for Imperial Airport and Closure/Postclosure (Landfills), both of which are considered to be major funds of the County. All other enterprise funds have been combined into a single aggregated column for presentation. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements are presented on pages 24-26 of this report.

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the county government. Although these funds are presented in the fund set of statements, they do not appear in the government-wide financial statements because the resources of fiduciary 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.

The basic fiduciary fund financial statements are presented on pages 27-28 of this report.

### **3. Notes to the Financial Statements**

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

The notes to the financial statements are presented on pages 29-50 of this report.

## **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 \$209,490 (see Table 1) at the close of the current fiscal year.

The largest portion of the County's net position, \$112,616 reflects its investment in capital assets (e.g. land, structures and improvements, infrastructure, vehicles, furniture and equipment, and construction in progress), less any related outstanding 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.



## Management's Discussion and Analysis (Continued)

An additional portion of the County's net position, \$90,146, represents resources that are subject to external restrictions on how they may be used. The major portion of the restricted net position is constrained for debt repayment. The remaining balance of total net position is \$6,728. Of which \$54,933 is unrestricted and may be used to meet the County's ongoing obligations to citizens and creditors, and (\$48,205) is obligation for Pension Bonds.

At the end of the current fiscal year, the County as a whole and for its governmental activities reported positive balances in all three categories of net position. In the business-type activities the County reported negative unrestricted net position of (\$13,029). This is the result of an increase in operating expenses for Imperial Airport and the Closure/Postclosure (Landfill).

Table 1 – County of Imperial's Net Position  
June 30, 2014 and June 30, 2013 (In Thousands)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
<b>Assets:</b>						
Current Assets and Other Assets	\$ 224,496	\$ 195,229	\$ 5,051	\$ 5,090	\$229,547	\$200,319
Capital Assets	<u>110,989</u>	<u>107,442</u>	<u>10,095</u>	<u>11,009</u>	<u>121,084</u>	<u>118,451</u>
<b>Total Assets</b>	<u>335,485</u>	<u>302,671</u>	<u>15,146</u>	<u>16,099</u>	<u>350,631</u>	<u>318,770</u>
<b>Liabilities:</b>						
Current and Other Liabilities	52,681	54,447	24	26	52,705	54,473
Long-Term Liabilities	<u>70,391</u>	<u>72,832</u>	<u>18,046</u>	<u>17,961</u>	<u>88,437</u>	<u>90,793</u>
<b>Total Liabilities</b>	<u>123,072</u>	<u>127,279</u>	<u>18,070</u>	<u>17,987</u>	<u>141,142</u>	<u>145,266</u>
<b>Net Position:</b>						
Invested in Capital Assets, Related Debt	102,522	98,638	10,094	11,009	112,616	109,647
Restricted	90,134	76,918	12	2	90,146	76,920
Unrestricted	<u>19,757</u>	<u>(164)</u>	<u>(13,029)</u>	<u>(12,899)</u>	<u>6,728</u>	<u>(13,063)</u>
<b>Total Net Position</b>	<u>\$ 212,413</u>	<u>\$ 175,392</u>	<u>\$ (2,923)</u>	<u>\$ (1,888)</u>	<u>\$ 209,490</u>	<u>\$173,504</u>

## Management's Discussion and Analysis (Continued)

As shown in Table 2, the County's net position increased by \$35,986.

Table 2 - County of Imperial's Changes in Net Position  
For the Years Ended June 30, 2014 and June 30, 2013 (In Thousands)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
<b>Revenues:</b>						
Program Revenues:						
Charges for Services	\$ 68,638	\$ 68,837	\$ 494	\$ 686	\$ 69,132	\$ 69,523
Operating Grants and Contributions	193,665	176,646	68	29	193,733	176,675
Capital Grants and Contributions	17,772	13,111	-	-	17,772	13,111
General Revenues:						
Property Taxes	21,098	17,632	-	-	21,098	17,632
Property Tax In-Lieu Taxes	22,199	18,006	-	-	22,199	18,006
Sales Taxes	23,374	18,418	-	-	23,374	18,418
Franchise Taxes	229	266	-	-	229	266
Federal In-Lieu Taxes	326	3,292	-	-	326	3,292
Unrestricted Investment Earnings	1,348	2,063	24	30	1,372	2,093
Gain on Sales of Fixed Assets	26	40	-	-	26	40
Other	40,682	39,718	-	-	40,682	39,718
<b>Total Revenues</b>	<u>389,357</u>	<u>358,029</u>	<u>586</u>	<u>745</u>	<u>389,943</u>	<u>358,774</u>
<b>Expenses:</b>						
General Government	72,633	75,050	-	-	72,633	75,050
Public Protection	88,998	87,132	-	-	88,998	87,132
Health and Sanitation	49,550	44,515	-	-	49,550	44,515
Public Assistance	120,522	123,267	-	-	120,522	123,267
Public Ways and Facilities	17,227	19,738	-	-	17,227	19,738
Interest on Long-Term Liabilities	3,406	5,562	-	-	3,406	5,562
Airport	-	-	1,458	1,567	1,458	1,567
Closure/Postclosure Waste	-	-	84	9,723	84	9,723
County Service Areas, other	-	-	79	65	79	65
<b>Total Expenses</b>	<u>352,336</u>	<u>355,264</u>	<u>1,621</u>	<u>11,355</u>	<u>353,957</u>	<u>366,619</u>
Increases (Decreases) in Net Position						
Before Transfers	37,021	2,765	(1,035)	(10,610)	35,986	(7,845)
Transfers In and Out	-	(141)	-	141	-	-
<b>Increase (Decrease) in Net Position</b>	<u>\$ 37,021</u>	<u>\$ 2,624</u>	<u>\$ (1,035)</u>	<u>\$ (10,469)</u>	<u>\$ 35,986</u>	<u>\$ (7,845)</u>

## **Management's Discussion and Analysis (Continued)**

### **Governmental Activities**

Governmental activities increased the County's net position by \$37,021 for the year ended June 30, 2014, thereby accounting for 17.43% total increase in the net position of the County. Key elements of this increase were fueled by an increase in operating grants and in lieu taxes.

- Total revenue for the County's governmental activities increased 8.75%.
- The County's long-term debt decreased by 3.35%.
- As an arm of the state government, operating grants and contributions serve multiple programs, representing 49.74% of the County's total revenue for governmental activities, and are tied to mandated services such as public assistance, health, and mental health. These revenue sources increased 9.63% over the prior year primarily to increased funding related to mandated programs.
- Taxes and investment earnings that are generated locally provide the Board of Supervisors (Board) with most of its discretionary spending power. Property taxes and Property Tax In-Lieu increased 21.49% due to property tax shift required by State to the school districts and increase in assessed property values throughout the County.
- Total expenses for governmental activities decreased by 0.83% with decreases in all major functions with the exception of public protection which increased 2.14%. The County's major cost component is salaries and benefits.
- The County recorded \$40,682 in revenue for the current fiscal year, which is classified as another item. This amount includes \$6,869 in other taxes and \$33,813 in other contributions.

### **Business-type Activities**

Business-type activities' net position decreased the County's net position by (\$1,035). The main reason for this is a decrease in operating revenues for Imperial Airport in the amount of (\$176).

### **Financial Analysis of the Government's Funds**

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

### **Governmental Funds**

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, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2014, The County's governmental funds reported total fund balances of \$124,145, a 31.70% increase in comparison with the prior year. Approximately 23.20% or (\$28,809) of the total fund balances constitutes unassigned fund balance, which is unavailable to meet the County's current and future needs. The remainder of fund balance is allocated as nonspendable, restricted, committed, or assigned to indicate that it is not available for new spending because it has been committed to 1) to pay debt service \$6,415, 2) to reflect CDBG loans receivable in which the County acts as a conduit for intergovernmental loans to entities within the County \$16,445, 3) reserved for monies received from tobacco settlement endowment fund \$15,686, 4) reserved for prior year encumbrances \$40,116 and 5) a variety of other restricted purposes \$74,292.

## **Management's Discussion and Analysis (Continued)**

The County's management may also designate unassigned fund balance to a particular function, project, or activity; however designated fund balance is available for appropriations at any time.

The General Fund is the chief operating fund of the County. At June 30, 2014, unassigned fund balance of the General Fund was \$24,393. As a measure of the General Funds' liquidity, it may be helpful to compare both unassigned fund balance and fund balance to total fund expenditures. Unassigned fund balance represents 11.85% of total General Fund expenditures, while total fund balance represents 33.56% of total General Fund expenditures.

Revenues for governmental functions totaled \$340,759 at June 30, 2014, which represents an increase of 9.30% from fiscal year 2012-2013. The largest increases in revenues were in State aid, which increased 10.67% and was primarily due to increases in grants awarded to the County by the State government.

Expenditures for government functions totaled \$311,903 at June 30, 2014, which represents an increase of 0.20% from fiscal year 2012-13. The largest increases occurred in the health and sanitation, which increased 11.32% and public protection increased by approximately 2.14%.

### **Proprietary Funds**

The proprietary fund provides similar information to the government-wide financial statements, but in more detail.

The net position of the enterprise funds decreased by (\$1,035). The main reason for this is a decrease in operating revenues for Imperial Airport in the amount of (\$176).

The internal service funds carried \$57,971 in unrestricted net position as a result of a decrease in claims insurance liabilities. Also, a change in medical insurance design reduced costs. Claims payable were \$14,795 at June 30, 2014.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Differences between the original budget and the final amended budget resulted in a \$4,890 increase in appropriations that is briefly summarized as follows:

- \$147 increase in the County's Health and Sanitation appropriations was the result of new federal and state programs.
- \$1,636 increase in the County's Public Assistance appropriations represents increase program costs for various social services programs.
- \$1,451 increase in the County's Public Protection appropriations was the result of unanticipated grants for initiatives.
- \$1,656 of the increase in the County's appropriations was the result of unanticipated grants and contributions from other governments. The remaining portion consisted of increases in appropriations for normal operations in the remaining forty-eight budget units that comprise the General Fund.

## Management's Discussion and Analysis (Continued)

### CAPITAL ASSET AND DEBT ADMINISTRATION

#### Capital Assets

As of June 30, 2014, the County's investment in capital assets for its governmental and business-type activities amounted to \$121,084 (net of accumulated depreciation). The investments in capital assets are comprised of land, infrastructure, structures and improvements, furniture and equipment, vehicles, and construction in progress. The County, according to GASB 34 guidelines, has elected retroactively to include all infrastructure assets dating back to 1980.

Table 3 –County of Imperial's Capital Assets (Net of accumulated depreciation) (In Thousands)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Land	\$ 4,333	\$ 4,333	\$ 685	\$ 685	\$ 5,018	\$ 5,018
Construction in Progress	17,659	30,732	57	56	17,716	30,788
Infrastructure	50,796	34,001	-	-	50,796	34,001
Structures and Improvements	26,122	26,978	9,248	10,093	35,370	37,071
Vehicles	4,596	4,224	-	-	4,596	4,224
Furniture and Equipment	<u>7,483</u>	<u>7,174</u>	<u>105</u>	<u>175</u>	<u>7,588</u>	<u>7,349</u>
<b>Total</b>	<u>\$ 110,989</u>	<u>\$ 107,442</u>	<u>\$10,095</u>	<u>\$11,009</u>	<u>\$121,084</u>	<u>\$118,451</u>

The major capital events during the current fiscal year include the following:

- A variety of small construction and rehabilitation projects were started during the current fiscal year: road paving projects, and several others remodeling projects.

#### Long-Term Debt

At the end of the current fiscal year, the County had total long-term debt outstanding of \$70,402. This amount is comprised of \$8,445 of certificates of participation, \$48,205 represents debt outstanding for the pension obligation bond. \$13,102 in earned compensated absences, \$630 State of California Child Support claim, and \$20 capital lease obligations.

Table 4 – County of Imperial's Outstanding Debt (In Thousands)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Employee Compensated Absences	\$ 13,091	\$ 12,147	\$ 11	\$ 10	\$ 13,102	\$ 12,157
Capital Lease Obligation	20	10	-	-	20	10
St. of California Child Support Claim	630	720	-	-	630	720
Pension Funding Bonds 1997	17,690	19,600	-	-	17,690	19,600
Pension Funding Bonds 2002	30,515	31,560	-	-	30,515	31,560
2010 Certificates of Participation	<u>8,445</u>	<u>8,795</u>	<u>-</u>	<u>-</u>	<u>8,445</u>	<u>8,795</u>
<b>Total</b>	<u>\$ 70,391</u>	<u>\$ 72,832</u>	<u>\$ 11</u>	<u>\$ 10</u>	<u>\$ 70,402</u>	<u>\$ 72,842</u>

## **Management's Discussion and Analysis (Continued)**

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The County currently faces a less than favorable economic environment. Due to the County being heavily dependent on agriculture, it experiences chronically high unemployment, which puts pressure on the County to provide social and medical services.

The County's general revenues, sometimes referred to as discretionary revenues, continue to experience little to no growth. At the same time, the portion of the County's budget that rely on these revenues continue to experience increased costs due to cost of living and medical insurance increases.

The State's budget cuts for local governments remain the major determining factors in determining the County's budget for fiscal year 2014-15 and beyond, as the County is again required to contribute property tax revenues to the State budget in 2014-15. The State has historically reduced city and county revenues in order to help balance their own budget.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Mr. Douglas R. Newland, CPA, Imperial County Auditor-Controller, 940 Main Street, Suite 108, El Centro, California, 92243, (442) 265-1299 or visit the website at [www.co.imperial.ca.us](http://www.co.imperial.ca.us)





**COUNTY OF IMPERIAL**  
**Statement of Net Position**  
**June 30, 2014**  
(amounts expressed in thousands)

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Units</b>
<b>Assets:</b>				
Cash and cash equivalents	\$ 148,965	\$ 5,054	\$ 154,019	\$ 9,986
Cash with Fiscal Agent	19,186	-	19,186	-
Deposits with Others	16	-	16	-
Receivables (net):				-
Accounts	19,691	1	19,692	-
Interest	2,308	5	2,313	9
Taxes	1,683	-	1,683	-
Loans	14,278	-	14,278	-
Internal balances	9	(9)	-	-
Due from other governmental funds	17,616	-	17,616	-
Inventories and Prepaid Expenses	744	-	744	-
Capital assets (net of accumulated depreciation):				-
Land	4,333	685	5,018	-
Construction in progress	17,659	57	17,716	-
Structures & Improvements-net	26,122	9,248	35,370	-
Vehicles-net	4,596	-	4,596	-
Furniture & Equipment-net	7,483	105	7,588	-
Infrastructure	50,796	-	50,796	-
Total assets	<u>335,485</u>	<u>15,146</u>	<u>350,631</u>	<u>9,995</u>
				.
<b>Liabilities:</b>				
Claims payable	14,795	-	14,795	-
Accounts payable	3,161	14	3,175	18
Loan Payable	65	-	65	-
Accrued payroll	7,599	9	7,608	-
Interest payable	1	1	2	-
Due to other governmental funds	27,060	-	27,060	1
Noncurrent liabilities:				-
Due within one year	4,600	-	4,600	-
Due in more than one year	65,791	18,045	83,836	-
Total liabilities	<u>123,072</u>	<u>18,069</u>	<u>141,141</u>	<u>19</u>
<b>Net Position:</b>				
Invested in capital assets, net of related debt	102,522	10,094	112,616	-
Restricted for:				-
General Fund	28,981	-	28,981	-
Special revenue	20,567	-	20,567	-
Capital projects	34,171	-	34,171	-
Debt service	6,415	-	6,415	-
Public ways & facilities	-	12	12	-
Unrestricted	19,757	(13,029)	6,728	9,976
Total net position	<u>\$ 212,413</u>	<u>\$ (2,923)</u>	<u>\$ 209,490</u>	<u>\$ 9,976</u>

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

**COUNTY OF IMPERIAL**  
**Statement of Activities**  
Year Ended June 30, 2014  
(amounts expressed in thousands)

Functions	Program Revenues				Net (Expense) Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
					Governmental Activities	Business-Type Activities	Total	
<b>Primary Government:</b>								
Governmental Activities								
General Government	\$ 72,633	\$ 42,224	\$ 8,161	\$ 17,772	\$ (4,476)	\$ -	\$ (4,476)	\$ -
Public Protection	88,998	11,582	25,003	-	(52,413)	-	(52,413)	-
Health & Sanitation	49,550	12,517	40,441	-	3,408	-	3,408	-
Public Assistance	120,522	1,093	104,942	-	(14,487)	-	(14,487)	-
Public Ways & Facilities	17,227	1,222	15,118	-	(887)	-	(887)	-
Interest on long-term liabilities	3,406	-	-	-	(3,406)	-	(3,406)	-
Total Governmental Activities	<u>352,336</u>	<u>68,638</u>	<u>193,665</u>	<u>17,772</u>	<u>(72,261)</u>	<u>-</u>	<u>(72,261)</u>	<u>-</u>
Business Activities								
Airport	\$ 1,458	\$ 485	\$ -	\$ -	\$ -	\$ (973)	\$ (973)	\$ -
Closure/Postclosure	84	-	-	-	-	(84)	(84)	-
Other	79	9	68	-	-	(2)	(2)	-
Total Business Type Activities	<u>1,621</u>	<u>494</u>	<u>68</u>	<u>-</u>	<u>-</u>	<u>(1,059)</u>	<u>(1,059)</u>	<u>-</u>
Total Primary Government	<u>\$ 353,957</u>	<u>\$ 69,132</u>	<u>\$ 193,733</u>	<u>\$ 17,772</u>	<u>\$ (72,261)</u>	<u>\$ (1,059)</u>	<u>\$ (73,320)</u>	<u>\$ -</u>
<b>Component Units:</b>								
IV Parks, Inc.	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1)
ICTC-Transit /LTA	9,178	938	7,405	-	-	-	-	(835)
Children and Families First Commission	2,578	-	2,260	-	-	-	-	(318)
Total Component Units	<u>\$ 11,757</u>	<u>\$ 938</u>	<u>\$ 9,665</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,154)</u>
<b>General Revenues:</b>								
Property Tax					\$ 21,098	\$ -	\$ 21,098	\$ -
Property Tax In Lieu					22,199	-	22,199	-
Sales Tax					23,374	-	23,374	-
Franchises Tax					229	-	229	-
Federal In-Lieu Taxes					326	-	326	-
Other					40,682	-	40,682	10
Unrestricted Investment Earnings					1,348	24	1,372	51
Loss on Sales of Fixed Assets					26	-	26	-
Transfers In (Out)					-	-	-	-
Total general revenues					<u>109,282</u>	<u>24</u>	<u>109,306</u>	<u>61</u>
Change in net position					<u>37,021</u>	<u>(1,035)</u>	<u>35,986</u>	<u>(1,093)</u>
<b>Net position - beginning</b>					<u>175,392</u>	<u>(1,888)</u>	<u>173,504</u>	<u>11,069</u>
<b>Net position - ending</b>					<u>\$ 212,413</u>	<u>\$ (2,923)</u>	<u>\$ 209,490</u>	<u>\$ 9,976</u>

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

# COUNTY OF IMPERIAL

## Balance Sheet

### Governmental Funds

June 30, 2014

(amounts expressed in thousands)

	General	Special Revenue Funds	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>				
Cash and cash equivalents	\$ 51,171	\$ 27,530	\$ 8,397	\$ 87,098
Cash with Fiscal Agent	19,186	-	-	19,186
Deposits with Others	-	16	-	16
Receivables (net):	-			
Accounts	7,079	12,502	73	19,654
Interest	55	2,190	6	2,251
Taxes	1,372	311	-	1,683
Loan	-	14,278	-	14,278
Due from other funds	10,640	6,281	-	16,921
Inventories and Prepaid Expenses	401	309	-	710
	<u>\$ 89,904</u>	<u>\$ 63,417</u>	<u>\$ 8,476</u>	<u>\$ 161,797</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,457	\$ 1,617	\$ 10	\$ 3,084
Loan payable	-	-	65	65
Accrued payroll	6,047	1,438	-	7,485
Interest payable	-	1	-	1
Due to other funds	13,339	13,676	2	27,017
	<u>20,843</u>	<u>16,732</u>	<u>77</u>	<u>37,652</u>
<b>Fund Balances (Note 13)</b>				
Nonspendable	443	329	-	772
Restricted	6,962	21,915	6,415	35,292
Committed	20,411	23,455	2,075	45,941
Assigned	16,852	19,926	34,171	70,949
Unassigned	24,393	(18,940)	(34,262)	(28,809)
	<u>69,061</u>	<u>46,685</u>	<u>8,399</u>	<u>124,145</u>
<b>Total Fund Balances</b>	<u>69,061</u>	<u>46,685</u>	<u>8,399</u>	<u>124,145</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 89,904</u>	<u>\$ 63,417</u>	<u>\$ 8,476</u>	<u>\$ 161,797</u>

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

**COUNTY OF IMPERIAL**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
June 30, 2014  
(amounts expressed in thousands)

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

<b>Total fund balance - governmental funds</b>	\$ 124,145
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$255,125 and the accumulated depreciation is \$147,036.	108,089
Internal service funds are used by management to charge the costs of motor pool, printing, mail system, communications, and insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	50,429
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(70,250)</u>
<b>Total net position - governmental activities</b>	<u><u>\$ 212,413</u></u>

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

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>General</b>	<b>Special Revenue Funds</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>				
Taxes	\$ 40,470	\$ 4,535	\$ -	\$ 45,005
Licenses and permits	2,176	2,763	-	4,939
Fines, Forfeitures & Penalties	5,811	959	-	6,770
Use of Money & Property	1,007	1,438	32	2,477
State aid	93,956	59,741	-	153,697
Federal aid	55,567	14,279	1,020	70,866
Charges for Services	27,450	14,062	3,900	45,412
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	4,920	6,673	11,593
Total revenues	<u>226,437</u>	<u>102,697</u>	<u>11,625</u>	<u>340,759</u>
<b>Expenditures:</b>				
Current:				
General Government	19,815	5,411	10,380	35,606
Public Protection	67,095	21,904	-	88,999
Health & Sanitation	36,351	13,199	-	49,550
Public Assistance	81,717	38,804	-	120,521
Public Ways & Facilities	807	16,420	-	17,227
Total expenditures	<u>205,785</u>	<u>95,738</u>	<u>10,380</u>	<u>311,903</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,652</u>	<u>6,959</u>	<u>1,245</u>	<u>28,856</u>
<b>Other financing sources (uses):</b>				
Changes in Reserves	-	901	(1)	900
Transfers	-	213	(143)	70
Endowment Funds	53	-	-	53
COP Bonds Uses	-	-	-	-
Encumbrances	-	-	-	-
Proceeds of COP bonds	-	-	-	-
Sale of capital assets	-	-	-	-
Total other financing sources (uses)	<u>53</u>	<u>1,114</u>	<u>(144)</u>	<u>1,023</u>
Net change in fund balances	20,705	8,073	1,101	29,879
<b>Fund balances - beginning</b>	<u>48,356</u>	<u>38,612</u>	<u>7,298</u>	<u>94,266</u>
<b>Fund balances - ending</b>	<u><u>\$ 69,061</u></u>	<u><u>\$ 46,685</u></u>	<u><u>\$ 8,399</u></u>	<u><u>\$ 124,145</u></u>

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



**COUNTY OF IMPERIAL**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Government Funds to the Statement of Activities**  
Year Ended June 30, 2014  
(amounts expressed in thousands)

---

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

**Net change in fund balances-total governmental funds** \$ 29,879

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$8 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 12,105	
Loss on disposal of capital assets	(21,894)	
Proceeds from sales of capital assets	26	
Depreciation expense	(8,608)	(18,371)

Additional accrued interest calculated on bonds payable 20,747

Long-term liabilities, including bonds payable, increased during the year in the amount of \$966. 2,581

In the statement of activities, certain operating expenses -- compensated absences (vacations, sick leave, and comptime earned) -- are measured by the amounts earned during the year.

In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). During this year, compensated absences increased by \$985. 985

Internal service funds are used by the County to charge the costs of industrial insurance, printing, and warehouse services to individual funds. The net revenue of the internal service funds is reported with governmental activities. 1,200

**Change in net position of governmental activities** \$ 37,021 -

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

**COUNTY OF IMPERIAL**  
**Statement of Net Position**  
**Proprietary Funds**  
June 30, 2014  
(amounts expressed in thousands)

	Business-type Activities-Enterprise Funds				Governmental Activities
	Imperial Airport	Closure/Postclosure	Other Enterprise Funds	Total	Internal Service Funds
<b>ASSETS:</b>					
Current Assets:					
Cash and cash equivalents	\$ (983)	\$ 6,000	\$ 37	\$ 5,054	\$ 61,868
Receivables (net):	-	-	-	-	-
Accounts	-	-	1	1	37
Interest	-	5	-	5	57
Due from Other Funds	7	-	-	7	704
Inventories and Prepaid Expenses	-	-	-	-	34
Total Current Assets	<u>(976)</u>	<u>6,005</u>	<u>38</u>	<u>5,067</u>	<u>62,700</u>
Noncurrent Assets:					
Capital Leases	-	-	-	-	26
Land	661	-	23	684	23
Construction in process	57	-	-	57	-
Structures & Improvements	20,762	-	50	20,812	160
Vehicles	-	-	-	-	7,340
Equipment	694	-	-	694	1,515
Accumulated Depreciation	(12,103)	-	(50)	(12,153)	(6,165)
Total Noncurrent Assets	<u>10,071</u>	<u>-</u>	<u>23</u>	<u>10,094</u>	<u>2,899</u>
Total Assets	<u>9,095</u>	<u>6,005</u>	<u>61</u>	<u>15,161</u>	<u>65,599</u>
<b>LIABILITIES:</b>					
Current Liabilities:					
Claims Payable	-	-	-	-	14,795
Accounts Payable	14	-	-	14	77
Interest Payable	1	-	-	1	-
Accrued Payroll	9	-	-	9	114
Due to Other Funds	8	-	7	15	44
Current portion of compensated absences	-	-	-	-	5
Capital Lease Obligations-Current Portion	-	-	-	-	0
Total Current Liabilities	<u>32</u>	<u>-</u>	<u>7</u>	<u>39</u>	<u>15,035</u>
Noncurrent Liabilities:					
Compensated Absences	11	-	-	11	135
Accrued Closure/Postclosure	-	18,034	-	18,034	-
Capital Lease Obligations-Net of Current Portion	-	-	-	-	0
Total Noncurrent Liabilities	<u>11</u>	<u>18,034</u>	<u>-</u>	<u>18,045</u>	<u>135</u>
Total Liabilities	<u>43</u>	<u>18,034</u>	<u>7</u>	<u>18,084</u>	<u>15,170</u>
<b>NET POSITION:</b>					
Invested in Capital Assets, net of related debt	10,071	-	23	10,094	3,455
Restricted	11	-	1	12	(10,997)
Unrestricted	(1,030)	(12,029)	30	(13,029)	57,971
Total Net Position	<u>\$ 9,052</u>	<u>\$ (12,029)</u>	<u>\$ 54</u>	<u>\$ (2,923)</u>	<u>\$ 50,429</u>

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

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Business-type Activities-Enterprise Funds</b>				<b>Governmental Activities</b>
	<b>Imperial Airport</b>	<b>Closure/Postclosure</b>	<b>Other Enterprise Funds</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>Operating Revenues:</b>					
Charges for Services	\$ 484	\$ -	\$ 9	\$ 493	\$ 39,139
Other Revenues	-	-	-	-	589
Total Operating Revenues	484	-	9	493	39,728
<b>Operating Expenses:</b>					
Salaries and Benefits	200	-	-	200	2,206
Services and Supplies	349	-	72	421	35,712
Depreciation	915	-	-	915	66
Total Operating Expenses	1,464	-	72	1,536	37,984
Operating Income (Loss)	(980)	-	(63)	(1,043)	1,744
<b>Non-operating Revenues (Expenses):</b>					
Gain (Loss) on Sale of Fixed Assets	-	-	-	-	-
Acquisition of Capital	-	-	-	-	(958)
State Aid	-	-	-	-	-
Federal Aid	-	-	68	68	-
Changes in Designated Reserve	-	-	-	-	-
Other	7	(84)	(7)	(84)	-
Interest - Income	(5)	29	-	24	300
Total Non-Operating Rev (Exp)	2	(55)	61	8	(658)
Net Income (Loss) before Transfers	(978)	(55)	(2)	(1,035)	1,086
Transfers in (out):					
Transfers In	-	-	-	-	115
Transfers Out	-	-	-	-	-
Total Transfers In (Out)	-	-	-	-	115
<b>Change in Net Position</b>	<b>(978)</b>	<b>(55)</b>	<b>(2)</b>	<b>(1,035)</b>	<b>1,201</b>
Net Position - Beginning	10,030	(11,974)	56	(1,888)	49,228
Net Position - Ending	\$ 9,052	\$ (12,029)	\$ 54	\$ (2,923)	\$ 50,429

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

# COUNTY OF IMPERIAL

## Statement of Cash Flows

### Proprietary Funds

For the Fiscal Year Ended June 30, 2014

(amounts expressed in thousands)

	Business-type Activities-Enterprise Funds				Governmental Activities
	Imperial Airport	Closure/Postclosure	Other Enterprise Funds	Total	Internal Service Funds
<b>Cash flows from operating activities:</b>					
Cash received from users	\$ 484	\$ -	\$ 9	\$ 493	\$ 39,728
Cash received from operating activities	27	-	(9)	18	371
Cash paid to suppliers	(349)	(31)	(72)	(452)	(35,712)
Cash paid to employees	(200)	-	-	(200)	(2,206)
Cash paid for operating activities	-	-	-	-	(66)
Net cash provided by (used) operating activities	(38)	(31)	(72)	(141)	2,115
<b>Cash flows from noncapital financing activities:</b>					
Transfers Out	-	-	-	-	-
Receipt of federal aid	-	-	68	68	-
Receipt of state aid	-	-	-	-	-
Other	7	33	(7)	33	-
Net cash provided by (used) in non-capital financing activities	7	33	61	101	-
<b>Cash flows from capital and related financing activities:</b>					
Acquisition of capital assets	-	-	-	-	(958)
Transfer in to purchase equipment	-	-	-	-	-
Net cash used by capital and related financing activities	-	-	-	-	(958)
<b>Cash flows from investing activities:</b>					
Interest received (paid)	(4)	29	-	25	300
Net increase (decrease) in cash and cash equivalents	(35)	31	(11)	(15)	1,457
<b>Cash and cash equivalents - beginning</b>	(948)	5,969	48	5,069	60,411
<b>Cash and cash equivalents - ending</b>	<u>\$ (983)</u>	<u>\$ 6,000</u>	<u>\$ 37</u>	<u>\$ 5,054</u>	<u>\$ 61,868</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>					
Operating Income (Loss)	\$ (980)	\$ -	\$ (63)	\$ (1,043)	\$ 1,744
Adj. to reconcile operating income (loss) to net cash	-	-	-	-	-
Provided by (used in) operating activities:	-	-	-	-	-
Depreciation expense	915	-	-	915	66
Decrease (Increase) in accounts receivable	7	-	6	13	2
Decrease (Increase) in interest receivable	-	2	-	2	17
Decrease (Increase) in prepaid expenses	-	-	-	-	8
Decrease (Increase) in due from other funds	21	-	-	21	260
Increase (Decrease) in accounts payable	(4)	-	-	(4)	(155)
Increase (Decrease) in interest payable	-	-	-	-	-
Increase (Decrease) in accrued liabilities	1	-	-	1	5
Increase (Decrease) in due to other funds	2	-	(15)	(13)	(125)
Increase (Decrease) in postclosure costs liability	-	(33)	-	(33)	-
Increase (Decrease) in insurance loss expense	-	-	-	-	288
Increase (Decrease) in compensated absences	-	-	-	-	5
Total adjustments	942	(31)	(9)	902	371
Net cash provided (used) by operating activities	<u>\$ (38)</u>	<u>\$ (31)</u>	<u>\$ (72)</u>	<u>\$ (141)</u>	<u>\$ 2,115</u>

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

**COUNTY OF IMPERIAL**  
**Statement of Fiduciary Funds Net Position**  
June 30, 2014  
(amounts expressed in thousands)

	<b>Trust Funds</b>			<b>Agency Funds</b>	<b>Total</b>
	<b>Pension Trust and other Employee Benefits</b>	<b>Special District and School District</b>	<b>Investment Trust</b>		
<b>Assets:</b>					
Cash and cash equivalents	\$ 2,741	\$ 159,795	\$ 30,613	\$ 53,390	\$ 246,539
Investments	511,321	-	-	-	511,321
Accounts Receivable-Net	1,479	-	174	4,356	6,009
Taxes Receivable-Net	-	-	(2)	(28)	(30)
Interest Receivable	5	177	10	45	237
Prepaid Expenses	-	-	-	-	-
Due From Other Funds	-	-	8,931	6,429	15,360
Deposits with Others	-	-	3,932	31,811	35,743
Total Assets	515,546	159,972	43,658	96,003	815,179
<b>Liabilities :</b>					
Accounts Payable	-	3	1,277	23,334	24,614
Interest Payable	-	1	409	-	410
Due to Other Funds	-	162	1,478	4,278	5,918
Fiduciary Liability	112	80	-	-	192
Deposits From Others	-	53	-	-	53
Total Liabilities	112	299	3,164	27,612	31,187
<b>Net Position :</b>					
Held in Trust for Pension Benefits	511,209	-	-	-	511,209
Held in Trust for Pool Investments	4,225	159,673	40,494	68,391	272,783
Total Net Position	\$ 515,546	\$ 159,972	\$ 43,658	\$ 96,003	\$ 815,179

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

**COUNTY OF IMPERIAL**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Trust Funds</b>			
	<b>Pension Trust and other Employee Benefits</b>	<b>Special District and School District</b>	<b>Investment Trust</b>	<b>Total</b>
<b>Additions:</b>				
Employee/Employer Contributions	\$ 35,843	\$ -	\$ -	\$ 35,843
Contributions to Pooled Investments	-	-	52,897	52,897
Contributions to Special/School District Trust	-	487,969	-	487,969
Interest and Investment Income	13,917	623	3,750	18,290
Total Additions	49,760	488,592	56,647	594,999
<b>Deductions:</b>				
Distributions from Pooled Investments	-	-	53,017	53,017
Distributions from Pension Trust/Other	34,306	-	-	34,306
Distributions from Special/School District Trust	-	500,198	-	500,198
Total Deductions	34,306	500,198	53,017	587,521
Change in Net Position	15,454	(11,606)	3,630	7,478
Net Position - Beginning	499,980	171,278	36,864	708,122
Net Position - Ending	\$ 515,434	\$ 159,672	\$ 40,494	\$ 715,600

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





**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

**Note 1 – The Financial Reporting Entity**

**(a) Reporting Entity**

The County of Imperial, California (County), is a legal subdivision of the State of California charged with governmental powers. The County's powers are exercised through a Board of Supervisors (Board), which is the governing body of the County. The Board is responsible for the legislative and executive control of the County. The County provides various services on a countywide basis including law and justice, education, detention, social, health, fire protection, road construction, road maintenance, transportation, park and recreation facilities, elections and records, communications, planning, zoning, and tax collection.

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Board is financially accountable or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

The basic financial statements include both blended and discretely presented component units. The 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. The discretely presented component unit, on the other hand, is 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 County's Board. The financial statements of the individual component units may be obtained by writing to the County of Imperial, Controller's Office, 940 Main Street, El Centro, California 92243.

**(b) Blended Component Units**

Blended component units are, in substance, part of the County's operations and their financial data are combined with data of the primary government. The following organizations are included in the County's financial statements as blended component units:

Imperial County Employees' Retirement System (ICERS) is reported as a Pension Trust Fund in the financial statements because it is an integral part of the County. A separate financial report can be reviewed at the Imperial County Treasurers/Retirement Office.

Special Districts and Schools are reported as trust funds because they are an integral part of the County. A separate financial report can be reviewed at the Auditor-Controller's Office.

**(c) Discretely Presented Component Units**

The Children and Families First Commission (Commission) was established in March 1999 under the authority of the California Children and Families First Act of 1998 and sections 130100, et seq. of the Health and Safety Code. The County Board appointed all members of the Commission. The Board can remove appointed members at will. The Commission accounts for receipts and disbursements of California Children and First Families Trust Fund allocations and

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

appropriations to the Commission. The Commission is a discretely presented component unit as the Commission's governing body is not substantially the same as that of the County and the Commission does not provide services entirely or almost entirely to the County. The Commission issues a stand-alone financial report, which may be obtained by contacting the Commission at 1225 Main Street, Suite B, El Centro, CA 92243.

I.V. Parks, Inc. was established in January, 2008 under the authority of the Imperial County Parks and Recreation Commission. The purpose of this corporation is to provide additional funds for the Imperial County Parks and Recreation Commission to enhance the parks and recreation programs of Imperial County, California, and to carry on other charitable activities associated with this goal as allowed by law. Additional information may be obtained by contacting the Commission at 801 West Main Street, El Centro, CA 92243.

The Imperial County Transportation Commission (ICTC) was established under Senate Bill 607 (SB 607 - Ducheny) which was approved by the California Legislature and Governor Arnold Schwarzenegger in 2009. As a county transportation commission, ICTC provides leadership and oversight in the transportation planning and programming process. The ICTC guides the development of the Regional Transportation Plan for the Imperial region and its Regional, State and Federal transportation improvement programs (TIPs) and their updates, including, but not limited to: the distribution and oversight of Local Transportation Fund monies; the preparation and submittal of grant applications for transportation related funds; approves the allocation and apportionments for various funds including Transportation Development Act funds; the planning, programming and administration of regional transit services; and, encourages active citizen participation in the development and implementation of various transportation-related plans and programs. Additional information may be obtained by contacting the Commission at 1405 N. Imperial Ave. Suite 1, El Centro, CA 92243.

## **Note 2 – Summary of Significant Accounting Policies**

### **(a) Basis of Presentation**

#### **Government-wide Financial Statements**

The statement of net position and statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County and between the County and its discretely presented component unit. Governmental activities, which normally are 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.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

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

**Fund Financial Statements**

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

Proprietary funds distinguish *operating* revenues, such as charges for services, results from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The County reports only one major governmental fund:

- 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 activities such as public protection, public ways and facilities, health and sanitation, public assistance, and education.
- Although the *Special Revenue Funds* are not considered major funds, the County has chosen to present them in a separate column for the benefit of the reader.

The County reports the following major enterprise funds:

- The *Imperial Airport* accounts for operations, which include the airport's physical structure, property and leases and to provide the public with adequate, convenient and safe services associated with aviation. This includes providing for all forms of commercial and private transportation (air and repair, flying instruction, aircraft rental, sales, charter, fuel sales, and aircraft storage). The department also provides safety and emergency services, aviation agri-business, Federal Aviation Administration facilities (Flight Service Station), and public interest conveniences such as restaurants, motel and ground transportation.
- The *Solid Waste Closure/Postclosure* accounts for funds pursuant to State Law requiring funds to cover the estimated cost of solid waste closure and post-closure activities. Each County operated site must have a plan to specifically address the physical requirements, as closure becomes necessary and the post-closure ongoing monitoring requirements.

The County reports the following additional fund types:

*Internal Service Funds* account for the activities of the fleet maintenance, flood control, centralized printing, centralized mailing, and centralized telecommunications. In addition, the County's Risk Management accounts for self-insurance programs – workers' compensation, liability, unemployment, employee health/dental/vision benefits, medical malpractice and auto on a cost-reimbursement basis.

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

The *Pension Trust Fund* accumulates contributions from the County, its employees and other participating employers. Disbursements are made from the fund for retirement, disability and death benefits (based on a defined benefit formula) and administrative expenses.

The *Investment Trust Funds* account for the assets of legally separate entities that deposit cash with the County Treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities, and pass through funds for tax collections for cities. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.

The *Agency Funds* account for assets held by the County as an agent for various local governments and for individuals.

**(b) Basis of Accounting**

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

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

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

**(c) Cash and Cash Equivalents**

Cash is considered to be cash on hand, cash in bank and imprest cash. All short-term investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they have an original maturity of three months or less.

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

**(d) Investments**

Statutes authorize the County to invest its surplus cash (excluding ICERS) in obligations of the U.S. Treasury, agencies and instrumentalities, corporate bonds, rated P-1 by Standard & Poor's Corporation or A-1 by Moody's Investor Services, bankers acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Gains and losses are recognized based upon the specific identification method. All pooled investments are reported at book value. ICERS investments are made subject to guidelines of the investment plan approved by the Retirement Board.

**(e) Inventories**

Inventories are valued at cost, which is determined on a first-in, first-out basis. Inventory in the General and Special Revenues Funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased.

**(f) Property Taxes**

The County levies property taxes as of September 1, on property values certified on July 1. Secured property tax payments are due in two equal installments. The first is generally due November 1 and delinquent with penalties after December 10, and the second is generally due on February 1 and delinquent with penalties after April 10. Secured property taxes become a lien on the property on January 1. Property taxes on the unsecured roll are due upon receipt of the tax bill and become delinquent if unpaid on August 31.

All jurisdictions within California derive their taxing authority from the State of California and various legislative provisions contained in the State of Government Codes and Revenue Taxation Codes. Pursuant to Article XIII A (known as Proposition 13) of the State of California Constitution, the County is permitted to levy a maximum tax of 1% of full cash value. For fiscal year 2013-14, the County received \$21,098 in property taxes that were used to finance general government services.

**(g) Capital Assets**

Capital assets, including infrastructure, are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Contributed fixed assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) general fixed assets, which consist of certain improvements including roads, bridges, pavements in progress, and right of way. The County defines capital assets as assets with initial, individual costs of more than \$8 and an estimated useful life in excess of one year. Capital assets (assets under capital leases) used in operations are depreciated or amortized using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

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 fixed 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.

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

The estimated useful lives are as follows:

Buildings	40 years
Equipment	5 – 15 years
Office Furniture	5 years
Vehicles	70,000 – 100,000 miles
Infrastructure	20 – 50 years

**(h) Compensated Absences (Accrued Vacation, Sick Leave and Compensatory Time)**

Unused vacation leave may be accumulated up to a specified maximum and is paid at the time of termination from County employment. The County is not obligated to pay for unused sick leave if an employee terminates prior to retirement. However, if the employee, with less than 10 years of service, elects to leave their funds on deposit with the retirement system (deferred retirement), the accumulated sick leave hours will be applied toward their retirement service credit. Upon retirement, employees have the option of 1) being compensated for 15% of the employee's sick leave hours, or 2) applying all the employee's accumulated sick leave hours as retirement service credit.

The County accrues for compensated absences in the government-wide and proprietary fund financial statement for which they are liable to make a payment directly.

**(i) Use of 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.

**(j) Adoption of Government Accounting Standards Board Statements**

The County adopted the provisions of GASB Statement No. 61, "The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34." The adaption of this statement had no effect on previously reported amounts.

**(k) Effects of New Pronouncements**

The following summarizes recent GASB Pronouncements and their impact, if any, on future financial statements:

In March 2012, the GASB issued 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. This statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term deferred in financial statement presentations. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2012. GASB Statement No. 65 will be implemented by the County in the FY 2014-15.



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In March 2012, GASB issued Statement No. 66, "Technical Corrections-An Amendment of GASB Statements No. 10 and No. 62". This statement amends Statement No. 10 by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. This statement also amends Statement No. 62 by modifying the specific guidance of accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2012. GASB Statement No. 66 will be implemented by the County in the FY 2014-15.

In June 2012, GASB issued Statement No. 67, "Financial Reporting for Pension Plan-An Amendment of GASB Statement No. 25", which results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. This statement replaces the requirements of Statements No. 25, "Financial Reporting for Defined Benefit Pension Plans", and No. 50, "Pension Disclosures", as they relate to pension plans that are administered through trusts or equivalent arrangements that meet certain criteria. This statement enhances note disclosures and required supplemental information (RSI) for both defined benefit and defined contribution pension plans. It also requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2013. GASB Statement No. 67 will be implemented by the County in the FY 2014-15.

In April 2013, GASB issued Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees". This statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This statement requires a government that has issued an obligation guaranteed in a nonexchange transaction to recognize revenue to the extent of the reduction in its guaranteed liabilities. This statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2013. GASB Statement No. 70 will be implemented by the County in the FY 2014-15.

In June 2012, the GASB issued Statement No. 68, "Accounting and Financial Reporting for Pensions-An Amendment of GASB Statement No. 27", which also results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This statement replaces the requirements of Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers", as well as the requirements of Statement No. 50, "Pension Disclosures", as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. This statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. It also enhances accountability and transparency through revised and new note disclosures and required supplementary information. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2014. GASB Statement No. 68 will be implemented by the County in the FY 2014-15.

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In January 2013, GASB issued Statement No. 69, "Government Combinations and Disposals of Government Operations". This statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this statement, the term government combinations includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. This statement requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2013. GASB Statement No. 69 will be implemented by the County in the FY 2014-15.

In November 2013, GASB issued Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date-An Amendment of GASB Statement No. 68". This statement requires that, at transition to the new accounting standards in accordance with GASB Statement No. 68, a government should recognize a beginning deferred outflow of resources for its pension contributions made after the measurement date of the beginning net pension liability. However, it continues to require that the beginning balances for other deferred outflows and deferred inflows be reported at transition only if it is practical to determine such amounts. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2014. GASB Statement No. 71 will be implemented by the County in the FY 2014-15.

**Note 3 – Cash and Investments**

The County maintains a Cash and Investment Pool (Pool) that is available for use by all funds. The Pension Trust participates in the Pool, but the majority of their cash and investments are held separately from other County funds. Interest earned on the investment pool is distributed to the participating funds using a formula based on the average daily balance of each fund.

Total County cash and investments are as follows:

*Cash:*

Cash on hand	\$ 2
Imprest Cash	80
Checks for deposit	1,673
Outstanding warrants adj	<u>2,277</u>
Total cash	<u>4,032</u>

*Investments:*

In Treasurer's pool	410,445
With Fiscal Agent	19,186
With others external to the Treasurer's Pool	<u>35,758</u>
Total investments	<u>465,389</u>
Total cash and investments	<u>\$ 469,421</u>

Total County cash and investments are reported as follows:

Primary government	\$ 173,222
Component unit	9,986
Pension trust	2,741
Special district and Schools trust	159,795
Investment trust funds	34,545
Agency funds	<u>85,201</u>
Total cash and investments	<u>\$ 469,421</u>



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**Deposits**

At June 30, 2014, the carrying amount of the County's cash deposits was \$62,095 and the bank balance for deposits maintained in various financial institutions amounted to \$58,361. Of the bank balance, \$5,310 was covered by federal depository insurance and the balance was collateralized as required by state law.

Under the California Government Code, a financial institution is required to secure deposits in excess of \$100 made by state or local governmental units by pledging securities held in the form of an undivided collateral pool. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies.

**Investments**

The County's investments are categorized below to give an indication of the level of custodial credit risk assumed by the County as of June 30, 2014. Category 1 includes investments that are insured or registered, or held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or its trust department or agent but not in the County's name. The County does not have any category 2 or 3 investments at June 30, 2014.

At June 30, 2014, the County's investment balances were as follows:

	Category			Carrying	Fair
	1	2	3	Amount	Value
Categorized investments:					
U.S. Government Securities	<u>\$ 232,974</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 232,974</u>	<u>\$ 231,736</u>
Total categorized investments	<u>\$ 232,974</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 232,974</u>	<u>\$ 231,736</u>
Uncategorized investments:					
Local Agency Investment Fund				39,500	39,500
Mutual Funds				<u>20,000</u>	<u>20,000</u>
Total investments				<u>\$292,474</u>	<u>\$291,236</u>

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**Note 4 – Receivables**

Accounts, interest, taxes and loan receivable balances of the General, Special Revenue, Proprietary and Trust and Agency Funds. The majority of loans receivable payments are deferred under program requirements. The following is a schedule of receivables applicable to each individual fund at June 30, 2014:

<b><u>Receivables- Governmental Activities</u></b>	<b><u>General Fund</u></b>	<b><u>Nonmajor Funds</u></b>	<b><u>Internal Service Fund</u></b>	<b><u>Total Governmental Activities</u></b>
Accounts	\$ 7,079	\$ 12,575	\$ 37	\$ 19,691
Interest	55	2,196	57	2,308
Taxes-Net	1,372	311	-	1,683
Loans, greater than one year	<u>-</u>	<u>14,278</u>	<u>-</u>	<u>14,278</u>
Total receivables	<u>\$ 8,506</u>	<u>\$ 29,360</u>	<u>\$ 94</u>	<u>\$ 37,960</u>

<b><u>Receivables- Business-Type Activities</u></b>	<b><u>Imperial Airport</u></b>	<b><u>Closure/ Postclosure</u></b>	<b><u>Other Enterprise Fund</u></b>	<b><u>Total Business-type Activities</u></b>
Accounts	\$ -	\$ -	\$ 1	\$ 1
Interest	<u>-</u>	<u>5</u>	<u>-</u>	<u>5</u>
Total receivables	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 1</u>	<u>\$ 6</u>

**Note 5 – Inter-fund Transactions**

The composition of inter-fund balances as of June 30, 2014 are as follows:

Short-term inter-fund transactions between funds which are not reimbursed by the receiving fund are reported as “due to and due from other funds.”

	<b><u>Due from Other Funds</u></b>	<b><u>Due to Other Funds</u></b>
General	\$ 10,640	\$ 13,339
Nonmajor Governmental Funds	6,281	13,676
Imperial Airport	7	8
Other Enterprise Funds	-	7
Internal Service Funds	704	44
Component Unit	-	1
Pension/Employee Benefit Trust Funds	-	-
Special District/School Trust Funds	-	162
Investment Trust Funds	8,931	1,478
Agency Funds	<u>6,430</u>	<u>4,278</u>
Total	<u>\$ 32,993</u>	<u>\$ 32,993</u>

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During the course of normal operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations, re-allocations of special revenues, and debt service transfers to pay principal and interest payments on pension obligation bonds. All inter-fund transfers between individual government funds have been eliminated on the government-wide statements.

**Note 6 – Capital Assets**

Capital assets activity for the year ended June 30, 2014 was as follows:

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 4,333	\$ -	\$ -	\$ 4,333
Construction in progress	30,733	8,903	(21,977)	17,659
Total capital assets, not being depreciated	<u>35,066</u>	<u>8,903</u>	<u>(21,977)</u>	<u>21,992</u>
Capital assets, being depreciated:				
Infrastructure	95,681	21,052	-	116,733
Structures & Improvements	66,829	925	(88)	67,666
Vehicles	11,578	2,449	(1,428)	12,599
Furniture and equipment	42,815	2,993	(609)	45,199
Total capital assets, being depreciated	<u>216,903</u>	<u>27,419</u>	<u>(2,125)</u>	<u>242,197</u>
Less accumulated depreciation for:				
Infrastructure	61,679	4,258	-	65,937
Structures & Improvements	39,852	1,779	(87)	41,544
Vehicles	7,354	2,094	(1,445)	8,003
Furniture and equipment	35,641	2,719	(644)	37,716
Total accumulated depreciation	<u>144,526</u>	<u>10,850</u>	<u>(2,176)</u>	<u>153,200</u>
Total capital assets, being depreciated, net	<u>72,377</u>	<u>16,569</u>	<u>51</u>	<u>88,997</u>
Governmental activities capital assets, net	<u>\$ 107,443</u>	<u>\$ 25,472</u>	<u>\$ (21,926)</u>	<u>\$ 110,989</u>
<b>Business-type activities:</b>				
Capital assets, not being depreciated				
Land	\$ 685	\$ -	\$ -	\$ 685
Construction in progress	57	-	-	57
Total capital assets, not being depreciated	<u>742</u>	<u>-</u>	<u>-</u>	<u>742</u>
Capital assets, being depreciated:				
Structures & Improvements	20,812	-	-	20,812
Furniture and equipment	694	-	-	694
Total capital assets, being depreciated	<u>21,506</u>	<u>-</u>	<u>-</u>	<u>21,506</u>
Less accumulated depreciation for:				
Structures & Improvements	10,719	845	-	11,564
Furniture and equipment	519	70	-	589
Total accumulated depreciation	<u>11,238</u>	<u>915</u>	<u>-</u>	<u>12,153</u>
Total capital assets, being depreciated, net	<u>10,268</u>	<u>(915)</u>	<u>-</u>	<u>9,353</u>
Business-type activities capital assets, net	<u>\$ 11,010</u>	<u>\$ (915)</u>	<u>\$ -</u>	<u>\$ 10,095</u>

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**Depreciation**

Depreciation expense was charged to governmental functions as follows:

General Government	\$ 6,720
Public Protection	1,891
Health & Sanitation	274
Public Assistance	105
Public Ways & Facilities	967
Depreciation on capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	<u>893</u>
Total depreciation expense – governmental functions	<u>\$ 10,850</u>

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

Airports	<u>\$ 915</u>
Total depreciation expense – business-type functions	<u>\$ 915</u>

**Construction in Progress**

Construction in Progress for governmental activities represents work being performed on the County Services Center - Brawley, roads and bridge infrastructure, and a number of ongoing small projects.

**Note 7 – Leases**

**Operating Leases**

The County is committed under various noncancelable operating leases, primarily for office buildings and equipment. Lease payments for the fiscal year ended June 30, 2014 totaled \$90.

Future minimum operating lease commitments are as follows:

<u>Year ending June 30,</u>	
2015	\$ 90
2016	90
2017	90
2018	90
2019	<u>90</u>
Total	<u>\$ 450</u>

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**Capital Leases**

The County has entered into certain capital lease agreements under which the related equipment will become the property of the County when all terms of the lease agreements are met. Equipment under capital leases includes the following:

	Governmental Activities
Qty 2 DM 1000 Digital Mail Proc.	\$ 47
Less: Accumulated Depreciation	<u>(24)</u>
Net	<u>\$ 23</u>

Future capital lease minimum payments are as follows:

<u>Year ending June 30,</u> 2015	<u>\$ 10</u>
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**Note 8 – Long Term Debt**

The County has recognized a long term debt for compensated absences, capital lease obligations, pension obligation bonds, certificates of participation, and pending litigation payable to the State of California. Outstanding long term debt as of June 30, 2014 is recorded within governmental activities and payable from governmental funds.

The following is a schedule of long-term liabilities for Governmental Activities for the year ended June 30, 2014:

	Balance <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>June 30, 2014</u>	Amounts Due within <u>One year</u>
Employee Compensated Absences	\$ 12,146	\$ 947	\$ 2	\$ 13,091	\$ 985
Capital Lease Obligation	10	19	9	20	15
Pension Funding Bonds 1997	19,600	-	1,910	17,690	2,045
Pension Funding Bonds 2002	31,560	-	1,045	30,515	1,105
State of California Child Support	720	-	90	630	90
2010 Cert. Of Participation	<u>8,795</u>	<u>-</u>	<u>350</u>	<u>8,445</u>	<u>360</u>
General Long Term Debt Payable	<u>\$ 72,831</u>	<u>\$ 966</u>	<u>\$ 3,406</u>	<u>\$ 70,391</u>	<u>\$ 4,600</u>

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**2010 Certificates of Participation**

On March 1, 2010, the County issued its \$9,465,000 Certificates of Participation 2010 Series A, for the Landfill Remediation and Closure Funding Program.

The proceeds of the County of Imperial Certificates of Participation, 2010 Series A (Landfill Remediation and Closure Funding Program), together with other lawfully available funds of the County of Imperial, California, will be used (i) to finance a portion of the County's landfill closures and the construction and/or acquisition of certain improvements; (ii) to purchase a surety bond for deposit in the Reserve Fund with respect to the Certificates; and (iii) to pay costs in connection with execution and delivery of the Certificates. The Certificates will represent direct, undivided fractional interest in certain Lease Payments to be made by the County pursuant to a Lease Agreement, dated March 1, 2010, by and between the Imperial County Facilities Corporation and the County.

Interest with respect to the Certificates is payable on each February 15 and August 15, commencing August 15, 2010. The Certificates will be initially registered in the name of Code & Co., as nominee of the Depository Trust Company, New York ("DTC"). DTC will act as securities depository of the Certificates. The Certificates are subject to prepayment prior to their stated maturity. The debt service requirements on the certificates to maturity, are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2015	\$ 360	\$ 366	\$ 726
2016	375	356	731
2017	385	344	729
2018	395	333	728
2019	410	320	730
2020-2025	3,365	1,737	5,102
2026-2030	<u>3,155</u>	<u>489</u>	<u>3,644</u>
Total	<u>\$ 8,445</u>	<u>\$ 3,945</u>	<u>\$ 12,390</u>

**Taxable Pension Funding Bonds 1997**

On November 19, 1997, the County issued \$35,175 of taxable pension funding bonds to fund the County's unfunded accrued actuarial liability due the Imperial County Employees' Retirement System ("the System"). The payment of this liability will provide the System additional funds for investment.

The bonds have a stated interest rate from 6.100% to 6.375% and are payable over a period of 24 years maturing in 2021. The bonds are not subject to optional redemption prior to their stated maturity date. The bond's debt service to maturity is as follows:

<u>Year Ending June 30,</u>	<u>Principle</u>	<u>Interest</u>	<u>Total Payment</u>
2015	\$ 2,045	\$ 1,131	\$ 3,176
2016	2,185	989	3,174
2017	2,340	837	3,177
2018	2,500	673	3,173
2019	2,680	496	3,176
2020-2021	<u>5,940</u>	<u>413</u>	<u>6,353</u>
Total	<u>\$ 17,690</u>	<u>\$ 4,539</u>	<u>\$ 22,229</u>

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**Taxable Pension Funding Bonds 2002**

On September 17, 2002, the County issued \$33,265 of taxable pension funding bonds to fund the County's unfunded accrued actuarial liability due the Imperial County Employees' Retirement System ("the System"). The payment of this liability will provide the System additional funds for investment.

The bonds have a stated interest rate from 4.71% to 5.715% and are payable over a period of 29 years maturing in 2031. The bonds are not subject to optional redemption prior to their stated maturity date. The bond's debt service to maturity is as follows:

<u>Year Ending June 30,</u>	<u>Principle</u>	<u>Interest</u>	<u>Total Payment</u>
2015	\$ 1,105	\$ 1,693	\$ 2,798
2016	1,165	1,630	2,795
2017	1,235	1,563	2,798
2018	1,305	1,492	2,797
2019	1,380	1,418	2,798
2020-2022	4,630	3,762	8,392
2023-2027	9,690	4,301	13,991
2028-2031	10,005	1,183	11,188
Total	<u>\$ 30,515</u>	<u>\$ 17,042</u>	<u>\$ 47,557</u>

The following is a schedule of long-term liabilities for Business-Type Activities for the year ended June 30, 2014:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>	<u>Amounts</u> <u>Due within</u> <u>One year</u>
Employee Compensated Absences	\$ 10	\$ 1	\$ -	\$ 11	\$ 1
Total	<u>\$ 10</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 11</u>	<u>\$ 1</u>

**Note 9 – Landfill Closure and Postclosure Costs**

State and federal laws and regulations require that the County of Imperial place a final cover on its landfills when they are closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the landfills no longer accept waste. The recognition of these landfills closure and postclosure care costs are based on the amount of the landfills used during the year. The estimated liability for landfill closure and postclosure care costs has a balance of \$18,035 as of June 30, 2014 which is based on an average of 9.00% usage (filled) of the ten landfills operated by the County. It is estimated that an additional \$2,142 will be recognized as closure and postclosure care expenses between the date of the balance sheet and the date that last landfill is expected to be filled to capacity (2109). The estimated total current cost of the landfill closure and postclosure care (\$21,359) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2014. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County of Imperial is required by state and federal laws to make annual contributions to finance closure and postclosure care. The County is in compliance with these requirements and at June 30, 2014, \$6,000 was held in an Enterprise Fund for these purposes. Any future inflation costs and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

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**Note 10 – Employees’ Retirement System**

The County has a contributory defined benefit pension plan (the “Plan”), operating under the California County Employees Retirement Act of 1937, administered by the Imperial County Employees’ Retirement System (the “Retirement System”). Membership in the Retirement System is mandatory for substantially all employees.

Plan Description - The Retirement System provides for retirement, death, disability, and cost-of-living benefits.

Retirement Allowance – An Employee with 10 or more years of service is entitled to an annual retirement allowance beginning at age 50. The retirement allowance is based upon the member’s age at retirement, final compensation, and the total years of service under the Plan. An employee may elect to receive an allowance in the form of a joint survivor annuity.

Employees terminating before rendering five years of service forfeit the right to receive benefits but may withdraw their contributions and accumulated interest. Employees terminating after five years of service may elect to leave accumulated deposits in the Plan and receive benefits at the time of normal retirement.

Death and Disability Benefits – Upon the death of an active employee, a death benefit, equal to the deceased member’s accumulated contributions and interest, plus 1/12th of the deceased’s final year’s salary, multiplied by the number of completed years of service, but limited to 1/2 annual salary, is paid to beneficiaries. Upon the death of a qualified member, the surviving spouse, as an option, may receive an annual allowance of 60 percent of the member’s retirement allowance as of the date of death. The death of a member due to service-connected injury or disease entitles the decedent’s surviving spouse or child under 18 years of age to receive an annual allowance equal to one-half the member’s final compensation. In addition, the beneficiary of a retiree who dies after retirement while receiving an allowance from the Retirement System, is paid a death benefit of \$5.

An active employee becoming totally disabled as a result of a service-connected injury or disease is paid an annual allowance of the larger of 50 percent of the employee’s compensation, or the normal retirement benefits accumulated by the member as of the date of disability. An active employee who is totally disabled because of a non-service connected disease or injury, receives all vested retirement benefits accumulated as of the date of the disability.

The Retirement System issues a stand-alone financial report, which may be obtained by contacting the Board of Retirement at 1221 W. State Street, El Centro, CA 92243.

Funding Policy - As a condition of participation, employees are required to contribute a percentage of their annual compensation to the Retirement System.

The total covered payroll of employees participating in the Retirement System for the year ended June 30, 2014 was \$105,731. The total County payroll for the year was \$111,682. The total contribution to the Retirement System for 2014 of \$27,564 was made in accordance with actuarial determined requirements computed through an actuarial valuation performed as of June 30, 2014. The County’s contribution was \$17,045. Employee contributions were \$10,519. The amortization period of the unfunded actuarial liability is based on an initial amortization period of 24 years.



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The County's contributions to the Plan, based on actuarial determined percentage of payroll costs, together with employees' contribution, are intended to provide defined benefits when employees retire. This contribution includes amortization of past service costs over 30 years.

The County's annual pension cost and net pension obligation to the Imperial County Employees' Retirement System for the current and six proceeding years is as follows:

<u>Fiscal Year</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage of ARC Contributed</u>
6/30/14	17,000	100%
6/30/13	16,000	100%
6/30/12	13,000	100%
6/30/11	13,000	100%
6/30/10	12,000	100%
6/30/09	10,996	100%
6/30/08	8,956	100%
6/30/07	8,358	100%

**Note 11 - Other Postemployment Employment Benefits (OPEB)**

**Plan Description:** Imperial County is a participant in the Imperial County Employees Retirement System (ICERS), a cost sharing multiple-employer defined benefit public employee retirement system. ICERS provides retirement benefits only. However, County retirees who retire directly for the County are eligible for health coverage in the County self-funded health plans if they meet certain age and service eligibility requirements. The County's self-funded medical and dental plans are administered by Blue Shield of California. In addition, the County contracts with Dental Health Service and Vision Service Plan (VSP) for dental and vision benefits. Retirees may elect to cover spouses in their medical, dental, and vision coverage, However, retirees would be charged the full premium of spouses' medical, dental, and vision coverage.

**Funding Policy:** Currently, the County pays for these benefits on a pay-as-you-go basis. The "annual required contribution" presented below is based on claims experience from July 1, 2013 to June 30, 2014.

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

**Annual OPEB Cost and Net OPEB Obligation:** The County's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

	For the Fiscal Year Ending June 30, 2013	For the Fiscal Year Ending June 30, 2014
<b>Determination of Annual Required Contribution</b>		
Normal Cost	\$ 13,712	\$ 10,913
Amortization of UAAL	<u>11,928</u>	<u>12,002</u>
Annual Required Contribution (ARC)	\$ 25,640	\$ 25,640
<b>Determination of Net OPEB Obligation</b>		
Annual Required Contribution	\$ 25,640	\$ 22,933
Interest on prior year Net OPEB Obligation	2,687	3,363
Adjustment to ARC	<u>(4,032)</u>	<u>(5,048)</u>
Annual OPEB Cost	\$ 24,295	\$ 21,248
County Contributions made	<u>(4,962)</u>	<u>(9,408)</u>
Increase in Net OPEB Obligation	\$ 19,333	\$ 11,840
Net OPEB Obligation – beginning of year	<u>\$ 76,760</u>	<u>\$ 96,093</u>
Net OPEB Obligation – end of year	<u>\$ 96,093</u>	<u>\$ 107,933</u>

The County's annual OPEB cost, the percentage of annual OPEB cost and the net OPEB obligation for the fiscal years ended June 30, 2013 and 2014 are as follows:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
June 30, 2012	\$ 22,353	23.8%	\$ 76,760
June 30, 2013	\$ 24,295	20.4%	\$ 96,093
June 30, 2014	\$ 21,248	16.5%	\$ 107,933

**Funded Status and Funding Progress:** As of June 30, 2014, the most recent actuarial valuation date, the plan was 1.5% funded. The actuarial accrued liability for benefits was \$232 million, and the actuarial value of assets was \$3.5 million, resulting in an unfunded accrued liability of \$228.5 million.

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

**Note 12 - Commitments and Contingencies**

**A. Grants**

The County recognizes as revenues, grant monies received as reimbursement for costs incurred in certain federal and state programs it administers. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. 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 County expects such amounts, if any, to be immaterial.

**B. Litigation**

The County is a defendant in various lawsuits which arise under the normal course of the operations. In the opinion of County Counsel and management, such claims against the County not covered by insurance would not materially affect the combined financial statements of the County.

**C. 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 established self-insurance programs for liability, workers' compensation, unemployment, medical malpractice and auto liability.

The liability insurance has a self-insured retention per claim of \$200 with excess liability insurance of up to \$25,000 per occurrence being provided by independent carriers. Workers' compensation has a self-insured retention per claim of \$300. Unemployment claims are reimbursed to the State of California for claims paid on behalf of the County. The County has a self-insurance group health program for its employees. The health plan has self-insured retention per claim of \$150. The medical malpractice insurance has a self-insured retention per claim of \$200 with excess liability insurance of up to \$9,800 per occurrence being provided by independent carriers. Auto liability insurance has a self-insured retention per claim of \$200.

The activities related to such programs are accounted for in the Loss Reserve Funds (Internal Service Funds). Revenues are primarily provided by other County funds and are intended to cover self-insured claims liabilities, insurance premiums and operating expenses. County officials believe that the assets of the Loss Reserve Funds, together with funds to be provided in the future, will provide adequate resources to meet the County's self-insured claim liabilities as they come true.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Claim liabilities are calculated considering the effects of inflation, recent pay-outs and other economic and social factors. Changes in the balances of claims liabilities during the past year are as follows:

Liability at June 30, 2013	\$ 14,507
Current year claims and changes in estimates	17,429
Claim payments	<u>(17,141)</u>
Liability at June 30, 2014	<u>\$ 14,795</u>

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

**D. Child Support Incentive Funds Audit**

On August 15, 2002, the State of California Department of Finance issued an audit report on the Imperial County Child Support Incentive Funds. The report addressed four areas: 1) understatement of excess incentive funds in the amount of \$28, 2) excess incentive encumbrances were overstated by \$2,754, 3) interest earned and unexpended in the amount of \$342 and a credit for (\$24) for disallowed EDP expenditures, and 4) overstatement of excess incentive expenditures in the amount of \$218. On February 21, 2006, a settlement was reached by the County of Imperial and the State of California. The County of Imperial is to pay \$1,350 to the State of California. The payments are to be made in 60 quarterly payments in the amount of \$23 per quarter beginning July 1, 2006.

**Note 13 – Fund Balances**

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the County is bound to honor constraints on how specific amounts can be spent.

- **Nonspendable Fund Balance** – amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.
- **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.
- **Committed Fund Balance** – amounts that can only be used for specific purposes determined by formal action of the County's highest level of decision-making authority (the Board of Supervisors) and that remain binding unless removed in the same manner. 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. This is also the classification for residual funds in the County's special revenue funds.
- **Unassigned Fund Balance** – the residual classification for the County's General Fund that includes 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.

The Board of Supervisors establishes, modifies or rescinds fund balance commitments and assignments by passage of an ordinance or resolution. This is done through adoption of the budget and subsequent budget amendments that occur throughout the year.

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

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned. A detailed schedule of fund balances at June 30, 2014 is as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>	<u>Total Governmental Funds</u>
<b><u>Nonspendable:</u></b>					
Imprest Cash	\$ 42	\$ 20	\$ -	\$ -	\$ 62
Inventories	401	309	-	-	710
Total nonspendable fund balances	<u>443</u>	<u>329</u>	<u>-</u>	<u>-</u>	<u>772</u>
<b><u>Restricted for:</u></b>					
Tobacco Monies	6,962	-	-	-	6,962
Grant Funds	-	21,915	-	-	21,915
Debt Service	-	-	-	6,415	6,415
Loan Payable	-	-	-	-	-
Total restricted fund balances	<u>6,962</u>	<u>21,915</u>	<u>-</u>	<u>6,415</u>	<u>35,292</u>
<b><u>Committed to:</u></b>					
General	20,411	1,902	-	-	22,313
COPS	-	-	-	-	-
Capital Projects	-	-	2,075	-	2,075
Library Services	-	100	-	-	100
Health Services	-	748	-	-	748
Gateway CSA	-	1,652	-	-	1,652
Juvenile Criminal Justice	-	567	-	-	567
Fish and Game	-	47	-	-	47
Office of Emergency Services	-	167	-	-	167
Law Enforcement Services	-	8,185	-	-	8,185
Geothermal Administration	-	91	-	-	91
Information Systems	-	49	-	-	49
Transportation/Roads	-	1,845	-	-	1,845
Air Pollution Control	-	7,864	-	-	7,864
Solid Waste	-	157	-	-	157
Parks and Recreation	-	81	-	-	81
Total committed fund balances	<u>20,411</u>	<u>23,455</u>	<u>2,075</u>	<u>-</u>	<u>45,941</u>
<b><u>Assigned to:</u></b>					
Encumbrances	2,464	3,481	34,171	-	40,116
Endowment Funds	8,724	-	-	-	8,724
Deposits with Others	-	16,445	-	-	16,445
Revenue Stabilization	3,951	-	-	-	3,951
Capital Outlay	1,713	-	-	-	1,713
Total assigned fund balances	<u>16,852</u>	<u>19,926</u>	<u>34,171</u>	<u>-</u>	<u>70,949</u>
<b><u>Unassigned</u></b>	<u>24,393</u>	<u>(18,940)</u>	<u>(34,262)</u>	<u>-</u>	<u>(28,809)</u>
Total fund balances	<u>\$ 69,061</u>	<u>\$ 46,685</u>	<u>\$ 1,984</u>	<u>\$ 6,415</u>	<u>\$ 124,145</u>

**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**  
**(Dollars in Thousands)**

**Note 14 – Deficit Fund Net Position**

Deficits not visible in the basic financial statements are as follows:

- Closure/Postclosure Fund – Deficit net position of (\$12,029) are the result of revenues being inadequate to cover expenses.
- State Transit Program Asst Fund – Deficit net position of (\$2) are the result of revenues being inadequate to cover expenses.
- Centralized Mail System Fund – Deficit net position of (\$119) are the result of revenues being inadequate to cover expenditures. Management intends to fund deficit net position with adjusted future charges over the next four years.



**Required Supplementary Information  
(Other than MD & A)**





**COUNTY OF IMPERIAL**  
**Required Supplementary Information**  
**For the Fiscal Year Ended June 30, 2014**

**Employees' Retirement System**  
**Schedule of Funding Progress**  
(amounts expressed in millions)

Actuarial Valuation Date	Actuarial Accrued Liability (AAL) (a)	Actuarial Value of Plan Assets (b)	Total Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (e)	UAAL As A Percentage of Annual Covered Payroll (c/e)
6-30-14	\$ 741.2	\$ 659.1	\$ 82.1	88.9%	105.7	77.7%
6-30-13	684.3	612.0	72.3	89.4%	102.5	70.5%
6-30-12	643.3	577.7	65.6	89.8%	100.4	65.3%
6-30-11	613.6	552.2	61.4	90.0%	101.6	60.4%
6-30-10	546.3	524.5	21.8	96.0%	98.1	22.2%
6-30-09	507.6	487.4	20.2	96.0%	93.5	21.6%
6-30-08	466.4	449.7	16.7	96.4%	86.0	19.4%
6-30-07	437.2	420.3	16.9	96.1%	77.8	21.7%
6-30-06	402.0	390.3	11.7	97.1%	71.7	16.3%
6-30-05	366.2	361.4	4.8	98.7%	67.9	7.1%
6-30-04	321.2	326.6	(5.4)	101.7%	67.9	(8.0%)
6-30-03	307.3	301.0	6.3	97.9%	67.7	9.3%
6-30-02	281.3	276.7	4.6	98.4%	71.7	6.4%
6-30-01	259.1	286.5	(27.4)	110.6%	62.8	(43.6%)
6-30-00	230.0	306.6	(76.6)	133.3%	52.7	(145.4%)
6-30-99	207.2	262.1	(54.9)	126.5%	44.7	(122.8%)
6-30-98 (a);(b)	189.7	239.9	(50.2)	126.5%	41.0	(122.4%)
6-30-97	166.7	171.7	(5.0)	103.0%	41.7	(12.0%)
6-30-96 (a);(b)	146.2	132.5	13.7	90.6%	39.6	34.6%

(a) Actuarial valuations are performed biennially with updates annually. For the fiscal years indicated, the actuary provided updates.

(b) Assets valuation was converted to Market Value.

**COUNTY OF IMPERIAL**  
**Required Supplementary Information**  
**For the Fiscal Year Ended June 30, 2014**

**Employees' Retirement System**  
**Schedule of Funding Progress**  
**Required under GASB 45**  
(amounts expressed in millions)

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Actuarial Valuation Date	Actuarial Actuarial Value of Assets	AAL Unit Credit	Total Unfunded Actuarial	Funded Ratio
			UAAL	
06-30-2014	\$ -	\$ 232.0	\$ 232.0	0.0%
06-30-2013	\$ -	\$ 227.0	\$ 227.0	0.0%
06-30-2012	\$ -	\$ 210.9	\$ 210.9	0.0%
06-30-2011	\$ -	\$ 272.1	\$ 272.1	0.0%
06-30-2010	\$ -	\$ 251.6	\$ 251.6	0.0%
06-30-2009	\$ -	\$ 180.4	\$ 180.4	0.0%
06-30-2008	\$ -	\$ 168.8	\$ 168.8	0.0%

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General Fund**

Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Taxes	\$ 30,316	\$ 30,316	\$ 40,470	\$ 10,154
Licenses and permits	2,331	2,331	2,176	(155)
Fines, Forfeitures & Penalties	4,963	4,963	5,811	848
Use of Money & Property	1,282	2,351	1,007	(1,344)
Intergovernmental Aid	88,759	90,469	93,956	3,487
Federal aid	51,746	52,143	55,567	3,424
Charges for Services	30,193	30,820	27,450	(3,370)
Total revenues	209,590	213,393	226,437	13,044
<b>Expenditures:</b>				
Current:				
General Government	20,895	22,539	19,815	2,724
Public Protection	70,823	72,274	67,095	5,179
Health & Sanitation	37,850	37,997	36,351	1,646
Public Assistance	47,522	49,158	81,717	(32,559)
Public Ways & Facilities	882	894	807	87
Total expenditures	177,972	182,862	205,785	(22,923)
Excess of revenues over expenditures	31,618	30,531	20,652	(9,879)
<b>Other financing sources (uses):</b>				
Transfers	-	-	-	-
Changes in Reserves	-	-	-	-
Endowment Funds	-	-	53	53
COP Bonds Uses	-	-	-	-
Proceeds of COP Bonds	-	-	-	-
Net change in fund balances	31,618	30,531	20,705	(9,826)
<b>Fund balances - beginning</b>	48,356	48,356	48,356	-
<b>Fund balances - ending</b>	\$ 79,974	\$ 78,887	\$ 69,061	\$ (9,826)

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

**County of Imperial**  
**Notes to Required Supplementary Information**  
**Budget Comparisons**

June 30, 2014

**Budgetary Information**

In accordance with the provisions of Sections 29000-29143 of the Government Code of the State of California, commonly known as the County Budget Act, the County prepares and adopts a budget on or before August 30, for each fiscal year.

Expenditures are controlled on the object level except for fixed assets expenditures which are controlled on the sub-object level.

Encumbrances, which are commitments related to executor contracts for goods or services, are recorded for budgetary control purposes in the governmental and proprietary fund types. Encumbrance accounting is utilized to assure effective budgetary control and accountability. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end and encumbrances outstanding at that time are liquidated at year-end.

Amendments or transfers of appropriations between objects of expenditure within the same department or between departments within any fund must be approved by the County Executive Office.

Supplemental appropriations necessary and normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. Any deficiency of budgeted revenues and other financing sources over expenditures and other financing uses is financed by beginning fund balances as provided for in the County Budget Act.

The budgetary comparison schedules are presented using the modified accrual basis of accounting. A reconciliation of budgetary information to GAAP information is not needed as there are no differences between the two.



**OTHER SUPPLEMENTAL  
INFORMATION**



## **Non-major Governmental Funds**

### **Special Revenue Funds**

Special Revenue Funds account for revenues derived from specific taxes or other designated revenue sources. Primary revenue sources are: taxes, fines, forfeitures and penalties; use of money and property; aid from other governmental agencies; charges for current services; and other revenues. Expenditures are made only for specific activities legally authorized to be financed from the individual funds.

**Library** - The County Library District, serving a population of approximately 45,300, encompasses all of the unincorporated areas in Imperial County and all cities except Brawley, Calexico, El Centro and Imperial. The Library is located in rural El Centro with branches in Calipatria, Heber, Holtville, Niland, Ocotillo, Desert Shores, Salton City, and Westmorland. The Library collection is supplemented in various ways, including participation with the Serra Cooperative Library System in San Diego and Imperial Counties. Inter-library loan service is available with local libraries and other libraries in California and the California State Library.

**Fire Protection** - The Fire Department is responsible for fire protection only in certain unincorporated areas of the County. To augment its central core of fire-fighting personnel, the County has entered into contractual agreements with incorporated areas near these jurisdictions.

**Public Works Roads Fund** - This fund was established to provide for maintenance and construction of roadways and for specialized engineering services to other governmental units and the public. Revenues consist primarily of the County's share of State highway user's tax and are supplemented by Federal funds, vehicle code fines, and fees and reimbursements for engineering services provided.

**State/Federal Jail Improvement Funds** - The State/Federal Jail Improvement funds were created to account for expenditures to improve jail conditions. These expenditures are reimbursed by the Federal Government and by the State Government.

**Criminal Justice Facilities Fund** - The monies in this fund together with any interest earned thereon may be used for construction, reconstruction, expansion, improvement, operation, or maintenance of County criminal justice and court facilities, and for improvement of criminal justice automated information systems; provided, that in Imperial County, money deposited each year in this fund may also be used for the maintenance, operation, construction, reconstruction, or expansion of County juvenile justice rehabilitation facilities.

**Geothermal Administration** - This budget unit funds the geothermal related activities within the County Departments. Geothermal administration encompasses reviewing geothermal applications, coordination of geothermal activities, providing information within the industry and to the general public and updating various policies and procedures as they relate to geothermal.

**Service Authority Freeway Emergency** - This budget unit was established to identify revenues and expenditures for the installation of emergency call boxes on the Imperial County freeway system.

## **Non-major Governmental Funds**

**Public Works Solid Waste** - This budget unit reflects the cost of the Solid Waste Disposal Program including operation, acquisition, source reduction recycling program, and Closure/Post-Closure requirements. Revenue from user fees, Joint Powers Agreement and charges will be sufficient to make the program fully self-supporting, without a contribution from the County General Fund. The Board established this Special Revenue fund to more accurately reflect the expenditures and revenues associated with the Solid Waste Disposal Program.

**AB443 Local Assistance Law Enforcement Grant** – This budget unit was established to account for funds received from the State to enhance law enforcement activities in rural and small counties.

**Sheriff's Information Technology System** – This budget was established to account for activities related to the expenses regarding the modernization of the Sheriff's Department Information Systems.

**Federal Asset Forfeiture** - In addition to any other fees required by law, a processing fee of eight dollars (\$8) shall be assessed for each disbursement of money collected under a writ of attachment, execution, possession, or sale,. But excluding any action by the district attorney's office for the establishment or enforcement of a child support obligation. The fee shall be collected from the judgment debtor in addition to, and in the same manner as, the money collected under the writ. All proceeds of this fee shall be deposited in a special fund in the county treasury. A separate accounting of funds deposited shall be maintained for each depositor, and funds deposited shall be for the exclusive use of the depositor.

Seventy percent of the moneys in the special fund shall be expended to supplement the county's cost for vehicle fleet replacement and equipment for the sheriff and the marshal. Thirty percent of the moneys in the special fund shall be expended to supplement the county's cost of vehicle and equipment maintenance for the sheriff and the marshal, and for the county's expenses in administering the funds.

No fee shall be charged where the only disbursement is the return of the judgment creditor's deposit for costs.

**BioTerrorism Preparedness** – This account was established to account for funds dedicated to the preparation of a Bio Terrorism Response plan.

**Medi-Cal/CMSP** - To separate the Medi-Cal and CMSP revenues and expenditures from our general fund. Per CEO request.

**Imperial County Economic Development Funds (ICCED)** - The ICCED funds account for revenues and expenditures for various activities and programs including USDA Small Business RLF, ICCED Special Expense Fund, Home Biz Micro-Training, ICCED Micro-Lending Program, USDA POE Waste Water, Gossner Foods, USDA RLF ICCED, ICCED Housing Rehab., Census 2000 County Cost, Heber Housing Rehab. 2000, Ocotillo Housing Rehab., Colonia Technical Asst. Prg., CDBG Micro-Enterprise, CDBG Revolving Loan Fund, CDBG General 1984, CDBG 1984 Jobs Bill, CDBG State, CDBG 1985, Heber Housing Rehab., Mesquite Lake CDBG, Geo. Info. Sys. ICCED, Colonia II Planning Grant, CDBG, Scattered Sites Housing, Colonia III & IV Grant, Enterprise Community, POE Colonia Water Svc., Home Funds 2001, Rural Business



## **Non-major Governmental Funds**

Enterprise, Econ. Dev. PTA Grant, CITCA E-Commerce, CDBG Business Loans/Infrastructure, Comm. Adj. Inv. Prg. Grant, Complete Planning & Tech., and CDBG Housing Rehab.

**Other Special Revenue Funds** - Account for revenues received for various activities and programs including Public Health Environmental Serv., Violence Against Women Pros. Unit, Gateway CSA, IV Food Bank, High Risk Youth TR Student, Major Narco Vert. Pros., HIDTA District Attorney, Juvenile Crime Enforce. & ACG II, School to Work, New River Task Force, Partner Public Health, WIA Funds, Youth Opp. Grant-SOS, SOS Grant Probation, Local Law Enforcement Block Grant, Drug Court, Glamis Dune Grant, Sugar Cane Prj. Ag. Ext., Assessor PTA Program, Fish & Game, Statutory Rape Vertical Prosecution Unit, Office of Emergency Service, Geothermal Admin., Substance Abuse/Perinatal, Probation Training, Sheriff Standard Training, City of Imperial Fire Service, HIDTA Grant Sheriff, Child Abuse (AB1733), E.C. Training Center CYA, Victim Witness Asst., IVAG, Park Bond Act Pioneer Park, Substance Abuse, AB 75 Health, Internet Access Info. Syst., Whitefly Mgmt. Comm., Integrated Waste Mgmt., P.W. Solid Waste Disposal, 1980 Park Bond Act, Desert Agri., Inst., Air Pollution Hazardous Material, Air Pollution Control Special, Park Bond Act Red Hill, Park Bond Act Heber Dunes, Special Prosecutions Unit, Area Agency on Aging, Tobacco Education, Park Bond Act 1988, ARID, OET, Volunteer Program, Source Reduction Recy. Elm., Fiber Optic Network, CNG Facility, Federal Asset Forfeiture, State Asset Forfeiture, Prior Fed. Asset Forfeiture, California Witness Prog., Substance Abuse & Crime Prev., AB 1913 Probation, EDA Grant Probation, SARB Probation, EPSDT Probation, Substance Abuse 2000 Prop. 36, EPSDT FRC Brawley Probation, Star Grant OET, 2000 LLEBG Grant, CX Gang Violence Supp., ICCFFC Juv. Hall Rec. Home, Reclamation Grant, 2001-03 LLEBG Prg., Boating Grant Salton Sea, Street Interdiction Team, Inmate Parenting, Bio-Terrorism Preparedness, IVROP Probation, FAA Grant # 14 Sec. Reg., TSA Grant Security, COPPS School Com. Pol, LLEBG 2002 LB-BX, Off-Highway Enforcement, District Attorney IVSIT.

## **Capital Projects Funds**

The purpose of these funds are to separately account for major acquisition, construction and additions to County buildings and land other than those financed by Enterprise Funds and Internal Service Funds.

## **Debt Service Fund**

The Debt Service Fund is used to account for the accumulation of resources for the payment of principal and interest on the county's pension obligation bonds. There are no combining statements because the County has one Debt Service fund which is reported on the non-major combined financial statements.

**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
June 30, 2014  
(amounts expressed in thousands)

	<b>Special Revenue Funds</b>	<b>Capital Projects Funds</b>	<b>Debt Service Funds</b>	<b>Total</b>
<b>Assets:</b>				
Cash and cash equivalents	\$ 27,530	\$ 1,987	\$ 6,410	\$ 35,927
Cash with Fiscal Agent	-	-	-	-
Deposits with Others	16	-	-	16
Receivables (net):				
Accounts	12,502	73	-	12,575
Interest	2,190	1	5	2,196
Taxes	311	-	-	311
Loan	14,278	-	-	14,278
Due from other funds	6,281	-	-	6,281
Inventories and Prepaid Expenses	309	-	-	309
	<u>\$ 63,417</u>	<u>\$ 2,061</u>	<u>\$ 6,415</u>	<u>\$ 71,893</u>
Total assets				
	<u>\$ 63,417</u>	<u>\$ 2,061</u>	<u>\$ 6,415</u>	<u>\$ 71,893</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,617	\$ 10	\$ -	\$ 1,627
Loan payable	-	65	-	65
Accrued Payroll	1,438	-	-	1,438
Interest Payable	1	-	-	1
Due to other funds	13,676	2	-	13,678
	<u>16,732</u>	<u>77</u>	<u>-</u>	<u>16,809</u>
Total Liabilities				
	<u>16,732</u>	<u>77</u>	<u>-</u>	<u>16,809</u>
<b>Fund balances:</b>				
Nonspendable	329	-	-	329
Restricted	21,915	-	6,415	28,330
Committed	23,455	2,075	-	25,530
Assigned	19,926	34,171	-	54,097
Unassigned	(18,940)	(34,262)	-	(53,202)
	<u>46,685</u>	<u>1,984</u>	<u>6,415</u>	<u>55,084</u>
Total fund balances				
	<u>46,685</u>	<u>1,984</u>	<u>6,415</u>	<u>55,084</u>
Total liabilities and fund balances				
	<u>\$ 63,417</u>	<u>\$ 2,061</u>	<u>\$ 6,415</u>	<u>\$ 71,893</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Special Revenue Funds</b>	<b>Capital Projects Funds</b>	<b>Debt Service Funds</b>	<b>Total</b>
<b>Revenues:</b>				
Taxes	\$ 4,535	\$ -	\$ -	\$ 4,535
Licenses & Permits	2,763	-	-	2,763
Fines, Forfeitures & Penalties	959	-	-	959
Use of Money & Property	1,438	14	18	1,470
State Aid	59,741	-	-	59,741
Federal Aid	14,279	1,020	-	15,299
Charges for Services	14,062	3,900	-	17,962
Sale of Fixed Assets	-	-	-	-
Other Revenues	4,920	509	6,164	11,593
Total Revenues	<u>102,697</u>	<u>5,443</u>	<u>6,182</u>	<u>114,322</u>
<b>Expenditures:</b>				
Current:				
General Government	5,411	4,404	5,976	15,791
Public Protection	21,904	-	-	21,904
Health & Sanitation	13,199	-	-	13,199
Public Assistance	38,804	-	-	38,804
Public Ways & Facilities	16,420	-	-	16,420
Education	-	-	-	-
Total expenditures	<u>95,738</u>	<u>4,404</u>	<u>5,976</u>	<u>106,118</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	901	(1)	-	900
Transfers In (Out)	213	(143)	-	70
Total Other Financing Sources (Uses)	<u>1,114</u>	<u>(144)</u>	<u>-</u>	<u>970</u>
Net change in fund balances	8,073	895	206	9,174
<b>Fund balances - beginning</b>	<u>38,612</u>	<u>1,089</u>	<u>6,209</u>	<u>45,910</u>
<b>Fund balances - ending</b>	<u><u>\$ 46,685</u></u>	<u><u>\$ 1,984</u></u>	<u><u>\$ 6,415</u></u>	<u><u>\$ 55,084</u></u>

**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Library</b>	<b>Fire Protection</b>	<b>Gateway CSA CAO</b>	<b>Public Works Roads</b>	<b>State/ Federal Jail Improvements</b>
<b>Assets:</b>					
Cash and cash equivalents	\$ 35	\$ (1,382)	\$ 1,664	\$ 4,727	\$ 205
Cash with Fiscal Agent	-	-	-	-	-
Deposits with Others	-	-	-	-	-
Receivables (net):	-	-	-	-	-
Accounts	-	20	3	4	-
Interest	-	-	2	2	-
Taxes	19	292	-	-	-
Loan	-	-	-	-	-
Due from other funds	-	100	-	2	-
Inventories and Prepaid Expenses	-	-	-	309	-
<b>Total assets</b>	<b>\$ 54</b>	<b>\$ (970)</b>	<b>\$ 1,669</b>	<b>\$ 5,044</b>	<b>\$ 205</b>
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 1	\$ 39	\$ 10	\$ 323	\$ -
Accrued Payroll	18	227	-	285	-
Interest Payable	-	-	-	-	-
Due to other funds	1	5	1	22	-
<b>Total Liabilities</b>	<b>20</b>	<b>271</b>	<b>11</b>	<b>630</b>	<b>-</b>
<b>Fund balances:</b>					
Nonspendable	-	-	-	309	-
Restricted	-	-	-	2,929	-
Committed	34	-	1,652	-	193
Assigned	-	91	6	1,176	12
Unassigned	-	(1,332)	-	-	-
<b>Total fund balances</b>	<b>34</b>	<b>(1,241)</b>	<b>1,658</b>	<b>4,414</b>	<b>205</b>
<b>Total liabilities and fund balances</b>	<b>\$ 54</b>	<b>\$ (970)</b>	<b>\$ 1,669</b>	<b>\$ 5,044</b>	<b>\$ 205</b>

**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Criminal Justice Facilities</b>	<b>Geothermal Admin.</b>	<b>Substance Abuse</b>	<b>Serv. Authority Freeway Emerg.</b>	<b>Air Pollution Control Special</b>
<b>Assets:</b>					
Cash and cash equivalents	\$ 4,263	\$ 103	\$ 378	\$ 1,084	\$ 2,121
Cash with Fiscal Agent	-	-	-	-	-
Deposits with Others	-	-	-	-	-
Receivables (net):	-	-	-	-	-
Accounts	55	-	331	-	14
Interest	3	-	-	1	2
Taxes	-	-	-	-	-
Loan	-	-	-	-	-
Due from other funds	-	-	1,239	-	40
Inventories and Prepaid Expenses	-	-	-	-	-
<b>Total assets</b>	<b>\$ 4,321</b>	<b>\$ 103</b>	<b>\$ 1,948</b>	<b>\$ 1,085</b>	<b>\$ 2,177</b>
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 3	\$ 17	\$ -	\$ 19
Accrued Payroll	-	-	60	-	114
Interest Payable	-	-	-	-	-
Due to other funds	-	9	1,779	1	138
<b>Total Liabilities</b>	<b>-</b>	<b>12</b>	<b>1,856</b>	<b>1</b>	<b>271</b>
<b>Fund balances:</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	4,321	91	15	1,084	1,888
Assigned	-	-	77	-	18
Unassigned	-	-	-	-	-
<b>Total fund balances</b>	<b>4,321</b>	<b>91</b>	<b>92</b>	<b>1,084</b>	<b>1,906</b>
<b>Total liabilities and fund balances</b>	<b>\$ 4,321</b>	<b>\$ 103</b>	<b>\$ 1,948</b>	<b>\$ 1,085</b>	<b>\$ 2,177</b>

**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Medi-Cal/ CMSP Fund</b>	<b>IHSS Public Authority</b>	<b>MHSA Act Prop # 63</b>	<b>Public Works Impact Fees</b>	<b>Cal-Met Grant</b>
<b>Assets:</b>					
Cash and cash equivalents	\$ 1,199	\$ (2,238)	\$ 230	\$ 760	\$ 877
Cash with Fiscal Agent	-	-	-	-	-
Deposits with Others	-	-	-	-	-
Receivables (net):	-	-	-	-	-
Accounts	-	-	3,299	-	-
Interest	-	-	-	1	-
Taxes	-	-	-	-	-
Loan	-	-	-	-	-
Due from other funds	1,553	2,558	323	-	-
Inventories and Prepaid Expenses	-	-	-	-	-
Total assets	<u>\$ 2,752</u>	<u>\$ 320</u>	<u>\$ 3,852</u>	<u>\$ 761</u>	<u>\$ 877</u>
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ (20)	\$ 119	\$ -	\$ 4
Accrued Payroll	-	9	170	-	-
Interest Payable	-	-	-	-	-
Due to other funds	1,428	-	3,541	-	23
Total Liabilities	<u>1,428</u>	<u>(11)</u>	<u>3,830</u>	<u>-</u>	<u>27</u>
<b>Fund balances:</b>					
Nonspendable	-	-	-	-	20
Restricted	1,324	-	-	-	830
Committed	-	331	11	761	-
Assigned	-	-	11	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>1,324</u>	<u>331</u>	<u>22</u>	<u>761</u>	<u>850</u>
Total liabilities and fund balances	<u>\$ 2,752</u>	<u>\$ 320</u>	<u>\$ 3,852</u>	<u>\$ 761</u>	<u>\$ 877</u>

**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Sheriff's Dev Fees Unic</b>	<b>MHSA PEI</b>	<b>MHSA Innovation</b>	<b>Measure D LTA Road Funds</b>	<b>Prop 1B State Funds PW</b>
<b>Assets:</b>					
Cash and cash equivalents	\$ 984	\$ 1,567	\$ 835	\$ 4,460	\$ 2,523
Cash with Fiscal Agent	-	-	-	-	-
Deposits with Others	-	-	-	-	-
Receivables (net):	-	-	-	-	-
Accounts	-	112	29	-	-
Interest	1	1	1	4	3
Taxes	-	-	-	-	-
Loan	-	-	-	-	-
Due from other funds	-	111	18	-	-
Inventories and Prepaid Expenses	-	-	-	-	-
<b>Total assets</b>	<b>\$ 985</b>	<b>\$ 1,791</b>	<b>\$ 883</b>	<b>\$ 4,464</b>	<b>\$ 2,526</b>
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 1	\$ 45	\$ 178	\$ -
Accrued Payroll	-	18	-	-	-
Interest Payable	-	-	-	-	-
Due to other funds	-	1,772	838	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>1,791</b>	<b>883</b>	<b>178</b>	<b>-</b>
<b>Fund balances:</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	4,286	1,657
Committed	985	-	-	-	-
Assigned	-	1	-	-	869
Unassigned	-	(1)	-	-	-
<b>Total fund balances</b>	<b>985</b>	<b>-</b>	<b>-</b>	<b>4,286</b>	<b>2,526</b>
<b>Total liabilities and fund balances</b>	<b>\$ 985</b>	<b>\$ 1,791</b>	<b>\$ 883</b>	<b>\$ 4,464</b>	<b>\$ 2,526</b>

**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>MHSA Wet Work Education &amp; Training</b>	<b>MHSA CFIN Capital Facilities</b>	<b>Prop 1B FY 08-09 2 Yrs Phase 2</b>	<b>Community Corrections Probation</b>	<b>Stonegarden 2010</b>
<b>Assets:</b>					
Cash and cash equivalents	\$ 530	\$ 935	\$ 316	\$ -	\$ 16
Cash with Fiscal Agent	-	-	-	-	-
Deposits with Others	-	-	-	-	-
Receivables (net):	-	-	-	-	-
Accounts	-	-	-	-	-
Interest	-	1	1	-	-
Taxes	-	-	-	-	-
Loan	-	-	-	-	-
Due from other funds	-	-	-	167	-
Inventories and Prepaid Expenses	-	-	-	-	-
Total assets	<u>\$ 530</u>	<u>\$ 936</u>	<u>\$ 317</u>	<u>\$ 167</u>	<u>\$ 16</u>
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 3	\$ 12	\$ -	\$ -	\$ 4
Accrued Payroll	-	-	-	-	-
Interest Payable	-	-	-	-	-
Due to other funds	527	924	-	460	-
Total Liabilities	<u>530</u>	<u>936</u>	<u>-</u>	<u>460</u>	<u>4</u>
<b>Fund balances:</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	317	-	-
Committed	-	-	-	-	-
Assigned	1	3	-	-	79
Unassigned	(1)	(3)	-	(293)	(67)
Total fund balances	<u>-</u>	<u>-</u>	<u>317</u>	<u>(293)</u>	<u>12</u>
Total liabilities and fund balances	<u>\$ 530</u>	<u>\$ 936</u>	<u>\$ 317</u>	<u>\$ 167</u>	<u>\$ 16</u>



**COUNTY OF IMPERIAL**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>ICCED Funds</b>	<b>Other Special Revenue Funds</b>	<b>Total</b>
<b>Assets:</b>			
Cash and cash equivalents	\$ (71)	\$ 1,409	\$ 27,530
Cash with Fiscal Agent	-	-	-
Deposits with Others	-	16	16
Receivables (net):	-	-	
Accounts	420	8,214	12,501
Interest	2,152	14	2,189
Taxes	-	-	311
Loan	12,638	1,640	14,278
Due from other funds	-	171	6,282
Inventories and Prepaid Expenses	-	-	309
	<u>\$ 15,139</u>	<u>\$ 11,464</u>	<u>\$ 63,416</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 3	\$ 856	\$ 1,617
Accrued Payroll	-	536	1,437
Interest Payable	-	1	1
Due to other funds	60	2,146	13,675
	<u>63</u>	<u>3,539</u>	<u>16,730</u>
<b>Fund balances:</b>			
Nonspendable	-	-	329
Restricted	740	9,832	21,915
Committed	-	12,089	23,455
Assigned	14,852	2,731	19,927
Unassigned	(516)	(16,727)	(18,940)
	<u>15,076</u>	<u>7,925</u>	<u>46,686</u>
Total fund balances	<u>15,076</u>	<u>7,925</u>	<u>46,686</u>
Total liabilities and fund balances	<u>\$ 15,139</u>	<u>\$ 11,464</u>	<u>\$ 63,416</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Library</b>	<b>Fire Protection</b>	<b>Gateway CSA CAO</b>	<b>Public Works Roads</b>
<b>Revenues:</b>				
Taxes	\$ 289	\$ 4,247	\$ -	\$ -
Licenses & Permits	-	-	-	177
Fines, Forfeitures & Penalties	-	-	-	-
Use of Money & Property	-	-	9	10
Intergovernmental	20	77	-	14,780
Federal Aid	-	19	-	205
Charges for Services	15	2,505	337	414
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	1	-	204
Total Revenues	<u>324</u>	<u>6,849</u>	<u>346</u>	<u>15,790</u>
<b>Expenditures:</b>				
Current:				
General Government	-	-	-	-
Public Protection	-	6,936	-	-
Health & Sanitation	-	-	-	-
Public Assistance	302	-	-	-
Public Ways & Facilities	-	-	489	13,567
Total expenditures	<u>302</u>	<u>6,936</u>	<u>489</u>	<u>13,567</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	-	-	(42)
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(42)</u>
Net change in fund balances	22	(87)	(143)	2,181
<b>Fund balances - beginning</b>	<u>12</u>	<u>(1,154)</u>	<u>1,801</u>	<u>2,233</u>
<b>Fund balances - ending</b>	<u>\$ 34</u>	<u>\$ (1,241)</u>	<u>\$ 1,658</u>	<u>\$ 4,414</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>State/ Federal Jail Improvements</b>	<b>Criminal Justice Facilities</b>	<b>Geothermal Admin.</b>	<b>Substance Abuse</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-
Fines, Forfeitures & Penalties	-	755	-	-
Use of Money & Property	1	15	1	2
Intergovernmental	-	-	23	1,832
Federal Aid	-	-	28	(47)
Charges for Services	-	-	11	647
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>1</u>	<u>770</u>	<u>63</u>	<u>2,434</u>
<b>Expenditures:</b>				
Current:				
General Government	-	-	-	-
Public Protection	17	91	-	-
Health & Sanitation	-	-	-	2,434
Public Assistance	-	-	197	-
Public Ways & Facilities	-	-	-	-
Total expenditures	<u>17</u>	<u>91</u>	<u>197</u>	<u>2,434</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	<u>-</u>	<u>972</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>972</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(16)	1,651	(134)	-
<b>Fund balances - beginning</b>	<u>221</u>	<u>2,670</u>	<u>225</u>	<u>92</u>
<b>Fund balances - ending</b>	<u>\$ 205</u>	<u>\$ 4,321</u>	<u>\$ 91</u>	<u>\$ 92</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Serv. Authority Freeway Emerg.</b>	<b>Air Pollution Control Special</b>	<b>Medi-Cal CMSP Fund</b>	<b>IHSS Public Authority</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	1,380	-	-
Fines, Forfeitures & Penalties	-	40	-	-
Use of Money & Property	5	9	-	-
Intergovernmental	167	418	7,702	9,437
Federal Aid	-	250	-	-
Charges for Services	-	117	-	47
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>172</u>	<u>2,214</u>	<u>7,702</u>	<u>9,484</u>
<b>Expenditures:</b>				
Current:				
General Government	-	-	-	-
Public Protection	-	-	-	-
Health & Sanitation	-	2,106	-	-
Public Assistance	-	-	8,011	9,620
Public Ways & Facilities	115	-	-	-
Total expenditures	<u>115</u>	<u>2,106</u>	<u>8,011</u>	<u>9,620</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	57	108	(309)	(136)
<b>Fund balances - beginning</b>	<u>1,027</u>	<u>1,798</u>	<u>1,633</u>	<u>467</u>
<b>Fund balances - ending</b>	<u>\$ 1,084</u>	<u>\$ 1,906</u>	<u>\$ 1,324</u>	<u>\$ 331</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>MHSA Act Prop # 63</b>	<b>Public Works Impact Fees</b>	<b>Cal-Met Grant</b>	<b>Sheriff's Dev Fees Unic</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-
Fines, Forfeitures & Penalties	-	-	-	-
Use of Money & Property	5	4	-	5
Intergovernmental	4,665	-	484	-
Federal Aid	5,304	-	-	-
Charges for Services	1,398	67	-	12
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>11,372</u>	<u>71</u>	<u>484</u>	<u>17</u>
<b>Expenditures:</b>				
Current:				
General Government	-	-	-	-
Public Protection	-	-	-	-
Health & Sanitation	-	-	-	-
Public Assistance	11,372	-	297	-
Public Ways & Facilities	-	-	-	-
Total expenditures	<u>11,372</u>	<u>-</u>	<u>297</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	71	187	17
<b>Fund balances - beginning</b>	<u>22</u>	<u>690</u>	<u>663</u>	<u>968</u>
<b>Fund balances - ending</b>	<u>\$ 22</u>	<u>\$ 761</u>	<u>\$ 850</u>	<u>\$ 985</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>MHSA PEI</b>	<b>MHSA Innovation</b>	<b>Measure D LTD Road Funds</b>	<b>Prop 1 B State Funds PW</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-
Fines, Forfeitures & Penalties	-	-	-	-
Use of Money & Property	7	4	19	18
Intergovernmental	741	154	3,891	-
Federal Aid	11	-	-	-
Charges for Services	330	-	2,853	-
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>1,089</u>	<u>158</u>	<u>6,763</u>	<u>18</u>
<b>Expenditures:</b>				
Current:				
General Government	-	-	5,286	-
Public Protection	-	-	-	-
Health & Sanitation	1,089	158	-	-
Public Assistance	-	-	-	-
Public Ways & Facilities	-	-	-	1,395
Total expenditures	<u>1,089</u>	<u>158</u>	<u>5,286</u>	<u>1,395</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	1,477	(1,377)
<b>Fund balances - beginning</b>	<u>-</u>	<u>-</u>	<u>2,809</u>	<u>3,903</u>
<b>Fund balances - ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,286</u>	<u>\$ 2,526</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>MHSA Wet Work Education &amp; Training</b>	<b>MHSA CFTN Capital Facilities</b>	<b>Prop 1B FY 08-09 2Yrs Phase 2</b>	<b>Community Corrections Probation</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-
Fines, Forfeitures & Penalties	-	-	-	-
Use of Money & Property	4	5	6	-
Intergovernmental	57	441	-	2,366
Federal Aid	-	-	-	-
Charges for Services	-	1	-	-
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>61</u>	<u>447</u>	<u>6</u>	<u>2,366</u>
<b>Expenditures:</b>				
Current:				
General Government	-	-	-	-
Public Protection	-	-	-	2,659
Health & Sanitation	61	447	-	-
Public Assistance	-	-	1,467	-
Public Ways & Facilities	-	-	-	-
Total expenditures	<u>61</u>	<u>447</u>	<u>1,467</u>	<u>2,659</u>
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(1,461)	(293)
<b>Fund balances - beginning</b>	<u>-</u>	<u>-</u>	<u>1,778</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 317</u>	<u>\$ (293)</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Special Revenue Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Stonegarden 2010</b>	<b>ICCED Funds</b>	<b>Other Special Revenue Funds</b>	<b>Total</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ 4,536
Licenses & Permits	-	-	1,207	2,764
Fines, Forfeitures & Penalties	-	-	164	959
Use of Money & Property	-	2	1,310	1,441
Intergovernmental	-	384	12,105	59,744
Federal Aid	-	111	8,397	14,278
Charges for Services	-	87	5,219	14,060
Sale of Fixed Assets	-	-	-	-
Other Revenues	-	490	4,225	4,920
Total Revenues	-	1,074	32,627	102,702
<b>Expenditures:</b>				
Current:				
General Government	-	-	125	5,411
Public Protection	684	-	11,518	21,905
Health & Sanitation	-	-	6,906	13,201
Public Assistance	-	1,296	6,243	38,805
Public Ways & Facilities	-	-	854	16,420
Total expenditures	684	1,296	25,646	95,742
<b>Other Financing Sources (Uses):</b>				
Changes in Reserves	-	385	558	901
Transfers In (Out)	-	(1)	(757)	214
Total Other Financing Sources (Uses)	-	384	(199)	1,115
Net change in fund balances	(684)	162	6,782	8,075
<b>Fund balances - beginning</b>	696	14,914	1,143	38,611
<b>Fund balances - ending</b>	\$ 12	\$ 15,076	\$ 7,925	\$ 46,686



**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Library**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Taxes	\$ 265	\$ 265	\$ 289	\$ 24
Fines, Forfeitures and Penalties	-	-	-	-
Use of Money & Property	1	1	-	(1)
Intergovernmental Revenue	10	21	20	(1)
Charges for Services	5	10	15	5
Other Revenues	-	-	-	-
Total revenues	281	297	324	27
<b>Expenditures:</b>				
Education:				
Salaries and Benefits	350	360	355	5
Services and Supplies	90	115	104	11
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	(19)	(157)	138
Contribution Non-County	-	-	-	-
Total expenditures	440	456	302	154
<b>Other Financing Sources:</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	(159)	(159)	22	(127)
<b>Fund balances - beginning</b>	12	12	12	-
<b>Fund balances - ending</b>	\$ (147)	\$ (147)	\$ 34	\$ (127)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Fire Protection**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Taxes	\$ 3,533	\$ 3,533	\$ 4,247	\$ 714
Fines, Forfeitures and Penalties	-	-	-	-
Use of Money & Property	-	-	-	-
Intergovernmental Revenues	75	75	77	2
Federal Revenues	-	19	19	-
Charges for Services	2,620	2,845	2,505	(340)
Other Revenues	-	-	1	1
Sale of Fixed Assets	-	-	-	-
Total revenues	6,228	6,472	6,849	377
<b>Expenditures:</b>				
Public Protection:				
Salaries and Benefits	4,909	5,109	5,052	57
Services and Supplies	1,486	1,650	1,475	175
Other Charges	38	36	32	4
Capital Outlay	350	538	522	16
Other Financing	(207)	(220)	(146)	(74)
Intra Fund Transfers	(350)	(350)	1	(351)
Inter Fund Transfers	-	-	-	-
Contingenecies	2	2	-	2
Total expenditures	6,228	6,765	6,936	(171)
<b>Other Financing Sources:</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	-	(293)	(87)	(206)
<b>Fund balances - beginning</b>	(1,154)	(1,154)	(1,154)	-
<b>Fund balances - ending</b>	\$ (1,154)	\$ (1,447)	\$ (1,241)	\$ (206)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Gateway CSA Admin. Water & Sewer**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 10	\$ 10	\$ 9	\$ (1)
Federal Revenues	-	-	-	-
Charges for Services	323	323	337	14
Total revenues	333	333	346	13
<b>Expenditures:</b>				
Public Ways & Facilities:				
Salaries & Benefits	-	-	-	-
Services and Supplies	315	515	470	45
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra-Fund Transfers	214	14	19	(5)
Contingencies	-	-	-	-
Total expenditures	529	529	489	40
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	(196)	(196)	(143)	(53)
<b>Fund balances - beginning</b>	1,801	1,801	1,801	-
<b>Fund balances - ending</b>	<u>\$ 1,605</u>	<u>\$ 1,605</u>	<u>\$ 1,658</u>	<u>\$ (53)</u>

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Public Works Roads**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Licenses & Permits	\$ 160	\$ 160	\$ 177	\$ 17
Use of Money & Property	25	25	10	(15)
Intergovernmental Revenue	11,670	11,670	14,780	3,110
Federal Revenues	3,346	3,346	205	(3,141)
Charges for Current Services	517	517	414	(103)
Other Revenues	-	-	204	204
Sale of Fixed Assets	-	-	-	-
Total revenues	15,718	15,718	15,790	72
<b>Expenditures:</b>				
Public Ways & Facilities:				
Salaries and Benefits	6,948	7,010	5,960	1,050
Services and Supplies	10,304	11,832	7,138	4,694
Other Charges	-	2	-	2
Capital Outlay	2,293	2,958	976	1,982
Other Financing	-	-	(27)	27
Intra Fund Transfers	-	(936)	(514)	(422)
Inter Fund Transfers	100	257	34	223
Contingenecies	-	-	-	-
Total expenditures	19,645	21,123	13,567	7,556
<b>Other Financing Sources:</b>				
Changes in Reserves	-	-	(42)	42
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	(42)	42
Excess of revenues over expenditures	(3,927)	(5,405)	2,181	(7,586)
<b>Fund balances - beginning</b>	2,233	2,233	2,233	-
<b>Fund balances - ending</b>	\$ (1,694)	\$ (3,172)	\$ 4,414	\$ (7,586)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**State/Federal Jail Improvements**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 2	\$ 2	\$ 1	\$ (1)
Fines, Forfeitures and Penalties	-	-	-	-
Intergovernmental Revenue	-	-	-	-
Federal aid	-	-	-	-
Charges for Services	-	-	-	-
Total revenues	2	2	1	(1)
<b>Expenditures:</b>				
Public Protection:				
Services and Supplies	85	86	17	69
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	-	-	-
Inter Fund Transfers	-	-	-	-
Total expenditures	85	86	17	69
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	(83)	(84)	(16)	(68)
<b>Fund balances - beginning</b>	221	221	221	-
<b>Fund balances - ending</b>	\$ 138	\$ 137	\$ 205	\$ (68)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Criminal Justice Facilities**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Fines, Forfeitures & Penalties	\$ 700	\$ 700	\$ 755	\$ 55
Use of Money & Property	25	25	15	(10)
Intergovernmental Revenues	-	-	-	-
Charges for Services	-	-	-	-
Total revenues	725	725	770	45
<b>Expenditures:</b>				
Public Protection:				
Services and Supplies	-	-	-	-
Other Charges	-	-	-	-
Capital Assets	-	-	-	-
Other Financing	-	91	91	-
Intrafund Transfers	-	(91)	-	(91)
Interfund Transfers	-	-	-	-
Total expenditures	-	-	91	(91)
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	972	(972)
Total Other Financing Sources (Uses)	-	-	972	(972)
Excess of revenues over expenditures	725	725	1,651	(926)
<b>Fund balances - beginning</b>	2,670	2,670	2,670	-
<b>Fund balances - ending</b>	\$ 3,395	\$ 3,395	\$ 4,321	\$ (926)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Geothermal Administration**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 2	\$ 2	\$ 1	\$ (1)
Intergovernmental Revenue	-	-	23	23
Federal Revenues	25	25	28	3
Charges for Services	11	11	11	-
Total revenues	38	38	63	25
<b>Expenditures:</b>				
Public Assistance:				
Salaries & Benefits	-	-	-	-
Services and Supplies	205	205	197	8
Other Charges	40	40	-	40
Other Financing	-	-	-	-
Intra-Fund Transfers	-	-	-	-
Total expenditures	245	245	197	48
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	(207)	(207)	(134)	(73)
<b>Fund balances - beginning</b>	225	225	225	-
<b>Fund balances - ending</b>	\$ 18	\$ 18	\$ 91	\$ (73)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Substance Abuse**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 1	\$ 1	\$ 1	\$ -
Intergovernmental Revenue	1,893	1,893	1,832	(61)
Federal Revenue	134	134	(47)	(181)
Charges for Services	472	472	647	175
Other Revenues	-	-	-	-
Total revenues	2,500	2,500	2,433	(67)
<b>Expenditures:</b>				
Health & Sanitation:				
Salaries & Benefits	1,508	1,363	1,275	88
Services and Supplies	1,329	1,478	1,512	(34)
Other Finance Sources	-	-	(102)	102
Intra Fund Transfers	(300)	(300)	(252)	(48)
Total expenditures	2,537	2,541	2,433	108
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	(37)	(41)	-	(41)
<b>Fund balances - beginning</b>	92	92	92	-
<b>Fund balances - ending</b>	\$ 55	\$ 51	\$ 92	\$ (41)



**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Service Authority Freeway Emergency**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 14	\$ 14	\$ 5	\$ (9)
Intergovernmental Revenue	180	180	167	(13)
Charges for Services	-	-	-	-
Total revenues	194	194	172	(22)
<b>Expenditures:</b>				
Public Ways & Facilities:				
Services and Supplies	113	113	107	6
Intra Fund Transfers	15	15	8	7
Total expenditures	128	128	115	13
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	66	66	57	9
<b>Fund balances - beginning</b>	1,027	1,027	1,027	-
<b>Fund balances - ending</b>	<u>\$ 1,093</u>	<u>\$ 1,093</u>	<u>\$ 1,084</u>	<u>\$ 9</u>

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Air Pollution Control**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Licenses & Permits	\$ 1,134	\$ 1,134	\$ 1,380	\$ 246
Fines, Forfeitures & Penalties	40	40	40	-
Use of Money & Property	10	10	8	(2)
Intergovernmental Revenue	362	665	418	(247)
Federal Revenues	130	130	250	120
Charges for Current Services	76	76	117	41
Other Revenues	-	-	-	-
Sale of Fixed Assets	-	-	-	-
Total revenues	1,752	2,055	2,213	158
<b>Expenditures:</b>				
Health & Sanitation:				
Salaries and Benefits	1,868	1,870	1,809	61
Services and Supplies	1,141	1,453	941	512
Other Charges	-	-	-	-
Capital Outlay	-	-	2	(2)
Other Financing	-	-	-	-
Intra Fund Transfers	(722)	(729)	(647)	(82)
Inter Fund Transfers	-	-	-	-
Contingenecies	-	-	-	-
Total expenditures	2,287	2,594	2,105	489
<b>Other Financing Sources:</b>				
Changes in Reserves	-	-	-	-
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	(535)	(539)	108	(647)
<b>Fund balances - beginning</b>	1,798	1,798	1,798	-
<b>Fund balances - ending</b>	\$ 1,263	\$ 1,259	\$ 1,906	\$ (647)

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Medi-Cal CMSP Fund**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenue	7,690	7,690	7,702	12
Charges for Services	-	-	-	-
Total revenues	7,690	7,690	7,702	12
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	-	-	-	-
Services and Supplies	-	-	-	-
Other Charges	7,690	7,690	8,011	(321)
Capital Outlay	-	-	-	-
Inter Fund Transfers	-	-	-	-
Total expenditures	7,690	7,690	8,011	(321)
Excess of revenues over expenditures	-	-	(309)	(309)
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	-	-	(309)	(309)
<b>Fund balances - beginning</b>	1,633	1,633	1,633	-
<b>Fund balances - ending</b>	\$ 1,633	\$ 1,633	\$ 1,324	\$ (309)

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**IHSS Public Authority**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenue	7,623	9,523	9,438	(85)
Federal Revenues	-	-	-	-
Charges for Services	78	78	47	(31)
Other Revenues	-	-	-	-
Total revenues	7,701	9,601	9,485	(116)
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	204	204	197	7
Services and Supplies	159	161	153	8
Other Charges	7,338	9,239	9,271	(32)
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	-	-	-
Inter Fund Transfers	-	-	-	-
Total expenditures	7,701	9,604	9,621	(17)
Excess of revenues over expenditures	-	(3)	(136)	(133)
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	-	(3)	(136)	(133)
<b>Fund balances - beginning</b>	467	467	467	-
<b>Fund balances - ending</b>	\$ 467	\$ 464	\$ 331	\$ (133)

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**MHSA ACT PROP #63**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ 5	\$ 5
Intergovernmental Revenue	8,726	8,726	4,665	(4,061)
Federal Revenues	5,468	5,468	5,304	(164)
Charges for Services	247	247	1,398	1,151
Other Revenues	1	1	-	(1)
Total revenues	14,442	14,442	11,372	(3,070)
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	4,246	4,246	2,740	1,506
Services and Supplies	9,032	9,045	8,344	701
Other Charges	80	80	45	35
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	403	403	243	160
Inter Fund Transfers	-	-	-	-
Total expenditures	13,761	13,774	11,372	2,402
Excess of revenues over expenditures	681	668	-	(668)
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	681	668	-	(668)
<b>Fund balances - beginning</b>	22	22	22	-
<b>Fund balances - ending</b>	\$ 703	\$ 690	\$ 22	\$ (668)

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Public Works Impact Fees**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 5	\$ 5	\$ 4	\$ (1)
Intergovernmental Revenue	-	-	-	-
Federal Revenues	-	-	-	-
Charges for Services	25	25	67	42
Other Revenues	-	-	-	-
Total revenues	30	30	71	41
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	-	-	-	-
Services and Supplies	-	-	-	-
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	-	-	-
Inter Fund Transfers	-	-	-	-
Total expenditures	-	-	-	-
Excess of revenues over expenditures	30	30	71	41
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	30	30	71	41
<b>Fund balances - beginning</b>	690	690	690	-
<b>Fund balances - ending</b>	<u>\$ 720</u>	<u>\$ 720</u>	<u>\$ 761</u>	<u>\$ 41</u>

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Cal-MMet Grant**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenue	488	488	484	(4)
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Other Revenues	-	-	-	-
Total revenues	488	488	484	(4)
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	-	-	-	-
Services and Supplies	495	495	297	198
Other Charges	-	-	-	-
Capital Outlay	32	32	-	32
Other Financing	-	-	-	-
Intra Fund Transfers	(40)	(40)	-	(40)
Inter Fund Transfers	-	-	-	-
Total expenditures	487	487	297	190
Excess of revenues over expenditures	1	1	187	186
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	1	1	187	186
<b>Fund balances - beginning</b>	663	663	663	-
<b>Fund balances - ending</b>	\$ 664	\$ 664	\$ 850	\$ 186

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Sheriff's Dev. Fees**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 7	\$ 7	\$ 5	\$ (2)
Intergovernmental Revenue	-	-	-	-
Federal Revenues	-	-	-	-
Charges for Services	6	6	12	6
Other Revenues	-	-	-	-
Total revenues	13	13	17	4
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	-	-	-	-
Services and Supplies	-	-	-	-
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	-	-	-
Inter Fund Transfers	-	-	-	-
Total expenditures	-	-	-	-
Excess of revenues over expenditures	13	13	17	4
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	13	13	17	4
<b>Fund balances - beginning</b>	968	968	968	-
<b>Fund balances - ending</b>	<u>\$ 981</u>	<u>\$ 981</u>	<u>\$ 985</u>	<u>\$ 4</u>



**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**MHSA PEI**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 5	\$ 5	\$ 6	\$ 1
Intergovernmental Revenue	1,814	1,814	741	(1,073)
Federal Revenues	-	-	11	11
Charges for Services	261	261	330	69
Other Revenues	-	-	-	-
Total revenues	2,080	2,080	1,088	(992)
<b>Expenditures:</b>				
Health & Sanitation:				
Salaries and Benefits	608	608	444	164
Services and Supplies	1,351	1,352	665	687
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	(123)	(123)	(21)	(102)
Inter Fund Transfers	-	-	-	-
Total expenditures	1,836	1,837	1,088	749
Excess of revenues over expenditures	244	243	-	(243)
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	244	243	-	(243)
<b>Fund balances - beginning</b>	-	-	-	-
<b>Fund balances - ending</b>	<u>\$ 244</u>	<u>\$ 243</u>	<u>\$ -</u>	<u>\$ (243)</u>

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**MHSA Innovation**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 6	\$ 6	\$ 4	\$ (2)
Intergovernmental Revenue	618	618	154	(464)
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Other Revenues	-	-	-	-
Total revenues	624	624	158	(466)
<b>Expenditures:</b>				
Health & Sanitation:				
Salaries and Benefits	-	-	-	-
Services and Supplies	96	96	125	(29)
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	27	27	33	(6)
Inter Fund Transfers	-	-	-	-
Total expenditures	123	123	158	(35)
Excess of revenues over expenditures	501	501	-	(501)
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	501	501	-	(501)
<b>Fund balances - beginning</b>	-	-	-	-
<b>Fund balances - ending</b>	<u>\$ 501</u>	<u>\$ 501</u>	<u>\$ -</u>	<u>\$ (501)</u>

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Measure D LTA Road Funds**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 10	\$ 10	\$ 19	\$ 9
Intergovernmental Revenue	3,000	3,000	3,891	891
Federal Revenues	-	-	-	-
Charges for Services	-	-	2,853	2,853
Other Revenues	-	-	-	-
Total revenues	3,010	3,010	6,763	3,753
<b>Expenditures:</b>				
Salaries and Benefits	-	-	-	-
Services and Supplies	2,199	5,454	5,086	368
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	(3,255)	200	(3,455)
Inter Fund Transfers	-	-	-	-
Total expenditures	2,199	2,199	5,286	(3,087)
Excess of revenues over expenditures	811	811	1,477	666
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	811	811	1,477	666
<b>Fund balances - beginning</b>	2,809	2,809	2,809	-
<b>Fund balances - ending</b>	\$ 3,620	\$ 3,620	\$ 4,286	\$ 666

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Prop 1 B State Funds PW**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ 18	\$ 18
Intergovernmental Revenue	-	-	-	-
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Other Revenues	-	-	-	-
Total revenues	-	-	18	18
<b>Expenditures:</b>				
Public Ways & Facilities:				
Salaries and Benefits	-	-	-	-
Services and Supplies	-	4,454	1,394	3,060
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Other Financing	-	-	-	-
Intra Fund Transfers	-	(4,454)	1	(4,455)
Inter Fund Transfers	-	-	-	-
Total expenditures	-	-	1,395	(1,395)
Excess of revenues over expenditures	-	-	(1,377)	(1,377)
<b>Other financing sources (uses):</b>				
Transfers In (Out)	-	-	-	-
Net change in fund balances	-	-	(1,377)	(1,377)
<b>Fund balances - beginning</b>	3,903	3,903	3,903	-
<b>Fund balances - ending</b>	<u>\$ 3,903</u>	<u>\$ 3,903</u>	<u>\$ 2,526</u>	<u>\$ (1,377)</u>

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**MHSA Wet Work Education & Training**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 3	\$ 3	\$ 4	\$ 1
Intergovernmental Revenue	887	887	57	(830)
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Total revenues	890	890	61	(829)
<b>Expenditures:</b>				
Health & Sanitation:				
Services and Supplies	890	891	61	830
Other Charges	-	-	-	-
Other Financing	-	-	-	-
Intra-Fund Transfers	-	-	-	-
Total expenditures	890	891	61	830
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	-	(1)	-	(1)
<b>Fund balances - beginning</b>	-	-	-	-
<b>Fund balances - ending</b>	\$ -	\$ (1)	\$ -	\$ (1)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**MHSA CFTN Capital Facilities**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 7	\$ 7	\$ 5	\$ (2)
Intergovernmental Revenue	1,811	1,811	441	(1,370)
Federal Revenues	-	-	-	-
Charges for Services	-	-	1	1
Total revenues	1,818	1,818	447	(1,371)
<b>Expenditures:</b>				
Health & Sanitation:				
Services and Supplies	1,818	1,808	437	1,371
Capital Outlay	-	11	10	1
Other Charges	-	-	-	-
Other Financing	-	-	-	-
Intra-Fund Transfers	-	-	-	-
Total expenditures	1,818	1,819	447	1,372
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	-	(1)	-	(1)
<b>Fund balances - beginning</b>	-	-	-	-
<b>Fund balances - ending</b>	\$ -	\$ (1)	\$ -	\$ (1)

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Prop 1B FY 08-09 Phase 2**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ 25	\$ 25	\$ 6	\$ (19)
Intergovernmental Revenue	3,800	3,800	-	(3,800)
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Total revenues	3,825	3,825	6	(3,819)
<b>Expenditures:</b>				
Public Assistance:				
Services and Supplies	2,560	2,560	1,467	1,093
Other Charges	-	-	-	-
Other Financing	-	-	-	-
Intra-Fund Transfers	-	-	-	-
Total expenditures	2,560	2,560	1,467	1,093
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	1,265	1,265	(1,461)	2,726
<b>Fund balances - beginning</b>	1,778	1,778	1,778	-
<b>Fund balances - ending</b>	\$ 3,043	\$ 3,043	\$ 317	\$ 2,726

**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Community Corrections Probation**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenue	3,647	3,647	2,366	(1,281)
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Total revenues	3,647	3,647	2,366	(1,281)
<b>Expenditures:</b>				
Public Protection:				
Services and Supplies	3,647	-	-	-
Other Charges	-	-	-	-
Other Financing	-	3,647	2,659	988
Intra-Fund Transfers	-	-	-	-
Total expenditures	3,647	3,647	2,659	988
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	-	-	(293)	293
<b>Fund balances - beginning</b>	-	-	-	-
<b>Fund balances - ending</b>	\$ -	\$ -	\$ (293)	\$ 293



**COUNTY OF IMPERIAL**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual**  
**Stonegarden 2010**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Use of Money & Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenue	-	-	-	-
Federal Revenues	-	-	-	-
Charges for Services	-	-	-	-
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Public Protection:				
Services and Supplies	-	253	246	7
Capital Outlay	-	100	97	3
Other Charges	-	410	341	69
Other Financing	-	-	-	-
Intra-Fund Transfers	-	-	-	-
Total expenditures	-	763	684	79
<b>Other Financing Sources:</b>				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of revenues over expenditures	-	(763)	(684)	(79)
<b>Fund balances - beginning</b>	696	696	696	-
<b>Fund balances - ending</b>	\$ 696	\$ (67)	\$ 12	\$ (79)

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**ICCED Funds**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Use of Money & Property	2	2	2	-
Intergovernmental Revenue	2,526	2,821	384	(2,437)
Federal aid	70	70	111	41
Charges for Services	86	86	87	1
Other Revenue	720	720	490	(230)
Total revenues	3,404	3,699	1,074	(2,625)
<b>Expenditures:</b>				
Public Assistance:				
Salaries and Benefits	-	-	-	-
Services and Supplies	3,813	4,108	1,296	2,812
Other Charges	-	-	-	-
Capital Outlay	-	-	-	-
Intra Fund Transfers	-	-	-	-
Inter Fund Transfers	-	-	-	-
Total expenditures	3,813	4,108	1,296	2,812
Excess of revenues over expenditures	(409)	(409)	(222)	187
<b>Other financing sources (uses):</b>				
Changes in Reserves	-	-	385	(385)
Transfers In (Out)	-	-	(1)	1
Net change in fund balances	(409)	(409)	162	(197)
<b>Fund balances - beginning</b>	14,914	14,914	14,914	-
<b>Fund balances - ending</b>	\$ 14,505	\$ 14,505	\$ 15,076	\$ (197)

**COUNTY OF IMPERIAL**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Other Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2014**  
(amounts expressed in thousands)

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget -</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	1,087	1,087	1,206	(119)
Fines, Forfeitures & Penalties	231	231	164	67
Use of Money & Property	907	907	1,310	(403)
Intergovernmental Revenue	9,017	19,359	12,105	7,254
Federal aid	9,619	10,062	8,398	1,664
Charges for Services	4,672	4,682	5,219	(537)
Sale of Fixed Assets	-	-	-	-
Other Revenues	8,917	8,917	4,225	4,692
Total revenues	<u>34,450</u>	<u>45,245</u>	<u>32,627</u>	<u>12,618</u>
<b>Expenditures:</b>				
Current:				
General Government	-	272	125	147
Public Protection	9,006	12,867	11,518	1,349
Health & Sanitation	4,947	4,979	6,906	(1,927)
Public Assistance	14,941	16,519	6,243	10,276
Public Ways & Facilities	630	630	854	(224)
Total expenditures	<u>29,524</u>	<u>35,267</u>	<u>25,646</u>	<u>9,621</u>
Excess of revenues over expenditures	<u>4,926</u>	<u>9,978</u>	<u>6,981</u>	<u>2,997</u>
<b>Other financing sources (uses):</b>				
Changes in Reserves	-	-	558	(558)
Transfers In (Out)	-	-	(757)	757
Net change in fund balances	<u>4,926</u>	<u>9,978</u>	<u>6,782</u>	<u>3,196</u>
<b>Fund balances - beginning</b>	<u>1,143</u>	<u>1,143</u>	<u>1,143</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 6,069</u>	<u>\$ 11,121</u>	<u>\$ 7,925</u>	<u>\$ 3,196</u>



## **Internal Service Funds**

Internal Service Funds are established to account for services that are performed by one department of a governmental unit for the benefit of several other departments of the same governmental unit.

**Garage Operating** – The County Garage is under the direction of the Public Works director and is responsible for the administration and management of the County's fleet of light vehicles. The authority of the County Board of Supervisors leases these vehicles to various County departments to meet their transportation needs. The cost to maintain the garage operation is totally offset by a mileage rate charge to these departments. This budget unit is also used to replace Motor Pool vehicles, which are considered obsolete when they reach mileage or age, which would cause them to become inefficient for continued service.

**Central Duplicating** – This budget unit was established as an internal service fund to provide printing and duplicating services, with the exception of the Sheriff's Department. Central Duplicating also provides other services such as binding, collating, drilling, folding, laminating, numbering, perforating, padding, cutting, trimming, and designing of printed forms.

**Centralized Mail System** – This budget unit was created during 1983-84 to identify costs associated with the County's centralized mail system. This system provides for one mail clerk position, as well as the utilization of a digital postage machine. Costs are recovered from departments resulting in a net cost of zero to the general fund. This budget is under the direction of the Purchasing Agent.

**Flood Control** – This budget unit is created to reflect flood control projects undertaken by the County. The Board of Supervisors approves specific projects.

**Communication Services** – The Communications Services Office, under the supervision of the County Executive Officer, is responsible for coordinating the delivery of telecommunications products and services for all County departments, and for ensuring that departments receive the mix of products and services that provides the greatest benefit at the most advantageous cost.

**Liability Insurance** – This fund was established for the processing of claims for the County's liability and property losses. The County is a member of the County Supervisors Association of California – Excess Insurance Authority (CSAC-EIA) which provides for coverage of liability claims in excess of the County's \$200,000 self-insured retention (S-I-R).

**Workers' Compensation** – This fund was established for the accumulation of reserves to pay for self-funded workers' compensation losses. The level of self-insurance, adopted in 1985-86, is \$300,000 per occurrence. Any losses under this amount are paid from this fund and losses above the amount are covered by excess insurance.

**Unemployment Compensation Insurance** – This fund was established to pay for required claims as a result of a State mandate effective January 1, 1978, which required all local governments to provide for unemployment compensation. Claims management is provided by Gibbens Company.

**Health Plan** – The Imperial County Health Plan became operational January 1, 1980. It is a self-funded, self-sustaining program of employee medical benefits, funded by the County and employee contributions, which are determined by negotiations and based on expenditure history. Retirees of Imperial County also qualify for coverage and are provided protection by contract with the Retirement Board.

**Dental/Vision Plan** – This fund was established in 1985-86 for the accumulation of reserves to pay for self-funded Dental/Vision claims.

## **Internal Service Funds**

**Medical Malpractice** – This fund was established in 1992-93 to provide for the accumulation of reserves for the County self-insured Medical Malpractice Program. Stop loss insurance provides protection for excessive claims expense.

**Auto Plan** – This fund was established in 1992-93 for the accumulation of reserves to pay for self-funded auto claims.

**Information Systems** – This fund provides computer hardware and software related expertise including operational planning and support to all County departments. One of the department's objectives is to ensure that state-of-the-art technology will guide the County into the future. The budget unit was established to account for the development of new systems, the maintenance of existing systems and operation of the computer center as an Internal Service Fund. This budget includes a \$50,000 contingency reserve for equipment replacement reserve.

**Workers Comp Court Tail Claims** – This fund was established to track workers compensation claims for court employees prior to the Courts separation from the County.

**COUNTY OF IMPERIAL**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
June 30, 2014  
(amounts expressed in thousands)

	<u>Garage Operating</u>	<u>Central Dupl.</u>	<u>Central. Mail System</u>	<u>Flood Control</u>	<u>Comm. Services</u>
<b>ASSETS:</b>					
Current Assets:					
Cash and cash equivalents	\$ 4,355	\$ -	\$ (164)	\$ 24	\$ 624
Receivables (net):	-	-	-	-	-
Accounts	35	-	-	-	-
Interest	4	-	-	-	1
Due from Other Funds	273	-	30	-	3
Inventories and Prepaid Expenses	26	-	8	-	-
Total Current Assets	<u>4,693</u>	<u>-</u>	<u>(126)</u>	<u>24</u>	<u>628</u>
Noncurrent Assets:					
Capital Leases	-	-	26	-	-
Land	23	-	-	-	-
Construction in progress	-	-	-	-	-
Structures & Improvements	160	-	-	-	-
Vehicles	7,340	-	-	-	-
Equipment	101	-	-	-	772
Accumulated Depreciation	(4,760)	-	(19)	-	(772)
Total Noncurrent Assets	<u>2,864</u>	<u>-</u>	<u>7</u>	<u>-</u>	<u>-</u>
Total Assets	<u>7,557</u>	<u>-</u>	<u>(119)</u>	<u>24</u>	<u>628</u>
<b>LIABILITIES:</b>					
Current Liabilities:					
Claims Payable	-	-	-	-	-
Accounts Payable	25	-	-	-	-
Interest Payable	-	-	-	-	-
Accrued Payroll	25	-	-	-	-
Due to Other Funds	11	-	-	-	23
Current portion of compensated absences	(1)	-	-	-	-
Capital Lease Obligations-					
Current Portion	-	-	-	-	-
Total Current Liabilities	<u>60</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23</u>
Long Term Liabilities:					
Compensated Absences	36	-	-	-	-
Capital Lease Obligations-					
Net of Current Portion	-	-	-	-	-
Total Noncurrent Liabilities	<u>36</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>96</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23</u>
<b>NET POSITION:</b>					
Invested in Capital Assets, net of related debt	2,863	-	7	-	556
Restricted	3,192	-	-	-	15
Unrestricted	1,406	-	(126)	24	34
Total Net Position	<u>\$ 7,461</u>	<u>\$ -</u>	<u>\$ (119)</u>	<u>\$ 24</u>	<u>\$ 605</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
June 30, 2014  
(amounts expressed in thousands)

	<b>Liability Insurance</b>	<b>Workers' Comp. Benefits</b>	<b>Unemp. Insurance</b>	<b>Medical Plan</b>	<b>Dental/ Vision Plan</b>
<b>ASSETS:</b>					
Current Assets:					
Cash and cash equivalents	\$ 4,612	\$ 28,618	\$ 1,949	\$ 16,644	\$ 842
Receivables (net):	-	-	-	-	-
Accounts	-	-	-	2	-
Interest	4	26	2	16	1
Due from Other Funds	42	-	-	-	-
Inventories and Prepaid Expenses	-	-	-	-	-
Total Current Assets	<u>4,658</u>	<u>28,644</u>	<u>1,951</u>	<u>16,662</u>	<u>843</u>
Noncurrent Assets:					
Capital Leases	-	-	-	-	-
Land	-	-	-	-	-
Construction in progress	-	-	-	-	-
Structures & Improvements	-	-	-	-	-
Vehicles	-	-	-	-	-
Equipment	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-
Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>4,658</u>	<u>28,644</u>	<u>1,951</u>	<u>16,662</u>	<u>843</u>
<b>LIABILITIES:</b>					
Current Liabilities:					
Claims Payable	376	11,673	-	2,595	151
Accounts Payable	-	-	-	41	-
Interest Payable	-	-	-	-	-
Accrued Payroll	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Current portion of compensated absences	-	-	-	-	-
Capital Lease Obligations-					
Current Portion	-	-	-	-	-
Total Current Liabilities	<u>376</u>	<u>11,673</u>	<u>-</u>	<u>2,636</u>	<u>151</u>
Long Term Liabilities:					
Compensated Absences	-	-	-	-	-
Capital Lease Obligations-					
Net of Current Portion	-	-	-	-	-
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>376</u>	<u>11,673</u>	<u>-</u>	<u>2,636</u>	<u>151</u>
<b>NET POSITION:</b>					
Invested in Capital Assets, net of related debt	-	-	-	-	-
Restricted	(375)	(11,672)	-	(2,550)	(151)
Unrestricted	<u>4,657</u>	<u>28,643</u>	<u>1,951</u>	<u>16,576</u>	<u>843</u>
Total Net Position	<u>\$ 4,282</u>	<u>\$ 16,971</u>	<u>\$ 1,951</u>	<u>\$ 14,026</u>	<u>\$ 692</u>



**COUNTY OF IMPERIAL**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
June 30, 2014  
(amounts expressed in thousands)

	<u>Medical Malpractice</u>	<u>Auto</u>	<u>Information Systems</u>	<u>Workers Comp Court Tail Claims</u>	<u>Total</u>
<b>ASSETS:</b>					
Current Assets:					
Cash and cash equivalents	\$ 1,207	\$ 2,479	\$ 502	\$ 175	\$ 61,867
Receivables (net):	-	-	-	-	
Accounts	-	-	-	-	37
Interest	1	2	-	-	57
Due from Other Funds	-	-	356	-	704
Inventories and Prepaid Expenses	-	-	-	-	34
Total Current Assets	<u>1,208</u>	<u>2,481</u>	<u>858</u>	<u>175</u>	<u>62,699</u>
Noncurrent Assets:					
Capital Leases	-	-	-	-	26
Land	-	-	-	-	23
Construction in progress	-	-	-	-	-
Structures & Improvements	-	-	-	-	160
Vehicles	-	-	-	-	7,340
Equipment	-	-	642	-	1,515
Accumulated Depreciation	-	-	(614)	-	(6,165)
Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>28</u>	<u>-</u>	<u>2,899</u>
Total Assets	<u>1,208</u>	<u>2,481</u>	<u>886</u>	<u>175</u>	<u>65,598</u>
<b>LIABILITIES:</b>					
Current Liabilities:					
Claims Payable	-	-	-	-	14,795
Accounts Payable	-	-	11	-	77
Interest Payable	-	-	-	-	-
Accrued Payroll	-	-	89	-	114
Due to Other Funds	-	-	9	-	43
Current portion of compensated absences	-	-	6	-	5
Capital Lease Obligations-					
Current Portion	-	-	-	-	-
Total Current Liabilities	<u>-</u>	<u>-</u>	<u>115</u>	<u>-</u>	<u>15,034</u>
Long Term Liabilities:					
Compensated Absences	-	-	100	-	136
Capital Lease Obligations-					
Net of Current Portion	-	-	-	-	-
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>100</u>	<u>-</u>	<u>136</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>215</u>	<u>-</u>	<u>15,170</u>
<b>NET POSITION:</b>					
Invested in Capital Assets, net of related debt	-	-	28	-	3,454
Restricted	-	-	544	-	(10,997)
Unrestricted	<u>1,208</u>	<u>2,481</u>	<u>99</u>	<u>175</u>	<u>57,971</u>
Total Net Position	<u>\$ 1,208</u>	<u>\$ 2,481</u>	<u>\$ 671</u>	<u>\$ 175</u>	<u>\$ 50,428</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Garage Operating</b>	<b>Central Duplicating</b>	<b>Centralized Mail System</b>	<b>Flood Control</b>	<b>Comm. Services</b>
<b>Operating Revenues:</b>					
Charges for Services	\$ 3,148	\$ -	\$ 402	\$ -	\$ 169
Other Revenues	118	-	-	-	-
Total Operating Revenues	<u>3,266</u>	<u>-</u>	<u>402</u>	<u>-</u>	<u>169</u>
<b>Operating Expenses:</b>					
Salaries and Benefits	420	-	-	-	-
Services and Supplies	1,658	-	413	-	155
Depreciation	64	-	(21)	-	-
Total Operating Expenses	<u>2,142</u>	<u>-</u>	<u>392</u>	<u>-</u>	<u>155</u>
Operating Income (Loss)	<u>1,124</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>14</u>
<b>Non-operating Revenues (Expenses):</b>					
Gain (Loss) on Sale of Fixed Assets	-	-	-	-	-
Acquisition of Capital	(958)	-	-	-	-
Changes in Designated Reserve	-	-	-	-	-
Interest - Income	22	-	-	-	3
Total Non-Operating Rev (Exp)	<u>(936)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>
Net Income (Loss) before Transfers	<u>188</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>17</u>
Transfers in (out):					
Transfers In	129	-	(25)	-	-
Transfers Out	-	-	-	-	-
Total Transfers In (Out)	<u>129</u>	<u>-</u>	<u>(25)</u>	<u>-</u>	<u>-</u>
<b>Change in Net Position</b>	<u>317</u>	<u>-</u>	<u>(15)</u>	<u>-</u>	<u>17</u>
Net Position - Beginning	<u>7,144</u>	<u>-</u>	<u>(104)</u>	<u>24</u>	<u>588</u>
Net Position - Ending	<u>\$ 7,461</u>	<u>\$ -</u>	<u>\$ (119)</u>	<u>\$ 24</u>	<u>\$ 605</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Liability Insurance</b>	<b>Workers' Compensation Benefits</b>	<b>Unemployment Insurance</b>	<b>Medical Plan</b>	<b>Dental/ Vision Plan</b>
<b>Operating Revenues:</b>					
Charges for Services	\$ 2,304	\$ 7,771	\$ 481	\$ 21,194	\$ 1,450
Other Revenues	-	-	-	28	-
Total Operating Revenues	<u>2,304</u>	<u>7,771</u>	<u>481</u>	<u>21,222</u>	<u>1,450</u>
<b>Operating Expenses:</b>					
Salaries and Benefits	-	-	-	-	-
Services and Supplies	1,475	5,943	444	23,855	1,309
Depreciation	-	-	-	-	-
Total Operating Expenses	<u>1,475</u>	<u>5,943</u>	<u>444</u>	<u>23,855</u>	<u>1,309</u>
Operating Income (Loss)	<u>829</u>	<u>1,828</u>	<u>37</u>	<u>(2,633)</u>	<u>141</u>
<b>Non-operating Revenues (Expenses):</b>					
Gain (Loss) on Sale of Fixed Assets	-	-	-	-	-
Acquisition of Capital	-	-	-	-	-
Changes in Designated Reserve	-	-	-	-	-
Interest - Income	19	130	9	92	4
Total Non-Operating Rev (Exp)	<u>19</u>	<u>130</u>	<u>9</u>	<u>92</u>	<u>4</u>
Net Income (Loss) before Transfers	<u>848</u>	<u>1,958</u>	<u>46</u>	<u>(2,541)</u>	<u>145</u>
Transfers in (out):					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Transfers In (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in Net Position</b>	<u>848</u>	<u>1,958</u>	<u>46</u>	<u>(2,541)</u>	<u>145</u>
Net Position - Beginning	<u>3,434</u>	<u>15,013</u>	<u>1,905</u>	<u>16,567</u>	<u>547</u>
Net Position - Ending	<u>\$ 4,282</u>	<u>\$ 16,971</u>	<u>\$ 1,951</u>	<u>\$ 14,026</u>	<u>\$ 692</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Medical Malpractice</b>	<b>Auto</b>	<b>Information Systems</b>	<b>Workers Comp Court Tail Claims</b>	<b>Total</b>
<b>Operating Revenues:</b>					
Charges for Services	\$ 55	\$ 43	\$ 2,126	\$ -	\$ 39,143
Other Revenues	-	-	442	-	588
Total Operating Revenues	<u>55</u>	<u>43</u>	<u>2,568</u>	<u>-</u>	<u>39,731</u>
<b>Operating Expenses:</b>					
Salaries and Benefits	-	-	1,786	-	2,206
Services and Supplies	105	77	280	-	35,714
Depreciation	-	-	24	-	67
Total Operating Expenses	<u>105</u>	<u>77</u>	<u>2,090</u>	<u>-</u>	<u>37,987</u>
Operating Income (Loss)	<u>(50)</u>	<u>(34)</u>	<u>478</u>	<u>-</u>	<u>1,744</u>
<b>Non-operating Revenues (Expenses):</b>					
Gain (Loss) on Sale of Fixed Assets	-	-	-	-	-
Acquisition of Capital	-	-	-	-	(958)
Changes in Designated Reserve	-	-	-	-	-
Interest - Income	6	12	2	1	300
Total Non-Operating Rev (Exp)	<u>6</u>	<u>12</u>	<u>2</u>	<u>1</u>	<u>(658)</u>
Net Income (Loss) before Transfers	<u>(44)</u>	<u>(22)</u>	<u>480</u>	<u>1</u>	<u>1,086</u>
Transfers in (out):					
Transfers In	-	-	11	-	115
Transfers Out	-	-	-	-	-
Total Transfers In (Out)	<u>-</u>	<u>-</u>	<u>11</u>	<u>-</u>	<u>115</u>
<b>Change in Net Position</b>	<u>(44)</u>	<u>(22)</u>	<u>491</u>	<u>1</u>	<u>1,201</u>
Net Position - Beginning	<u>1,252</u>	<u>2,503</u>	<u>180</u>	<u>174</u>	<u>49,227</u>
Net Position - Ending	<u>\$ 1,208</u>	<u>\$ 2,481</u>	<u>\$ 671</u>	<u>\$ 175</u>	<u>\$ 50,428</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Garage Operating</b>	<b>Centralized Mail System</b>	<b>Flood Control</b>
<b>Cash flows from operating activities:</b>			
Cash received from users	\$ 3,266	\$ 401	\$ -
Cash received from operating activities	(36)	(25)	-
Cash paid to suppliers	(1,658)	(413)	-
Cash paid to employees	(420)	-	-
Cash paid for operating activities	(64)	21	-
Net cash provided by (used) operating activities	<u>1,088</u>	<u>(16)</u>	<u>-</u>
<b>Cash flows from noncapital financing activities:</b>			
Transfers In	-	-	-
Transfers Out	-	-	-
Net cash provided by (used) in non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital and related financing activities:</b>			
Acquisition of capital assets	(958)	-	-
Proceeds from sale of equipment	-	-	-
Net cash used by capital and related financing activities	<u>(958)</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities:</b>			
Interest received	22	-	-
Net increase (decrease) in cash and cash equivalents	152	(16)	-
<b>Cash and cash equivalents - beginning</b>	4,203	(148)	24
<b>Cash and cash equivalents - ending</b>	<u>\$ 4,355</u>	<u>\$ (164)</u>	<u>\$ 24</u>
<b>Reconciliation of operating income (loss) to net cash</b>			
Provided by operating activities:			
Operating Income (Loss)	\$ 1,124	\$ 9	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used) operating activities:			
Depreciation expense	64	(21)	-
Decrease (Increase) in accounts receivable	2	-	-
Decrease (Increase) in interest receivable	1	-	-
Decrease (Increase) in prepaid expenses	7	1	-
Decrease (Increase) in due from other funds	9	5	-
Increase (Decrease) in accounts payable	(123)	(1)	-
Increase (Decrease) in accrued liabilities	3	-	-
Increase (Decrease) in due to other funds	2	(9)	-
Increase (Decrease) in insurance loss expense	-	-	-
Increase (Decrease) in compensated absences	(1)	-	-
Total adjustments	<u>(36)</u>	<u>(25)</u>	<u>-</u>
Net cash provided by (used) operating activities	<u>\$ 1,088</u>	<u>\$ (16)</u>	<u>\$ -</u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	Comm. Services	Liability Insurance	Workers' Compensation Benefits
<b>Cash flows from operating activities:</b>			
Cash received from users	\$ 169	\$ 2,304	\$ 7,771
Cash received from operating activities	(1)	(613)	1,033
Cash paid to suppliers	(155)	(1,475)	(5,943)
Cash paid to employees	-	-	-
Cash paid for operating activities	-	-	-
Net cash provided by (used) operating activities	<u>13</u>	<u>216</u>	<u>2,861</u>
<b>Cash flows from noncapital financing activities:</b>			
Transfers In	-	-	-
Transfers Out	-	-	-
Net cash provided by (used) in non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital and related financing activities:</b>			
Acquisition of capital assets	-	-	-
Proceeds from sale of equipment	-	-	-
Net cash used by capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities:</b>			
Interest received	<u>3</u>	<u>19</u>	<u>130</u>
Net increase (decrease) in cash and cash equivalents	16	235	2,991
<b>Cash and cash equivalents - beginning</b>	<u>608</u>	<u>4,378</u>	<u>25,627</u>
<b>Cash and cash equivalents - ending</b>	<u><u>\$ 624</u></u>	<u><u>\$ 4,613</u></u>	<u><u>\$ 28,618</u></u>
<b>Reconciliation of operating income (loss) to net cash</b>			
Provided by operating activities:			
Operating Income (Loss)	\$ 14	\$ 829	\$ 1,828
Adjustments to reconcile operating income (loss) to net cash provided by (used) operating activities:			
Depreciation expense	-	-	-
Decrease (Increase) in accounts receivable	-	-	-
Decrease (Increase) in interest receivable	-	1	5
Decrease (Increase) in prepaid expenses	-	-	-
Decrease (Increase) in due from other funds	14	46	26
Increase (Decrease) in accounts payable	-	(5)	(6)
Increase (Decrease) in accrued liabilities	-	-	-
Increase (Decrease) in due to other funds	(15)	(19)	-
Increase (Decrease) in insurance loss expense	-	(636)	1,008
Increase (Decrease) in compensated absences	-	-	-
Total adjustments	<u>(1)</u>	<u>(613)</u>	<u>1,033</u>
Net cash provided by (used) operating activities	<u><u>\$ 13</u></u>	<u><u>\$ 216</u></u>	<u><u>\$ 2,861</u></u>

**COUNTY OF IMPERIAL**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	Unemployment Insurance	Medical Plan	Dental/ Vision Plan
<b>Cash flows from operating activities:</b>			
Cash received from users	\$ 480	\$ 21,221	\$ 1,450
Cash received from operating activities	1	(46)	(42)
Cash paid to suppliers	(444)	(23,855)	(1,309)
Cash paid to employees	-	-	-
Cash paid for operating activities	-	-	-
Net cash provided by (used) operating activities	37	(2,680)	99
<b>Cash flows from noncapital financing activities:</b>			
Transfers In	-	-	-
Transfers Out	-	-	-
Net cash provided by (used) in non-capital financing activities	-	-	-
<b>Cash flows from capital and related financing activities:</b>			
Acquisition of capital assets	-	-	-
Proceeds from sale of equipment	-	-	-
Net cash used by capital and related financing activities	-	-	-
<b>Cash flows from investing activities:</b>			
Interest received	9	92	4
Net increase (decrease) in cash and cash equivalents	46	(2,588)	103
<b>Cash and cash equivalents - beginning</b>	1,903	19,231	739
<b>Cash and cash equivalents - ending</b>	\$ 1,949	\$ 16,643	\$ 842
<b>Reconciliation of operating income (loss) to net cash</b>			
Provided by operating activities:			
Operating Income (Loss)	\$ 37	\$ (2,634)	\$ 141
Adjustments to reconcile operating income (loss) to net cash provided by (used) operating activities:			
Depreciation expense	-	-	-
Decrease (Increase) in accounts receivable	-	(1)	-
Decrease (Increase) in interest receivable	-	8	-
Decrease (Increase) in prepaid expenses	-	-	-
Decrease (Increase) in due from other funds	-	-	-
Increase (Decrease) in accounts payable	-	36	(42)
Increase (Decrease) in accrued liabilities	-	-	-
Increase (Decrease) in due to other funds	-	(6)	-
Increase (Decrease) in insurance loss expense	-	(83)	-
Increase (Decrease) in compensated absences	-	-	-
Total adjustments	-	(46)	(42)
Net cash provided by (used) operating activities	\$ 37	\$ (2,680)	\$ 99

**COUNTY OF IMPERIAL**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Medical Malpractice</b>	<b>Auto</b>	<b>Information Systems</b>
<b>Cash flows from operating activities:</b>			
Cash received from users	\$ 55	\$ 43	\$ 2,568
Cash received from operating activities	-	(56)	183
Cash paid to suppliers	(105)	(77)	(280)
Cash paid to employees	-	-	(1,786)
Cash paid for operating activities	-	-	(23)
Net cash provided by (used) operating activities	(50)	(90)	662
<b>Cash flows from noncapital financing activities:</b>			
Transfers In	-	-	-
Transfers Out	-	-	-
Net cash provided by (used) in non-capital financing activities	-	-	-
<b>Cash flows from capital and related financing activities:</b>			
Acquisition of capital assets	-	-	-
Proceeds from sale of equipment	-	-	-
Net cash used by capital and related financing activities	-	-	-
<b>Cash flows from investing activities:</b>			
Interest received	6	12	2
Net increase (decrease) in cash and cash equivalents	(44)	(78)	664
<b>Cash and cash equivalents - beginning</b>	1,250	2,557	(162)
<b>Cash and cash equivalents - ending</b>	\$ 1,206	\$ 2,479	\$ 502
<b>Reconciliation of operating income (loss) to net cash</b>			
Provided by operating activities:			
Operating Income (Loss)	\$ (50)	\$ (34)	\$ 479
Adjustments to reconcile operating income (loss) to net cash provided by (used) operating activities:			
Depreciation expense	-	-	23
Decrease (Increase) in accounts receivable	-	-	-
Decrease (Increase) in interest receivable	-	1	-
Decrease (Increase) in prepaid expenses	-	-	-
Decrease (Increase) in due from other funds	-	-	159
Increase (Decrease) in accounts payable	-	-	(14)
Increase (Decrease) in accrued liabilities	-	-	3
Increase (Decrease) in due to other funds	-	(57)	6
Increase (Decrease) in insurance loss expense	-	-	-
Increase (Decrease) in compensated absences	-	-	6
Total adjustments	-	(56)	183
Net cash provided by (used) operating activities	\$ (50)	\$ (90)	\$ 662



**COUNTY OF IMPERIAL**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
For the Fiscal Year Ended June 30, 2014  
(amounts expressed in thousands)

	<b>Workers Comp Court Tail Claims</b>	<b>Total</b>
<b>Cash flows from operating activities:</b>		
Cash received from users	\$ -	\$ 39,728
Cash received from operating activities	(26)	372
Cash paid to suppliers	-	(35,714)
Cash paid to employees	-	(2,206)
Cash paid for operating activities	-	(66)
Net cash provided by (used) operating activities	(26)	2,114
<b>Cash flows from noncapital financing activities:</b>		
Transfers In	-	-
Transfers Out	-	-
Net cash provided by (used) in non-capital financing activities	-	-
<b>Cash flows from capital and related financing activities:</b>		
Acquisition of capital assets	-	(958)
Proceeds from sale of equipment	-	-
Net cash used by capital and related financing activities	-	(958)
<b>Cash flows from investing activities:</b>		
Interest received	1	300
Net increase (decrease) in cash and cash equivalents	(25)	1,456
<b>Cash and cash equivalents - beginning</b>	200	60,410
<b>Cash and cash equivalents - ending</b>	\$ 175	\$ 61,866
<b>Reconciliation of operating income (loss) to net cash</b>		
Provided by operating activities:		
Operating Income (Loss)	\$ -	\$ 1,743
Adjustments to reconcile operating income (loss) to net cash provided by (used) operating activities:		
Depreciation expense	-	66
Decrease (Increase) in accounts receivable	-	1
Decrease (Increase) in interest receivable	-	16
Decrease (Increase) in prepaid expenses	-	8
Decrease (Increase) in due from other funds	-	259
Increase (Decrease) in accounts payable	-	(155)
Increase (Decrease) in accrued liabilities	-	6
Increase (Decrease) in due to other funds	(26)	(124)
Increase (Decrease) in insurance loss expense	-	289
Increase (Decrease) in compensated absences	-	5
Total adjustments	(26)	371
Net cash provided by (used) operating activities	\$ (26)	\$ 2,114





**CAPITAL ASSETS USED IN  
THE OPERATION OF  
GOVERNMENTAL FUNDS**



**COUNTY OF IMPERIAL**  
**Capital Assets Used in the Operation of Government Funds**  
**Schedule by Source\***  
**June 30, 2014**  
(amounts expressed in thousands)

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Governmental fund capital assets:

Land	\$ 4,309
Construction in progress	17,659
Infrastructure	116,733
Structures and Improvements	67,506
Vehicles	5,259
Furniture and Equipment	43,659
	<hr/>
Total governmental funds capital assets	<u><u>\$ 255,125</u></u>

Investments in governmental funds capital assets by source:

General Fund	\$ 212,258
Special Revenue Funds	40,320
Capital Projects	2,547
	<hr/>
Total governmental funds capital assets	<u><u>\$ 255,125</u></u>

\* This schedule presents only the capital assets balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

**COUNTY OF IMPERIAL**  
**Capital Assets Used in the Operation of Government Funds**  
**Schedule by Function and Activity\***  
**June 30, 2014**  
(amounts expressed in thousands)

	Land	Construction in Progress	Infrastructure	Structures & Improvements	Vehicles	Furniture & Equipment	Total
General Government	\$ 4,185	\$ 17,659	\$ 116,733	\$ 42,289	\$ 377	\$ 4,820	\$ 186,063
Public Protection	15	-	-	21,635	1,763	19,539	42,952
Public Ways & Facilities	38	-	-	758	1,809	12,653	15,258
Health & Sanitation	14	-	-	2,119	611	4,176	6,920
Public Assistance	-	-	-	619	699	2,417	3,735
Education	57	-	-	86	-	54	197
Total government funds capital assets	<u>\$ 4,309</u>	<u>\$ 17,659</u>	<u>\$ 116,733</u>	<u>\$ 67,506</u>	<u>\$ 5,259</u>	<u>\$ 43,659</u>	<u>\$ 255,125</u>

\* This schedule presents only the capital assets balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

**COUNTY OF IMPERIAL**  
**Capital Assets Used in the Operation of Government Funds**  
**Schedule of Changes By Function and Activity\***  
**June 30, 2014**  
(amounts expressed in thousands)

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
General Government	\$ 176,599	\$ 32,088	\$ 22,625	\$ 186,062
Public Protection	41,239	1,825	111	42,953
Public Ways and Facilities	14,255	1,118	115	15,258
Health and Sanitation	6,894	303	277	6,920
Public Assistance	3,800	14	80	3,734
Education	233	-	35	198
	<hr/>	<hr/>	<hr/>	<hr/>
Total governmental funds capital assets	<u>\$ 243,020</u>	<u>\$ 35,348</u>	<u>\$ 23,243</u>	<u>\$ 255,125</u>

\* This schedule presents only the capital assets balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.







**STATISTICAL SECTION**



# STATISTICAL SECTION

The information in this section is not covered by the Independent Auditor's Report, but is presented as supplemental data for the benefit of the readers of the comprehensive annual financial report. The objectives of statistical section information are to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to financial statements, and required supplementary information to understand and assess a government's economic condition.

<b><u>CONTENTS</u></b>	<b><u>PAGE</u></b>
<b>FINANCIAL TRENDS</b> These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	<b>117-122</b>
<b>REVENUE CAPACITY</b> These schedules contain trend information to help the reader assess the County's most significant local revenue source, the property tax.	<b>123-126</b>
<b>DEBT CAPACITY</b> These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	<b>124-128</b>
<b>ECONOMIC AND DEMOGRAPHIC INFORMATION</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place.	<b>129-130</b>
<b>OPERATING INFORMATION</b> These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	<b>131-132</b>

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Table 1

County of Imperial  
Net Position By Component (Unaudited)  
Last Seven Fiscal Years (In Thousands)  
(Accrual Basis of Accounting)

	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
<b>Governmental activities</b>							
Invested in capital assets, net of related debt	\$ 84,166	\$ 88,479	\$ 83,157	\$ 83,109	\$ 94,202	\$ 98,638	\$ 102,522
Restricted	35,331	31,457	37,241	36,084	40,192	76,918	90,134
Unrestricted	19,341	28,470	34,417	43,268	38,374	(164)	19,757
Total governmental activities net position	138,838	148,406	154,815	162,461	172,768	175,392	212,413
<b>Business-type activities</b>							
Invested in capital assets, net of related debt	8,310	10,061	10,645	11,183	11,751	11,009	10,094
Restricted	972	878	(6)	34	332	2	12
Unrestricted	(1,742)	(1,073)	(628)	(2,356)	(3,502)	(12,899)	(13,029)
Total business-type activities net position	7,540	9,866	10,011	8,861	8,581	(1,888)	(2,923)
<b>Primary government</b>							
Invested in capital assets, net of related debt	92,476	98,540	93,802	94,292	105,953	109,647	112,616
Restricted	36,303	32,335	37,235	36,118	40,524	76,920	90,146
Unrestricted	17,599	27,397	33,789	40,912	34,872	(13,063)	6,728
Total primary government net position	\$ 146,378	\$ 158,272	\$ 164,826	\$ 171,322	\$ 181,349	\$ 173,504	\$ 209,490

**Notes:**

- (1) Trend information is available only for the last seven fiscal years due to the implementation of GASB 34.
- (2) Accounting standards require that net position be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net position is considered restricted when 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Reports for the relevant year.

Table 2

County of Imperial  
Changes in Net Position (Unaudited)  
Last Seven Fiscal Years (In thousands)  
(Accrual Basis of Accounting)

	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
<b>Program Revenues</b>							
Governmental Activities							
Charges for services							
General Government	\$ 45,239	\$ 42,535	\$ 49,753	\$ 44,795	\$ 40,684	\$ 40,405	\$ 42,224
Public Protection	27,423	8,276	7,135	20,391	17,755	15,558	11,582
Health & Sanitation	5,524	6,898	9,411	9,257	10,031	10,751	12,517
Public Assistance	2,590	2,559	7,970	8,535	8,862	869	1,093
Public Ways & Facilities	4,279	1,527	7,222	675	1,063	1,254	1,222
Total Charges for services	85,055	61,795	81,491	83,653	78,395	68,837	68,638
Operating grants and contributions	163,407	185,253	171,476	184,597	191,429	189,758	211,437
Total governmental activities program revenues	248,462	247,048	252,967	268,250	269,824	258,595	280,075
Business Activities							
Charges for services							
Airport	763	728	641	628	636	660	485
Closure/Postclosure	-	200	287	-	5	-	-
County Services Areas, other	335	682	504	245	156	26	9
Total Charges for services	1,098	1,610	1,432	873	797	686	494
Operating grants and contributions	4,687	4,359	4,504	9	18	28	68
Total business-type activities program revenues	5,785	5,969	5,936	882	815	714	562
Total primary government program revenues	<u>\$ 254,247</u>	<u>\$ 253,017</u>	<u>\$ 258,903</u>	<u>\$ 269,132</u>	<u>\$ 270,639</u>	<u>\$ 259,309</u>	<u>\$ 280,637</u>
Net (Expense) Revenue							
Governmental activities	(43,955)	(60,245)	(68,673)	(69,454)	(72,572)	(96,669)	(72,261)
Business-type activities	(1)	(220)	(1,156)	(2,421)	(1,588)	(10,641)	(1,059)
Total primary government net expenses	<u>\$ (43,956)</u>	<u>\$ (60,465)</u>	<u>\$ (69,829)</u>	<u>\$ (71,875)</u>	<u>\$ (74,160)</u>	<u>\$ (107,310)</u>	<u>\$ (73,320)</u>

**Notes:**

(1) Trend information is available only for the last seven fiscal years due to the implementation of GASB 34.

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Reports for the relevant year.

Table 3

County of Imperial  
Fund Balances of Governmental Funds (Unaudited)  
Last Seven Fiscal Years (In thousands)  
(Modified Accrual Basis of Accounting)

	2006-07	2007-08	2008-09	2009-10
<b>General Fund</b>				
Reserved for:				
Encumbrances	\$ 2,737	\$ 2,727	\$ 1,673	\$ 1,865
Inventories	265	280	287	295
Capital Outlay	1,023	3,023	3,023	3,023
COPS	1,886	1,866	1,818	1,527
Endowment Op Funds	24,575	20,632	20,113	20,850
Other Purposes	3,489	5,089	5,089	8,189
Unreserved:				
Designated	-	-	-	-
Undesignated	14,017	12,655	14,237	11,269
<b>Total General Fund</b>	<b>47,992</b>	<b>46,272</b>	<b>46,240</b>	<b>47,018</b>
<b>All Other Governmental Funds:</b>				
Reserved for:				
Encumbrances	6,986	6,047	2,330	3,469
Inventories	295	242	339	395
Debt Service	4,979	5,121	5,524	6,335
Loan	8,560	12,782	13,172	13,670
Other Purposes	14	20	20	(44)
Unreserved:				
Special Revenue Funds	15,313	19,052	27,766	27,544
Capital Project/Debt Service Funds	(1,271)	(40)	214	733
<b>Total Other Governmental Funds</b>	<b>34,876</b>	<b>43,224</b>	<b>49,365</b>	<b>52,102</b>
<b>Total Governmental Fund Balances</b>	<b>\$ 82,868</b>	<b>\$ 89,496</b>	<b>\$ 95,605</b>	<b>\$ 99,120</b>
	2010-11	2011-12	2012-13	2013-14
<b>General Fund (1)</b>				
Nonspendable	\$ 388	\$ 517	\$ 475	\$ 443
Restricted	10,099	7,671	7,151	6,962
Committed	5,974	7,744	8,896	20,411
Assigned	15,298	17,722	15,988	16,852
Unassigned	12,846	11,307	15,845	24,393
<b>Total General Fund</b>	<b>44,605</b>	<b>44,961</b>	<b>48,355</b>	<b>69,061</b>
<b>All Other Governmental Funds</b>				
Nonspendable	456	908	722	329
Restricted	24,087	30,136	23,946	28,330
Committed	18,047	16,354	18,597	25,530
Assigned	18,935	18,392	54,408	54,097
Unassigned	(2,716)	(12,540)	(51,761)	(53,202)
<b>Total Other Governmental Funds</b>	<b>58,809</b>	<b>53,250</b>	<b>45,912</b>	<b>55,084</b>
<b>Total Governmental Fund Balances</b>	<b>\$ 103,414</b>	<b>\$ 98,211</b>	<b>\$ 94,267</b>	<b>\$ 124,145</b>

**Notes:**

(1) In FY 2010-11 the County implemented GASB 54 under which Governmental Fund Balances are reported as Nonspendable, Restricted, Committed, Assigned, and Unassigned.

(2) Trend information is available only for the last seven fiscal years due to the implementation of GASB 34.

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Reports for the relevant year.

Table 4

County of Imperial  
Changes in Fund Balances of Governmental Funds (Unaudited)  
Last Seven Fiscal Years (In thousands)  
(Modified Accrual Basis of Accounting)

	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
<b>Revenues (by source):</b>							
Taxes	\$ 28,634	\$ 31,034	\$ 27,326	\$ 26,312	\$ 29,194	\$ 37,161	\$ 45,005
Licenses and permits	4,019	3,611	3,539	4,542	4,666	6,006	4,939
Fines, Forfeitures & Penalties	10,715	7,179	6,146	7,767	6,239	5,911	6,770
Use of Money & Property	6,665	3,449	2,315	1,641	5,176	2,917	2,477
Intergovernmental Aid	116,194	116,440	126,906	140,453	141,029	138,879	153,697
Federal Aid	55,698	63,566	68,169	72,292	64,413	62,071	70,866
Charges for Services	35,871	40,648	41,991	43,464	42,041	46,566	45,412
Sale of Fixed Assets	-	-	-	-	-	-	-
Other	5,073	6,797	7,522	8,792	6,667	12,247	11,593
Total revenues	262,869	272,724	283,914	305,263	299,425	311,758	340,759
<b>Expenditures (by function):</b>							
Current:							
General Government	32,020	31,576	27,709	25,912	31,553	36,640	35,606
Public Protection	73,029	76,278	79,071	83,815	84,648	87,133	88,999
Health & Sanitation	38,573	40,142	41,648	42,828	42,954	44,512	49,550
Public Assistance	97,939	104,080	114,371	127,896	120,267	123,266	120,521
Public Ways & Facilities	14,613	13,648	18,524	18,221	23,998	19,736	17,227
Total expenditures	256,174	265,724	281,323	298,672	303,420	311,287	311,903
Excess (deficiency) of revenues over (under) expenditures	6,695	7,000	2,591	6,591	(3,995)	471	28,856
<b>Other financing sources (uses):</b>							
Changes in Reserves	4,556	192	490	264	790	809	900
Transfers	(84)	268	(21)	(15)	(289)	(1,967)	70
Proceeds of Endowment Funds	(4,437)	(462)	455	(1,702)	(2,553)	(3,257)	53
Proceeds of COP bonds	-	-	-	-	-	-	-
COP Bonds Uses	(102)	-	-	-	-	-	-
Total other financing sources and uses	(67)	(2)	924	(1,453)	(2,052)	(4,415)	1,023
<b>Net Change in Fund Balances</b>	6,628	6,998	3,515	5,138	(6,047)	(3,944)	29,879
Fund Balances - beginning	82,868	89,496	96,494	99,120	104,258	98,211	94,266
Prior period adjustment	-	-	(889)	-	-	-	-
Fund Balances - beginning restated	82,868	89,496	95,605	99,120	104,258	98,211	94,266
<b>Fund Balances - ending</b>	<u>\$ 89,496</u>	<u>\$ 96,494</u>	<u>\$ 99,120</u>	<u>\$ 104,258</u>	<u>\$ 98,211</u>	<u>\$ 94,267</u>	<u>\$ 124,145</u>

**Notes:**

- (1) Trend information is available only for the last seven fiscal years due to the implementation of GASB 34.  
(2) By State Controller function.

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Reports for the relevant year.

Table 5

County of Imperial  
Expenses by Function (Unaudited)  
Last Seven Fiscal Years (In thousands)  
(Accrual Basis of Accounting)

<b>Expenses</b>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>
Governmental Activities							
General Government	\$ 62,229	\$ 70,541	\$ 66,558	\$ 62,708	\$ 67,435	\$ 75,050	\$ 72,633
Public Protection	73,030	76,276	79,071	83,815	84,648	87,132	88,998
Health & Sanitation	38,574	40,142	41,649	42,828	42,955	44,515	49,550
Public Assistance	97,939	104,080	114,372	127,895	120,267	123,267	120,522
Public Ways & Facilities	14,612	13,648	18,524	18,221	23,998	19,738	17,227
Interest on long-term liabilities	6,033	2,606	1,466	2,237	3,093	5,562	3,406
Total governmental activities expenses	<u>292,417</u>	<u>307,293</u>	<u>321,640</u>	<u>337,704</u>	<u>342,396</u>	<u>355,264</u>	<u>352,336</u>
Business Activities							
Airport	964	1,189	1,481	1,475	2,156	1,567	1,458
Closure/Postclosure	237	682	-	36	118	9,723	84
County Services Areas, other	4,585	4,318	5,611	1,792	129	65	79
Total business-type activities expenses	<u>5,786</u>	<u>6,189</u>	<u>7,092</u>	<u>3,303</u>	<u>2,403</u>	<u>11,355</u>	<u>1,621</u>
Total primary government	<u>\$ 298,203</u>	<u>\$ 313,482</u>	<u>\$ 328,732</u>	<u>\$ 341,007</u>	<u>\$ 344,799</u>	<u>\$ 366,619</u>	<u>\$ 353,957</u>

**Notes:**

(1) Trend information is available only for the last seven fiscal years due to the implementation of GASB 34.

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Reports for the relevant year.



Table 6

County of Imperial  
Net Expense By Function (Unaudited)  
Last Seven Fiscal Years (In thousands)  
(Accrual Basis of Accounting)

	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Net (Expense) Revenue							
Governmental activities	\$ (43,955)	\$ (60,245)	\$ (68,673)	\$ (69,454)	\$ (72,572)	\$ (96,669)	\$ (72,261)
Business-type activities	(1)	(220)	(1,156)	(2,421)	(1,588)	(10,641)	(1,059)
Total primary government net expenses	\$ (43,956)	\$ (60,465)	\$ (69,829)	\$ (71,875)	\$ (74,160)	\$ (107,310)	\$ (73,320)
General Revenues and Other Changes in Net Assets:							
<b>Governmental activities:</b>							
Taxes							
Property	15,767	19,358	16,543	14,838	16,072	17,632	21,098
Sales tax	12,766	12,237	10,826	11,271	12,099	18,418	22,199
Franchises tax	400	429	245	284	294	266	23,374
Motor Vehicle in-lieu tax	19,355	18,760	18,221	18,245	17,877	18,006	229
Federal in-lieu	1,803	2,923	3,164	3,156	3,201	3,291	326
Grants and other governmental revenues not restricted to specific programs	3,961	11,230	24,437	28,458	29,146	39,718	40,682
Unrestricted investment earnings	7,536	5,478	2,627	1,938	4,509	2,063	1,348
Gain/(Loss) on sale of capital assets	36	-	248	110	92	40	26
Other	-	-	-	-	-	-	-
Transfers	(865)	287	(1,229)	(1,200)	(1,255)	(141)	-
Total governmental activities	60,759	70,702	75,082	77,100	82,035	99,293	109,282
<b>Business-type activities:</b>							
Unrestricted investment earnings	-	214	138	70	53	31	24
Other	206	2,619	(66)	-	-	-	-
Gain/(Loss) on sale of capital assets	-	-	-	-	-	-	-
Transfers	865	(287)	1,229	1,200	1,255	141	-
Total business-type activities	1,071	2,546	1,301	1,270	1,308	172	24
Total primary government	\$ 61,830	\$ 73,248	\$ 76,383	\$ 78,370	\$ 83,343	\$ 99,465	\$ 109,306
<b>Changes in Net Assets:</b>							
Governmental activities	16,804	10,457	6,409	7,646	9,463	2,624	37,021
Business-type activities	1,070	2,326	145	(1,151)	(280)	(10,469)	(1,035)
Total primary government	\$ 17,874	\$ 12,783	\$ 6,554	\$ 6,495	\$ 9,183	\$ (7,845)	\$ 35,986

**Notes:**

(1) Trend information is available only for the last seven fiscal years due to the implementation of GASB 34.

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Reports for the relevant year.

Table 7

County of Imperial  
Assessed Value of Taxable Property (Unaudited)  
Last Seven Fiscal Years (Dollars amounts in thousands)

Fiscal Year	(2) Secured	(3) Unsecured	(4) Exempt	Total Taxable Assessed Value	Total Direct Tax Rate
2007-08	9,651,605,367	643,829,309	(217,340,458)	10,078,094,218	1.00%
2008-09	10,416,842,369	786,667,943	(276,531,982)	10,926,978,330	1.00%
2009-10	10,130,772,556	831,793,452	(332,015,592)	10,630,550,416	1.00%
2010-11	10,005,666,039	780,152,807	(349,970,576)	10,435,848,270	1.00%
2011-12	9,738,658,570	758,555,464	(350,052,798)	10,147,161,236	1.00%
2012-13	9,968,342,036	1,145,137,280	(400,302,403)	10,713,176,913	1.00%
2013-14	10,190,447,988	1,289,213,609	(413,840,163)	11,065,821,434	1.00%

**Notes:**

- (1) Reliable data is available only for the last seven fiscal years.
- (2) Secured property is generally real property, defined as land, mines, minerals, timber, and improvements such as buildings, structures, crops, trees, and vines.
- (3) Unsecured property is generally personal property including machinery, equipment, office tools, and supplies.
- (4) Exempt properties include numerous full and partial exclusions/exemptions provided by the State Constitution and the legislature that relieve certain taxpayers from the burden of paying property taxes.
- (5) Article XIII A, added to the California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975/76 assessment roll. Thereafter, full cash value can be increased to reflect:
- a) annual inflation up to 2%; or
  - b) market value at the time of ownership change; or
  - c) market value for new construction
- Estimated actual value of taxable property cannot easily be determined as the property in the County is not reassessed annually. Reassessment normally occurs when ownership changes.

**Source:**

Imperial County Auditor-Controller Office

Table 8

County of Imperial  
Property Tax Rates - Direct and Overlapping Governments (Unaudited)  
Last Seven Fiscal Years

Fiscal Year	County Direct Rates	Overlapping Rates		Total
	Imperial County General	Cities	Schools (2)	
2007-08	1.000000%	0.009845%	0.039679%	1.049524%
2008-09	1.000000%	0.005490%	0.037340%	1.042830%
2009-10	1.000000%	0.094886%	0.040747%	1.135633%
2010-11	1.000000%	0.066760%	0.050788%	1.117548%
2011-12	1.000000%	0.062261%	0.044380%	1.106641%
2012-13	1.000000%	0.066508%	0.040713%	1.107221%
2013-14	1.000000%	0.065508%	0.032116%	1.097624%

**Notes:**

(1) Reliable data is available only for the last seven fiscal years.

(2) Rates shown represent a weighted average of the various school district tax rate areas within the County of Imperial.

**Source:**

Imperial County Auditor-Controller Office

Table 9

County of Imperial  
Principal Revenue Taxpayers (Unaudited)  
June 30, 2014 and June 30, 2004

Taxpayer	Fiscal year Ended June 30, 2014			Fiscal year Ended June 30, 2004		
	Net Assesed Value	Rank	Percentage of Net Assessed Value	Net Assesed Value	Rank	Percentage of Net Assessed Value
San Diego Gas & Electric Company	\$ 466,926,924	1	4.22%	\$		
Magma Power Company	308,053,141	2	2.78%	377,331,616	1	5.42%
Hudson Ranch Power I LLC	237,496,000	3	2.15%			
National Beef California LP	118,386,288	4	1.07%			
United States Gypsum Co.	86,659,619	5	0.78%	306,926,474	2	4.41%
ORCAL Geothermal Inc.	71,106,620	6	0.64%			
Western Mesquite Mine Inc.	61,748,468	7	0.56%	122,131,309	4	1.75%
RJFP LLC	50,234,270	8	0.45%			
ORMESA LLC	46,977,269	9	0.42%			
Imperial Valley Mall, II LP	42,312,887	10	0.38%			
Zinc Field				201,202,582	3	2.89%
Gold Fields Operating Co.-Mesquite				121,679,775	5	1.75%
B P Joint Venture LLC				101,540,378	6	1.46%
Cal Energy DBA Salton Sea Unit 4				82,509,975	7	1.19%
US Trust Company of California				76,650,830	8	1.10%
Vulcan Power Co.				42,210,702	9	0.61%
Del Ranch LTD				39,638,609	10	0.57%
Ten Largest Taxpayers	<u>\$ 1,489,901,486</u>		<u>13.46%</u>	<u>\$ 1,471,822,250</u>		<u>21.14%</u>

**Source:**

Imperial County Auditor-Controller Office

Table 10

County of Imperial  
Property Tax Levies and Collections (Unaudited)  
Last Seven Fiscal Years

Fiscal Year	Total Secured Levy	Collections within the fiscal year of the Levy		Delinquent Tax Collections*	Amount	% of Levy
		Amount	% of Levy			
2007-08	123,929,417	111,426,428	89.91%	5,310,589	116,737,017	94.20%
2008-09	125,490,813	114,054,899	90.89%	9,637,163	123,692,062	98.57%
2009-10	123,870,158	113,260,128	91.43%	8,362,115	121,622,243	98.19%
2010-11	122,533,735	113,756,355	92.84%	7,653,485	121,409,840	99.08%
2011-12	122,980,247	114,519,810	93.12%	6,247,357	120,767,167	98.20%
2012-13	120,745,974	113,774,746	94.23%	5,720,116	119,494,862	98.96%
2013-14	125,354,592	120,630,164	96.23%	7,224,924	127,855,088	101.99%

\* Delinquent taxes reported by year of collection; data by levy year unavailable

**Notes:**

(1) Reliable data for delinquent tax collections is available only for the last seven fiscal years.

**Source:**

Imperial County Auditor-Controller Office

Table 11

County of Imperial  
Ratios of Outstanding Debt by Type (Unaudited)  
Last Seven Fiscal Years  
(in thousands, except per capita amount)

	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>
<b>Governmental Activities:</b>							
Certificates of Participation	\$ 4,700	\$ 3,750	\$13,215	\$11,960	\$11,370	\$ 8,795	\$ 8,445
Pension Obligation Bonds	60,725	59,355	57,890	56,325	53,940	51,160	48,205
Notes and Loans	1,170	1,080	990	900	810	720	630
<b>Business-Type Activities:</b>							
Capital Lease Obligations	<u>559</u>	<u>370</u>	<u>443</u>	<u>154</u>	<u>127</u>	<u>10</u>	<u>20</u>
Total Primary Government	<u>\$67,154</u>	<u>\$64,555</u>	<u>\$72,538</u>	<u>\$69,339</u>	<u>\$66,247</u>	<u>\$60,685</u>	<u>\$ 57,300</u>
Percentage of Personal income (1)	1.76%	1.79%	2.11%	2.11%	1.31%	1.11%	1.01%
Per Capita (1)	418	376	448	448	371	343	325

(1) See table 13 Demographic and Economic Statistics

**Source:**

Imperial County Auditor-Controller Office

Table 12

County of Imperial  
Legal Debt Margin as Percentage of Debt Limit (Unaudited)  
Last Seven Fiscal Years  
(in thousands)

<u>Fiscal Year</u>	<u>Assessed Value (2)</u>	<u>Legal Debt Limit (3)</u>	<u>Debt Applicable to Limit</u>	<u>Legal Debt Margin (4)</u>	<u>Legal Debt Margin/Debt Limit</u>
2007-08	10,078,094	125,976	-	125,976	100%
2008-09	10,926,978	136,587	-	136,587	100%
2009-10	10,630,550	132,882	-	132,882	100%
2010-11	10,435,848	130,448	-	130,448	100%
2011-12	10,147,161	126,840	-	126,840	100%
2012-13	10,713,177	133,915	-	133,915	100%
2013-14	11,065,821	138,323	-	138,323	100%

**Notes:**

- (1) Reliable data is available only for the last seven years.
- (2) Assessed Value does not include tax exempt property. Property value data can be found in the "Assessed Value of Taxable Property" schedule.
- (3) California Government Code Section 29909 read in conjunction with Revenue and Taxation Code Section 135 imposes a legal debt limitation for General Obligation Bond indebtedness to 1.25% of the total full cash valuation.
- (4) The legal debt margin is the County's available borrowing authority under state finance statutes and is calculated by subtracting the debt applicable to the legal debt limit from the legal debt limit.

Table 13

County of Imperial  
Demographics and Economic Statistics (Unaudited)  
Last Seven Fiscal Years

Calendar Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2007	172,672	\$ 3,820,826	\$ 23,757	18.10%
2008	176,158	4,288,576	26,742	22.90%
2009	179,428	4,671,150	28,641	25.10%
2010	183,029	4,786,081	28,681	26.80%
2011	175,712	5,019,684	28,351	28.90%
2012	179,138	5,466,646	30,894	28.10%
2013	179,527	5,690,414	32,225	25.20%

**Sources:**

- (1) State Department of Finance
- (2) & (3) U.S. Bureau of Economic Analysis - Local Data
- (4) State of California, Employment Development Department



Table 14

County of Imperial  
Employment by Industry (Unaudited)  
2013 Annual Averages

Industry	Percentage of County Employment
Services	24.46%
Retail Trade	13.91%
Manufacturing	3.98%
Government	27.37%
Mining and Construction	3.82%
Finance, Insurance and Real Estate	2.61%
Wholesale Trade	2.75%
Agriculture	18.04%
Transportation and Public Utilities	3.06%
Total	100.00% (1)

(1) Does not total, due to rounding.

Source: State of California Employment Development Department.

Table 15

County of Imperial  
Full-time Equivalent County Employees by Function (Unaudited)  
Last Seven Fiscal Years

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Protection</u>	<u>Public Ways &amp; Facilities</u>	<u>Health &amp; Sanitation</u>	<u>Public Assistance</u>	<u>Education</u>	<u>Recreation</u>	<u>Special District</u>
2007-08	243	755	107	528	512	23	6	20
2008-09	240	714	103	446	506	21	6	21
2009-10	240	719.5	103	437	519	18.5	6	25
2010-11	239	744.5	103	458	527	18.5	6	25
2011-12	242	749.5	103	459	524	18.5	6	25
2012-13	240	754.5	108	469	520	18.5	6	25
2013-14	239	707	109	475	595.5	18.5	6	25

Note:

1) County employees by function/program is only available for the last seven fiscal years due to the change in the County's functions as a result of the implementation of GASB 34.

Table 16

County of Imperial  
Capital Assets Statistics by Function (Unaudited)  
Last Seven Fiscal Years

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Protection</u>	<u>Public Ways &amp; Facilities</u>	<u>Health &amp; Sanitation</u>	<u>Public Assistance</u>	<u>Education</u>
2007-08	800	1874	33	252	200	10
2008-09	642	1326	32	138	110	6
2009-10	579	821	53	46	45	6
2010-11	578	829	53	43	47	6
2011-12	735	847	102	46	44	6
2012-13	762	864	75	42	38	6
2013-14	787	856	62	39	36	4

Note:

- (1) Capital assets and infrastructure statistics by function/program is only available for the last seven fiscal years due to the change in the County's functions as a result of the implementation of GASB 34.





## **SINGLE AUDIT SECTION**

- Independent Auditor Letters
- Schedule of Expenditures of Federal Awards
- Schedule of Findings and Questioned Costs
- Status of Prior Year Findings and Questioned Costs



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**INDEPENDENT AUDITORS' REPORT**

To the Board of Supervisors  
County of Imperial, California

We have audited, 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Imperial, California, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County of Imperial's basic financial statements and have issued our report thereon dated March 23, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County of Imperial's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County of Imperial's internal control. Accordingly, we do not express an opinion on the effectiveness of the County of Imperial's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether County of Imperial, California's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Hutchinson and Bloodgood LLP*

March 23, 2015





**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133**

**INDEPENDENT AUDITORS' REPORT**

To the Board of Supervisors  
County of Imperial, California

**Report on Compliance for Each Major Federal Program**

We have audited the County of Imperial's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County of Imperial's major federal programs for the year ended June 30, 2014. The County of Imperial's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of the County of Imperial's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Imperial's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County of Imperial's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the County of Imperial complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

**Report on Internal Control Over Compliance**

Management of the County of Imperial is responsible for establishing and maintaining effective internal control over compliance with the types of requirements referred to above. In planning and performing our audit, we considered the County of Imperial's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance.

Accordingly, we do not express an opinion on the effectiveness of the County of Imperial's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weakness may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

#### **Report on Schedule of Expenditures of Federal Awards Required by OMB A-133**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Imperial as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County of Imperial's basic financial statements. We issued our report thereon dated March 23, 2015, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Hutchinson and Bloodgood LLP*

March 23, 2015

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
<b><u>U.S. DEPARTMENT OF COMMERCE</u></b>			
Economic Development - Planning Asst.	11.302	07-86-06887	\$ 46,000
Economic Development - Planning Asst.	11.302	07-86-07028	64,610
		Subtotal 11.302	110,610
<b>TOTAL DEPARTMENT OF COMMERCE</b>			<b>110,610</b>
<b><u>URBAN DEVELOPMENT</u></b>			
Housing and Community Development Community Development Block Grants			
Neighborhood Stabilization Prg-ARRA	14.218	B-11-UN-06-0507	34,865
		Subtotal 14.218	34,865
CDBG Colonia Projects- Niland Colonia	14.228	09-STBG-6397	23,609
CDBG Colonia Projects- Bombay Beach	14.228	09-STBG-6399	7,211
CDBG Colonia Projects- Poe Colonia	14.228	09-STBG-6400	63,280
CDBG Micro Enterprise Program	14.228	09-EDEF-6538	25,611
CDBG Colonia Master Plan	14.228	11-PTEC-7628	35,000
CDBG General Allocation	14.228	12-CDBG-8394	54,883
CDBG Housing Rehabilitation	14.228	10-STBG-6718	787,995
CALHOME	14.228	09-CALHOME-6543	475,941
		Subtotal 14.228	1,473,530
Community Development Block Grants			1,508,395
<b>TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			<b>1,508,395</b>
<b><u>U.S. DEPARTMENT OF LABOR</u></b>			
Passed Through State Department of Employment Development:			
One Stop Career Center Initiative	17.260	K386297 & K282475	3,410,181
		Subtotal 17.260	3,410,181
Workforce Investment Act	17.258	K386297 & K282475	1,679,518
		Subtotal 17.258	1,679,518
<b>TOTAL DEPARTMENT OF LABOR</b>			<b>5,089,699</b>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>			
Federal Transit Administration:			
Urban Assistance	20.507	CA-90-Y469	1,207,188

The accompanying notes are an integral part of the schedule.

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
Urban Assistance	20.507	CA-90-X064	<u>1,439,917</u>
		Subtotal 20.507	<u>2,647,105</u>
Rural Assistance	20.509	649835	<u>792,208</u>
		Subtotal 20.509	<u>792,208</u>
Passed Through State Department of Transportation:			
Highway Planning & Construction:			
Rehabilitate Airport/Runway	20.106	03-06-0109-28	<u>629,207</u>
		Subtotal 20.106	<u>629,207</u>
**Resurface Various County Roads	20.205	STPLH5958	1,939,967
Resurface Various County Roads - ARRA	20.205	ESPL-5958	<u>264</u>
		Subtotal 20.205	<u>1,940,231</u>
<b>TOTAL DEPARTMENT OF TRANSPORTATION</b>			<b><u>6,008,751</u></b>
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>			
Passed Through State Department of Food and Agriculture:			
Crop Disaster Program-Pierce's Disease	10.073	12-086	233,998
Crop Disaster Program-Asian Psyllid	10.073	13-0479-SF	80,253
Crop Disaster Program-Pest Detection	10.073	13-0076	<u>209,201</u>
		Subtotal 10.073	<u>523,452</u>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<b><u>523,452</u></b>
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>			
Passed Through State Office of Criminal Justice:			
Victim/Witness Natl Child Alliance	16.575	VW13270130	<u>78,631</u>
		Subtotal 16.575	<u>78,631</u>

The accompanying notes are an integral part of the schedule.

\*\* Major Program

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
Edward Byrne Memorial Formula Grant	16.738	2011-DJ-BX-2468	564
Edward Byrne Memorial Formula Grant	16.738	2013-DJ-BX-0310	13,619
		Subtotal 16.738	14,183
Office of Criminal Justice Planning Special Prosecutions Unit	16.804	DC 11240130	214,092
		Subtotal 16.804	214,092
<b>EXECUTIVE OFFICE OF THE PRESIDENT</b>			
H.I.D.T.A. Grant - Sheriff	95.001	2012/2013	1,345,133
IVSIT Grant - DA	95.001	GS13SC001A	279,000
H.I.D.T.A. Grant - DA	95.001	GS13SC001A	784,821
		Subtotal 95.001	2,408,954
<b>TOTAL EXECUTIVE OFFICE OF THE PRESIDENT</b>			2,408,954
<b>TOTAL U.S. DEPARTMENT OF JUSTICE</b>			<b>2,715,860</b>
<b><u>U.S. DEPARTMENT OF DEFENSE</u></b>			
Office of Economic Adjustment	12.604	EN1106-12-01	96,171
		Subtotal 12.604	96,171
<b>TOTAL U.S. DEPARTMENT OF DEFENSE</b>			<b>96,171</b>
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY</u></b>			
Passed Through Governor's Office of Homeland Security:			
Operation Stonegarden Grant	97.067	2010-1085	683,361
Operation Stonegarden Grant	97.067	2011-1077	2,106,552
Operation Stonegarden Grant	97.067	2012-1123	727,462
		Subtotal 97.067	3,517,375
<b><u>FEDERAL EMERGENCY MANAGEMENT AGENCY</u></b>			
Passed Through State Office of Emergency Services:			
Emergency Assistance Mgmt.	97.039	FEMA-1911-DR-CA	71,000
		Subtotal 97.039	71,000

The accompanying notes are an integral part of the schedule.

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
Emergency Assistance Mgmt.	97.042	2012-0027	90,576
Emergency Assistance Mgmt.	97.042	2013-083	25,348
		Subtotal 97.042	115,924
Emergency Assistance Mgmt.	97.067	2013-0047	80,156
Emergency Assistance Mgmt.	97.067	2012-0123	174,743
		Subtotal 97.067	254,899
<b>TOTAL EMERGENCY MANAGEMENT AGENCY</b>			441,823
<b>TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY</b>		Total	<b>3,959,198</b>
<b><u>ENVIRONMENTAL PROTECTION AGENCY</u></b>			
Air Pollution Control Program Support	66.001	A-00905612-0	85,255
		Subtotal 66.001	85,255
CAA Special Purpose Activities -Air Quality	66.034	XA-00T50601-1	136,750
BECC Grants	66.034	TAA14-012	28,361
		Subtotal 66.034	165,111
<b>TOTAL ENVIRONMENTAL PROTECTION AGENCY</b>		Total	<b>250,366</b>
<b><u>INSTITUTE OF MUSEUM AND LIBRARY SERVICES</u></b>			
Passed Through California State Library:			
Library Services and Technology Act (LSTA	45.310	40-7963	11,085
		Subtotal 45.310	11,085
<b>TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES</b>			<b>11,085</b>
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>			
Passed Through State Department of Health Services:			
Project Grants and Cooperative Agreements			
Nutrition Education	93.053	11-10758 & 12-10178	306,427
		Subtotal 93.053	306,427

The accompanying notes are an integral part of the schedule.

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
PHEP	93.074	EPO-12-14	183,644
		Subtotal 93.074	183,644
Tuberculosis Control Programs	93.116	95-117L2006-07	189,112
		Subtotal 93.116	189,112
Immunization Collaboration	93.185	11-10568	50,459
		Subtotal 93.185	50,459
Childhood Lead Poisoning	93.197	11-10310	31,663
		Subtotal 93.197	31,663
Community Transformation Grant	93.531	1017727	281,763
		Subtotal 93.531	281,763
Medi-Cal Admin. (MAA)	93.778	09-86016 & 10-87004	1,591,529
Targeted Case Management	93.778	13-0713	49,094
		Subtotal 93.778	1,640,623
Hospital Preparedness	93.889	EPO-12-14	184,174
		Subtotal 93.889	184,174
HIV Care Program Services	93.917	10-95260	76,943
HIV Living Assistance Support Prog.	93.917	12-10294	44,323
		Subtotal 93.917	121,266
Maternal and Child Health Service Block Grant:			
MCH Coordinator/PH Nutritionist/AFLP	93.994	201213	191,468
California Children Service (CCS)	93.994	200613	242,812
California Home Visiting Prog (CHVP)	93.994	201213	652,716
Child Health Disb. (CHDP)	93.994	CHDP 14 & HCPCFC	305,332
		Subtotal 93.994	1,392,328
Total State Dept. of Health			4,381,459
Passed Through California Secretary of State Department:			
HAVA Polling Place Accessibility Grant	93.617	13G26108	1,704
		Subtotal 93.617	1,704

The accompanying notes are an integral part of the schedule.

\*\* Major Program

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
Passed Through State Department of Alcohol and Drug Programs:			
Alcohol and Drug Abuse and Mental Health Services Block Grant:			
Community Mental Health Services	93.958	SAMHSA SFY 13-01	<u>368,381</u>
		Subtotal 93.958	<u>368,381</u>
Stewart B. McKinney/Homeless	93.150	MH 1772 B	<u>56,839</u>
		Subtotal 93.150	<u>56,839</u>
SAPT	93.959	SCC 13(13/14)	<u>997,417</u>
		Subtotal 93.959	<u>997,417</u>
Federal Medi-Cal	93.778	SCC 13(12/13)	<u>109,511</u>
		Subtotal 93.778	<u>109,511</u>
Total State Dept. of Alcohol & Drug Programs			<u>1,532,148</u>
Passed Through State Department of Social Services:			
**Child Support Enforcement	93.563	FY 2013-14	<u>4,888,563</u>
		Subtotal 93.563	<u>4,888,563</u>
**TANF Temporary Need	93.558	FY 2013-14	20,529,380
**Asst. Payments-Maint. Assist.	93.558	FY 2013-14	<u>13,643,060</u>
		Subtotal 93.558	<u>34,172,440</u>
Total State Dept. of Social Services			<u>39,061,003</u>
Passed Through State Department Office of Aging:			
Title VII-B Elder Abuse Prev.	93.041	AP-1213-24	<u>2,842</u>
		Subtotal 93.041	<u>2,842</u>
Title VII-A Ombudsman	93.042	AP-1213-24	<u>22,835</u>
		Subtotal 93.042	<u>22,835</u>

The accompanying notes are an integral part of the schedule.

\*\* Major Program



**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grant/Pass-Through Grantor/ Program Title</b>	<b>Federal C.F.D.A. Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program Expenditures</b>
Title III D - Disease Prevention	93.043	AP-1213-24	<u>12,437</u>
		Subtotal 93.043	<u>12,437</u>
Title III B - Support Services Senior Centers	93.044	AP-1213-24	<u>198,784</u>
		Subtotal 93.044	<u>198,784</u>
Title III C-1 & C-2	93.045	AP-1213-24	<u>353,054</u>
		Subtotal 93.045	<u>353,054</u>
Title III E Family Caregiver Service	93.052	AP-1213-24	<u>87,388</u>
		Subtotal 93.052	<u>87,388</u>
NSIP Meal Subsidiary III	93.053	AP-1213-24	<u>60,130</u>
		Subtotal 93.053	<u>60,130</u>
Total Passed Through State Dept. of Aging			<u>737,470</u>
<b>TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u><b>45,713,784</b></u> *
<b>TOTAL FEDERAL ASSISTANCE</b>			<u><b>\$ 65,987,371</b></u>
* Footnote: Direct Funding State Department Office of Aging:			
			State Funds
Title III C-1 & C-2	93.045	AP-1112-24	<u>\$ 55,038</u>
Title VII: Ombudsman	93.042	AP-1213-24	<u>9,766</u>
Title III E	93.052	AP-1213-24	<u>28,568</u>
Total State Dept. of Aging		Total State Funds	<u><u>\$ 93,372</u></u>

**COUNTY OF IMPERIAL, CALIFORNIA  
SCHEDULE OF SUBRECIPIENTS OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Program Title</b>	<b>Federal CFDA Number</b>	<b>Amount Provided to Subrecipient</b>
Urban Assistance	20.507	\$ 1,207,188
Urban Assistance - ARRA	20.507	1,439,917
Rural Assistance - ARRA	20.509	792,209
Workforce Investment Act - Adult Program	17.258	1,640,469
Special Program for the Aging - Title III, Part B	93.044	79,332
Special Program for the Aging - Title III, Parts C1	93.045	204,055
Special Program for the Aging - Title III, Parts C2	93.045	104,931
National Family Caregiver Support - Title III, Part E	93.052	75,916
Nutrition Services Incentive Program	93.053	60,130
Medical Assistance Program-Charlee Family Care	93.778	330,943
Hospital Preparedness Program	93.889	56,325
HIV Care Formula Grants	93.917	68,648
Emergency Management Grant-Homeland Security Grants	97.067	174,743
Homeland Security-Operation Stonegarden Grant	97.067	2,035,310
Total Subrecipients Expenditures		<u>\$ 8,270,116</u>

Notes:

- (1) Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the County of Imperial provided federal awards to subrecipients as indicated above.

COUNTY OF IMPERIAL, CALIFORNIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2014

SECTION I – SUMMARY OF AUDITORS' RESULTS

**Financial Statements**

Type of auditors' report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

☐ yes ☒ no

Significant deficiency(ies) identified

not considered to be material weaknesses?

☐ yes ☒ none reported

Noncompliance material to financial statements noted?

☐ yes ☒ no

**Federal Awards**

Internal Control over major programs:

Material weakness(es) identified?

☐ yes ☒ no

Significant deficiency(ies) identified

not considered to be material weaknesses?

☐ yes ☒ none reported

Type of auditors' report issued on compliance  
for major programs:

Unmodified

Any audit findings disclosed that are required  
to be reported in accordance with  
Circular A-133, Section .510(a)?

☐ yes ☒ no

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

20.205

93.558

93.563

Highway Research and Program Development

TANF Temporary Need

Child Support Enforcement

Dollar threshold used to distinguish  
between Type A and Type B programs:

\$1,968,000

Auditee qualified as low-risk auditee?

☒ yes ☐ no

**COUNTY OF IMPERIAL, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

For The Year Ended June 30, 2014

PROGRAM

FINDING/NONCOMPLIANCE

QUESTIONED  
COSTS

**There are no current year findings.**

**COUNTY OF IMPERIAL, CALIFORNIA**

**STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**

For The Year Ended June 30, 2014

CONDITION

RECOMMENDATION

STATUS

**There are no prior year findings.**

**COUNTY OF IMPERIAL, CALIFORNIA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For The Year Ended June 30, 2014

**Note 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Imperial under programs of the federal government for the year ended June 30, 2014. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**Note 2. Summary of Significant Accounting Policies**

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting.

**Note 3. Loans Receivable**

The following are loans receivable by the County of Imperial, California, relating to the described federal program as of June 30, 2014:

	<b>Federal CFDA Number</b>	<b>Amount</b>
State block grant 1992	14.228	\$ 85,128
State block grant 1994	14.228	84,038
State block grant 1996	14.228	195,778
State block grant 1998	14.228	123,232
State block grant 2002	14.228	354,295
State block grant 2004	14.228	489,543
State block grant program income	14.228	721,802
CDBG grant 2009	14.228	87,378
CDBG grant 2009	14.228	84,213
CDBG grant 2009	14.228	31,820
CDBG Homebuyers Assistance 2011	14.218	60,000
CDBG Homebuyers Assistance	14.218	75,000
CALHOME 2009	14.228	978,950
Home First-Time Homebuyer Program 2000	14.228	374,616
Home First-Time Homebuyer Program 2002	14.228	3,076,276
Home First-Time Homebuyer Program 2005	14.228	695,888
Home First-Time Homebuyer Program 2008	14.228	462,530
Home New Rental Construction Project 2003	14.228	3,774,000
Home New Rental Construction Project 2004	14.228	<u>4,216,000</u>
Total Department of Housing And Urban Development:		<u>\$15,970,487</u>
 USDA Small Business Revolving Loan Fund		 <u>\$ 16,899</u>