

**PERMANENT ROAD MAINTENANCE DIVISIONS**

**AGREED-UPON PROCEDURES REPORT  
FOR THE FISCAL YEARS ENDED  
JUNE 30, 2007 AND 2006**



**RODNEY A. DOLE**  
SONOMA COUNTY  
AUDITOR-CONTROLLER  
TREASURER-TAX COLLECTOR

**PERMANENT ROAD  
MAINTENANCE DIVISIONS**

**AGREED-UPON PROCEDURES REPORT  
FOR THE FISCAL YEARS ENDED  
JUNE 30, 2007 AND 2006**

**TABLE OF CONTENTS**

	<u>PAGE</u>
Auditor-Controller's Report	
Basic Financial Statements:	
Government-wide Financial Statements:	
Comparative Statement of Net Assets .....	1
Comparative Statement of Activities .....	2
Fund Financial Statements:	
Comparative Balance Sheet - General Fund .....	3
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances - General Fund .....	4
Comparative Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund .....	5
Notes to the Basic Financial Statements .....	6 - 12
Supplementary Information:	
Combining Balance Sheet, June 30, 2007 .....	14
Combining Balance Sheet, June 30, 2006 .....	15
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - General Funds - for Fiscal Year Ended June 30, 2007 .....	16
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - General Funds - for Fiscal Year Ended June 30, 2006 .....	17
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - for Fiscal Year Ended June 30, 2007 .....	18 - 20
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - for Fiscal Year Ended June 30, 2006 .....	21 - 23

**RODNEY A. DOLE**  
AUDITOR-CONTROLLER  
TREASURER -TAX COLLECTOR



**DONNA M. DUNK**  
ASSISTANT  
AUDITOR-CONTROLLER

**ROBERT BOITANO**  
ASSISTANT  
TREASURER

**PAM JOHNSTON**  
ASSISTANT  
TAX COLLECTOR / AUDITOR

Mr. Phillip Demery, Director  
Department of Transportation and Public Works  
2300 County Center Drive, Suite B 100  
Santa Rosa, CA 95403

### **Auditor-Controller's Report on Applying Agreed-upon Procedures**

We have performed the procedures enumerated below, which were agreed to by Permanent Road Maintenance Divisions (the Divisions), a component unit of the County of Sonoma, solely to assist you with respect to the accompanying financial statements as of and for the years ended June 30, 2007 and June 30, 2006. These financial statements are the responsibility of the Department of Transportation and Public Works. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

- 1. Procedure Performed:** Reconcile cash to the County of Sonoma Treasurer.

**Finding:** No exceptions were noted.

- 2. Procedure Performed:** Test expenditures for proper period recognition, distribution, authorization and supporting documentation.

**Finding:** No exceptions were noted.

- 3. Procedure Performed:** Review for compliance with State reporting requirements and budgetary controls.

**Finding:** No exceptions were noted.

- 4. Procedure Performed:** Perform analytical review to identify and investigate significant account fluctuations.

**Finding:** No unexplained significant fluctuations.

We were not engaged to, and did not conduct an audit, the objective of which would be the expression of an opinion, on the accompanying financial statements. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Division's management and is not intended to be and should not be used by anyone other than those specified parties.

*Sonoma County Auditor-Controller*

June 20, 2008

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Comparative Statement of Net Assets**  
**June 30, 2007 and 2006**

	<b>2007</b>	<b>2006</b>
<b>Assets</b>		
Cash in treasury	\$ <u>88,196</u>	\$ <u>71,340</u>
Total assets	<u>88,196</u>	<u>71,340</u>
<b>Net Assets</b>		
Unrestricted	<u>88,196</u>	<u>71,340</u>
Total net assets	<u>\$ 88,196</u>	<u>\$ 71,340</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Comparitive Statement of Activities**  
**For the Years Ended June 30, 2007 and 2006**

	<b>2007</b>	<b>2006</b>
<b>Program Expenses</b>		
Permanent road maintenance		
Services and supplies	\$ 3,704	\$ 6,094
	<u>3,704</u>	<u>6,094</u>
Total program expenses		
<b>Program Revenues</b>		
Charges for services		
Intergovernmental revenue	171	177
	<u>171</u>	<u>177</u>
Total program revenues		
<b>General Revenues</b>		
Property taxes	16,636	14,819
Investment earnings	3,753	2,440
	<u>20,389</u>	<u>17,259</u>
Total general revenues		
Change in net assets	16,856	11,342
Net assets, beginning of the year	<u>71,340</u>	<u>59,998</u>
Net assets, end of the year	<u>\$ 88,196</u>	<u>\$ 71,340</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Comparative Balance Sheet**  
**General Fund**  
**June 30, 2007 and 2006**

	<b>2007</b>	<b>2006</b>
<b>Assets</b>		
Cash in treasury	\$ <u>88,196</u>	\$ <u>71,340</u>
 Total Assets	 <u>88,196</u>	 <u>71,340</u>
 <b>Fund Balance</b>		
Unreserved, undesignated	<u>88,196</u>	<u>71,340</u>
 Total fund balance	 <u><u>\$ 88,196</u></u>	 <u><u>\$ 71,340</u></u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Comparative Statements of Revenues, Expenditures and Changes in**  
**Fund Balances**  
**General Fund**  
**June 30, 2007 and 2006**

	<b>2007</b>	<b>2006</b>
<b>Revenues</b>		
Taxes	\$ 16,636	\$ 14,819
Uses of money	3,753	2,440
Intergovernmental revenues	171	177
	20,560	17,436
<b>Expenditures</b>		
Current		
Services and supplies	3,704	6,094
	3,704	6,094
Excess (deficiency) of revenues over (under) expenditures	16,856	11,342
Fund balance, beginning of year	71,340	59,998
Fund balance, end of year	\$ 88,196	\$ 71,340

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Comparative Combining Statements of Revenues, Expenditures and**  
**Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Years Ended June 30, 2007 and 2006**

	June 30, 2007				June 30, 2006			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)	Original	Final		Favorable (Unfavorable)
<b>Revenues</b>								
Taxes	\$ 13,364	\$ 13,364	\$ 16,636	\$ 3,272	\$ 13,364	\$ 13,364	\$ 14,819	\$ 1,455
Uses of money	2,822	2,822	3,753	931	1,215	1,215	2,440	1,225
Intergovernmental revenue	179	179	171	(8)	179	179	177	(2)
Total revenues	<u>16,365</u>	<u>16,365</u>	<u>20,560</u>	<u>4,195</u>	<u>14,758</u>	<u>14,758</u>	<u>17,436</u>	<u>2,678</u>
<b>Expenditures</b>								
Current:								
Services and supplies	2,410	8,210	3,704	4,506	7,210	7,210	6,094	1,116
Total expenditures	<u>2,410</u>	<u>8,210</u>	<u>3,704</u>	<u>4,506</u>	<u>7,210</u>	<u>7,210</u>	<u>6,094</u>	<u>1,116</u>
Excess (deficiency) of revenues over (under) expenditures	13,955	8,155	16,856	8,701	7,548	7,548	11,342	3,794
Fund balance, beginning of year	<u>71,340</u>	<u>71,340</u>	<u>71,340</u>	<u>0</u>	<u>59,998</u>	<u>59,998</u>	<u>59,998</u>	<u>0</u>
Fund balance, end of year	<u>\$ 85,295</u>	<u>\$ 79,495</u>	<u>\$ 88,196</u>	<u>\$ 8,701</u>	<u>\$ 67,546</u>	<u>\$ 67,546</u>	<u>\$ 71,340</u>	<u>\$ 3,794</u>

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

**Permanent Road Maintenance Divisions**  
**Notes to the Financial Statements**  
**June 30, 2007 and 2006**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Permanent Road Maintenance Divisions (the Divisions) were formed and established by petition to the Sonoma County Board of Supervisors at regularly scheduled meetings held at various dates. The Permanent Road Maintenance Divisions were formed and are currently governed under the California Street and Highways Code, Section 1160-1197.

The Permanent Road Maintenance Divisions are governed by a five member Board of Supervisors. The regular meeting of the Board of Supervisors is held on every Tuesday at 8:30 a.m. at the Sonoma County Administration Building.

<b>Name of the Division:</b>	<b>Resolution #</b>	<b>Resolution Date</b>
Bittner Lane Permanent Road	00360-1	08-07-61
Mill Creek Lane Permanent Road	11069-1	11-23-64
Mirabel Heights Permanent Road	21665	01-23-61
Monte Rosa Permanent Road #1	19850	05-17-60
Peaks Pike Permanent Road	16402	01-26-59

The purpose of the Divisions is to provide maintenance on non-county roads in private subdivisions. Property taxes and voluntary assessments fund the road work which is done by the Department of Transportation and Public Works' Road Maintenance Division and charged accordingly with budget limitations. Maintenance work on the roads within the Divisions is done on an as needed basis subject to the availability of funds. Expenditure levels fluctuate periodically among the Divisions in meeting scheduled repair and maintenance projects.

The Sonoma County Permanent Road Maintenance Divisions are governed by the Board of Supervisors and managed by the Transportation and Public Works Department. The exercise of this oversight responsibility causes the Sonoma County Permanent Road Maintenance Divisions' funds to be an integral part of the County of Sonoma's reporting entity. Therefore, the funds' financial statements have also been included in the County's annual financial statements.

The financial statements present only the Divisions' funds and are not intended to present fairly the results of operation of the County in conformity with generally accepted accounting principles.

The comparative financial statements of the Divisions' are shown in the aggregate and individual Division and District information is presented in combining statements shown in the supplementary information section.

**Permanent Road Maintenance Divisions**  
**Notes to the Financial Statements**  
**June 30, 2007 and 2006**

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

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Divisions. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately.

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

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Divisions consider revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

**D. Assets and Net Assets or Equity**

**1. Cash and Investments**

The Divisions adopted the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment*

**Permanent Road Maintenance Divisions**  
**Notes to the Financial Statements**  
**June 30, 2007 and 2006**

*Pools*, which require governmental entities, including governmental external investment pools, to report certain investments at fair value in the balance sheet and recognize the corresponding change in the fair value of the investments in the year in which the change occurred. In accordance with GASB Statement No. 31, the District has stated certain investments at fair value.

**2. Net Assets**

Net assets are classified into three components: 1) invested in capital assets, net of related debt, 2) restricted and 3) unrestricted. These classifications are defined as follows:

- Invested in capital assets, net of related debt (if any) – This component of net assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of notes payable.
- Restricted net assets (if any) – This component of net assets consists of net assets with limits on their use that imposed by outside parties.
- Unrestricted net assets – This component of net assets consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

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

**E. Fund Equity**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

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

**GASB Statement No. 40**

Effective July 1, 2006, the Divisions implemented GASB Statement No. 40, *Deposit and Investment Risk Disclosures – an Amendment of GASB Statement No. 3*, which addresses common deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk and foreign currency risk.

**Permanent Road Maintenance Divisions  
Notes to the Financial Statements  
June 30, 2007 and 2006**

**II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

Annual budgets are adopted on a basis which differs from the generally accepted accounting principles (GAAP) in that encumbrances are treated as budgeted expenditures in the year of incurrence of the commitment to purchase. At June 30, 2007 and 2006 the Divisions had no encumbrances outstanding, resulting in a budgetary basis consistent with GAAP in all material respects for the fiscal years ended June 30, 2007 and 2006. The appropriated budget is prepared by funds and categories. Any changes to or transfers of appropriations between categories require Board approval. The Divisions did amend their budgets by board resolution in the fiscal year ended June 30, 2007, increasing budgeted expenditures by \$5,800. There were no budget amendments in the fiscal year ended June 30, 2006.

**III. DETAILED NOTES**

**A. Cash and Investments**

Investment in the Sonoma County Treasurer's Investment Pool

The Divisions' cash is pooled with the Sonoma County Treasurer, who acts as a disbursing agent for the Divisions. The fair value of the Divisions' investment in this pool is reported in the accompanying financial statements at amounts based upon the Divisions' pro-rata share of the fair value provided by the Treasury Pool for the entire Treasury Pool portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on accounting records maintained by the Treasury Pool, which are recorded on an amortized cost basis. Interest earned on investments pooled with the County is allocated quarterly to the appropriate fund based on its respective average daily balance for that quarter. The Treasury Oversight Committee has regulatory oversight for all monies deposited into the Treasury Pool.

As of June 30, 2007, the District's share of the decrease in fair value of investments was \$52.

Investment Guidelines

The District's pooled cash and investments are invested pursuant to investment policy guidelines established by the County Treasurer and approved by the Board of Supervisors. The objectives of the policy are, in order of priority: safety of capital, liquidity and maximum rate of return. The policy addresses the soundness of financial institutions in which the County will deposit funds, types of investment instruments as permitted by the California Government Code 53601, and the percentage of the portfolio that may be invested in certain instruments with longer terms to maturity.

**Permanent Road Maintenance Divisions**  
**Notes to the Financial Statements**  
**June 30, 2007 and 2006**

A copy of the Treasury Pool investment policy is available upon request from the Sonoma County Treasurer at 585 Fiscal Drive, Room 100-F, Santa Rosa, California, 95403-2871.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, one of the ways that the Treasury Pool manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturing evenly over time as necessary to provide the cash flow and liquidity needed for operations.

As of June 30, 2007, approximately 69 percent of the securities in the Treasury Pool had maturities of one year or less. Of the remainder, only 4 percent had a maturity of more than five years.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Treasury Pool does not have a rating provided by a nationally recognized statistical rating organization.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Treasury Pool's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits and securities lending transactions:

- The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by depository regulated under stated law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies.

**Permanent Road Maintenance Divisions**  
**Notes to the Financial Statements**  
**June 30, 2007 and 2006**

- The California Government Code limits the total of all securities lending transactions to 20% of the fair value of the investment portfolio.

With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as the Treasury Pool).

Concentration of Credit Risk

The investment policy of the County contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. For a listing of investments in any one issuer (other than U.S. Treasury securities, mutual funds, or external investment pools) that represent 5% or more of total County investments, refer to the 2007 Sonoma County CAFR

**B. Property Taxes**

The County of Sonoma is responsible for assessing, collecting and distributing property taxes in accordance with state law. Liens on real property are established January 1st for the ensuing fiscal year. The property tax is levied as of July 1 on all taxable property located in the County of Sonoma.

Secured property taxes are due in two installments, on November 1 and February 1, and are delinquent after December 10 and April 10, respectively. Additionally, supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction.

Since the passage of California's Proposition 13, beginning with fiscal year 1978/1979, general property taxes are based either on a flat 1% rate applied to the 1975/1976 full value, or on 1% of the sales price of the property on sales transactions and construction after the 1975/1976 valuation. Taxable values on properties (exclusive of increases related to sales and construction) can rise at a maximum of 2% per year.

On June 29, 1993, the Board of Supervisors adopted the "Teeter" Alternate Method of Property Tax Allocation. This method allocates property taxes based on the total property tax billed. At year-end the County advances cash to each taxing jurisdiction equal to its current year delinquent property taxes. In exchange, the County receives the penalties and interest on delinquent taxes when collected. The penalties and interest are used to pay the interest cost of borrowing the cash used for the advances.

Taxes are collected by the County of Sonoma Tax Collector/Treasurer's Department and apportioned to each taxing entity in accordance with state law.

**Permanent Road Maintenance Divisions**  
**Notes to the Financial Statements**  
**June 30, 2007 and 2006**

**IV. OTHER INFORMATION**

**A. Labor/Manpower Cost Reimbursement**

The County of Sonoma Department of Transportation and Public Works is responsible for the employees who perform various services for the Divisions.

**B. Risk Management**

The Permanent Road Maintenance Divisions are directly governed by the County of Sonoma Board of Supervisors and are covered for liability matters by the County's self-insured liability program, which has a \$750,000 self-insured retention per occurrence. Excess coverage is obtained through the Joint Powers Authority of CSAC Excess Insurance Authority. Limits are available up to \$10,000,000 per occurrence. Property damage liability is included within the package. Premiums for the self-insurance liability coverage are paid out of the County of Sonoma's Internal Service Fund and not that of the individual Divisions.

**C. Future Governmental Accounting Standards**

The Governmental Accounting Standards Board (GASB) issued a new standard, known as GASB No. 46 – *Net Assets Restricted by Enabling Legislation – an amendment of GASB Statement No. 34 in December 2006*. This statement clarifies the definition of legally enforceable legislation restriction, specifies the accounting and financial reporting requirements if new enabling legislation replaces existing enabling legislation or if legal enforceability is reevaluated, and requires governments to disclose the portion of total net assets that is restricted by enabling legislation. GASB No. 46 is effective for periods beginning after June 15, 2007.

**SUPPLEMENTAL INFORMATION**

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Balance Sheet - General Fund**  
**June 30, 2007**

	<u>Bittner</u>	<u>Millcreek</u>	<u>Mirabel</u>	<u>Monte Rosa</u>	<u>Peaks Pike</u>	<u>Total All Funds</u>
<b>Assets</b>						
Assets:						
Cash in treasury	\$ <u>5,705</u>	\$ <u>51,582</u>	\$ <u>6,987</u>	\$ <u>8,694</u>	\$ <u>15,228</u>	\$ <u>88,196</u>
 Total Assets	 \$ <u>5,705</u>	 \$ <u>51,582</u>	 \$ <u>6,987</u>	 \$ <u>8,694</u>	 \$ <u>15,228</u>	 \$ <u>88,196</u>
 <b>Fund Balance</b>						
Unreserved, undesignated	 <u>5,705</u>	 <u>51,582</u>	 <u>6,987</u>	 <u>8,694</u>	 <u>15,228</u>	 <u>88,196</u>
 Total fund balance	 \$ <u>5,705</u>	 \$ <u>51,582</u>	 \$ <u>6,987</u>	 \$ <u>8,694</u>	 \$ <u>15,228</u>	 \$ <u>88,196</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Balance Sheet - General Fund**  
**June 30, 2006**

	<u>Bittner</u>	<u>Millcreek</u>	<u>Mirabel</u>	<u>Monte Rosa</u>	<u>Peaks Pike</u>	<u>Total All Funds</u>
<b>Assets</b>						
Assets:						
Cash in treasury	\$ 4,193	\$ 43,054	\$ 5,563	\$ 7,064	\$ 11,466	\$ 71,340
Total Assets	<u>\$ 4,193</u>	<u>\$ 43,054</u>	<u>\$ 5,563</u>	<u>\$ 7,064</u>	<u>\$ 11,466</u>	<u>\$ 71,340</u>
<b>Fund Balance</b>						
Unreserved, undesignated	<u>4,193</u>	<u>43,054</u>	<u>5,563</u>	<u>7,064</u>	<u>11,466</u>	<u>71,340</u>
Total fund balance	<u>\$ 4,193</u>	<u>\$ 43,054</u>	<u>\$ 5,563</u>	<u>\$ 7,064</u>	<u>\$ 11,466</u>	<u>\$ 71,340</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - General Fund**  
**For the Fiscal Year Ended June 30, 2007**

	<u>Bittner</u>	<u>Millcreek</u>	<u>Mirabel</u>	<u>Monte Rosa</u>	<u>Peaks Pike</u>	<u>Total All Funds</u>
<b>Revenues</b>						
Taxes	\$ 1,838	\$ 8,747	\$ 1,184	\$ 1,314	\$ 3,553	\$ 16,636
Uses of money/property	240	2,233	291	364	625	3,753
Intergovernmental	19	89	12	15	36	171
Total revenues	<u>2,097</u>	<u>11,069</u>	<u>1,487</u>	<u>1,693</u>	<u>4,214</u>	<u>20,560</u>
<b>Expenditures</b>						
Current:						
Services and supplies	<u>585</u>	<u>2,541</u>	<u>63</u>	<u>63</u>	<u>452</u>	<u>3,704</u>
Total expenditures	<u>585</u>	<u>2,541</u>	<u>63</u>	<u>63</u>	<u>452</u>	<u>3,704</u>
Excess (deficiency) of revenues over (under) expenditures	1,512	8,528	1,424	1,630	3,762	16,856
Fund balance, beginning of year	<u>4,193</u>	<u>43,054</u>	<u>5,563</u>	<u>7,064</u>	<u>11,466</u>	<u>71,340</u>
Fund balance, end of year	<u>\$ 5,705</u>	<u>\$ 51,582</u>	<u>\$ 6,987</u>	<u>\$ 8,694</u>	<u>\$ 15,228</u>	<u>\$ 88,196</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - General Funds**  
**For the Fiscal Year Ended June 30, 2006**

	<u>Bittner</u>	<u>Millcreek</u>	<u>Mirabel</u>	<u>Monte Rosa</u>	<u>Peaks Pike</u>	<u>Total All Funds</u>
<b>Revenues</b>						
Taxes	\$ 1,500	\$ 8,128	\$ 934	\$ 959	\$ 3,298	\$ 14,819
Uses of money/property	134	1,456	192	261	397	2,440
Intergovernmental	<u>18</u>	<u>96</u>	<u>11</u>	<u>13</u>	<u>39</u>	<u>177</u>
Total revenues	<u>1,652</u>	<u>9,680</u>	<u>1,137</u>	<u>1,233</u>	<u>3,734</u>	<u>17,436</u>
<b>Expenditures</b>						
Current:						
Services and supplies	<u>396</u>	<u>2,803</u>	<u>396</u>	<u>898</u>	<u>1,601</u>	<u>6,094</u>
Total expenditures	<u>396</u>	<u>2,803</u>	<u>396</u>	<u>898</u>	<u>1,601</u>	<u>6,094</u>
Excess (deficiency) of revenues over (under) expenditures	1,256	6,877	741	335	2,133	11,342
Fund balance, beginning of year	<u>2,937</u>	<u>36,177</u>	<u>4,822</u>	<u>6,729</u>	<u>9,333</u>	<u>59,998</u>
Fund balance, end of year	<u>\$ 4,193</u>	<u>\$ 43,054</u>	<u>\$ 5,563</u>	<u>\$ 7,064</u>	<u>\$ 11,466</u>	<u>\$ 71,340</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2007**

	Bittner Lane Permanent Road Division				Millcreek Permanent Road Division			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)	Original	Final		Favorable (Unfavorable)
<b>Revenues</b>								
Taxes	\$ 1,023	\$ 1,023	\$ 1,838	\$ 815	\$ 7,684	\$ 7,684	\$ 8,747	\$ 1,063
Uses of money/property	168	168	240	72	1,800	1,800	2,233	433
Intergovernmental	13	13	19	6	102	102	89	(13)
Total revenues	<u>1,204</u>	<u>1,204</u>	<u>2,097</u>	<u>893</u>	<u>9,586</u>	<u>9,586</u>	<u>11,069</u>	<u>1,483</u>
<b>Expenditures</b>								
Current:								
Services and supplies	162	3,962	585	3,377	562	2,562	2,541	21
Total expenditures	<u>162</u>	<u>3,962</u>	<u>585</u>	<u>3,377</u>	<u>562</u>	<u>2,562</u>	<u>2,541</u>	<u>21</u>
Excess (deficiency) of revenues over (under) expenditures	1,042	(2,758)	1,512	4,270	9,024	7,024	8,528	1,504
Fund balance, beginning of year	<u>4,193</u>	<u>4,193</u>	<u>4,193</u>	<u>0</u>	<u>43,054</u>	<u>43,054</u>	<u>43,054</u>	<u>0</u>
Fund balance, end of year	<u>\$ 5,235</u>	<u>\$ 1,435</u>	<u>\$ 5,705</u>	<u>\$ 4,270</u>	<u>\$ 52,078</u>	<u>\$ 50,078</u>	<u>\$ 51,582</u>	<u>\$ 1,504</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2007**

	Mirabel Heights Permanent Road Division				Monte Rosa Permanent Road Division			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final		(Unfavorable)	Original	Final		(Unfavorable)
<b>Revenues</b>								
Taxes	\$ 773	\$ 773	\$ 1,184	\$ 411	\$ 825	\$ 825	\$ 1,314	\$ 489
Uses of money/property	194	194	291	97	180	180	364	184
Intergovernmental	13	13	12	(1)	13	13	15	2
Total revenues	980	980	1,487	507	1,018	1,018	1,693	675
<b>Expenditures</b>								
Current:								
Services and supplies	562	562	63	499	562	562	63	499
Total expenditures	562	562	63	499	562	562	63	499
Excess (deficiency) of revenues over (under) expenditures	418	418	1,424	1,006	456	456	1,630	1,174
Fund balance, beginning of year	5,563	5,563	5,563	0	7,064	7,064	7,064	0
Fund balance, end of year	\$ 5,981	\$ 5,981	\$ 6,987	\$ 1,006	\$ 7,520	\$ 7,520	\$ 8,694	\$ 1,174

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2007**

	Peaks Pike Permanent Road Division				Total All Funds (Memorandum Only)			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable	Original	Final		Favorable
			(Unfavorable)				(Unfavorable)	
<b>Revenues</b>								
Taxes	\$ 3,059	\$ 3,059	\$ 3,553	\$ 494	\$ 13,364	\$ 13,364	\$ 16,636	\$ 3,272
Uses of money/property	480	480	625	145	2,822	2,822	3,753	931
Intergovernmental	38	38	36	(2)	179	179	171	(8)
Total revenues	<u>3,577</u>	<u>3,577</u>	<u>4,214</u>	<u>637</u>	<u>16,365</u>	<u>16,365</u>	<u>20,560</u>	<u>4,195</u>
<b>Expenditures</b>								
Current:								
Services and supplies	562	562	452	110	2,410	8,210	3,704	4,506
Total expenditures	<u>562</u>	<u>562</u>	<u>452</u>	<u>110</u>	<u>2,410</u>	<u>8,210</u>	<u>3,704</u>	<u>4,506</u>
Excess (deficiency) of revenues over (under) expenditures	3,015	3,015	3,762	747	13,955	8,155	16,856	8,701
Fund balance, beginning of year	<u>11,466</u>	<u>11,466</u>	<u>11,466</u>	<u>0</u>	<u>71,340</u>	<u>71,340</u>	<u>71,340</u>	<u>0</u>
Fund balance, end of year	<u>\$ 14,481</u>	<u>\$ 14,481</u>	<u>\$ 15,228</u>	<u>\$ 747</u>	<u>\$ 85,295</u>	<u>\$ 79,495</u>	<u>\$ 88,196</u>	<u>\$ 8,701</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2006**

	Bittner Lane Permanent Road Division				Millcreek Permanent Road Division			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)	Original	Final		Favorable (Unfavorable)
<b>Revenues</b>								
Taxes	\$ 1,023	\$ 1,023	\$ 1,500	\$ 477	\$ 7,684	\$ 7,684	\$ 8,128	\$ 444
Uses of money/property	70	70	134	64	787	787	1,456	669
Intergovernmental	13	13	18	5	102	102	96	(6)
Total revenues	<u>1,106</u>	<u>1,106</u>	<u>1,652</u>	<u>546</u>	<u>8,573</u>	<u>8,573</u>	<u>9,680</u>	<u>1,107</u>
<b>Expenditures</b>								
Current:								
Services and supplies	498	498	396	102	3,298	3,298	2,803	495
Total expenditures	<u>498</u>	<u>498</u>	<u>396</u>	<u>102</u>	<u>3,298</u>	<u>3,298</u>	<u>2,803</u>	<u>495</u>
Excess (deficiency) of revenues over (under) expenditures	608	608	1,256	648	5,275	5,275	6,877	1,602
Fund balance, beginning of year	<u>2,937</u>	<u>2,937</u>	<u>2,937</u>	<u>0</u>	<u>36,177</u>	<u>36,177</u>	<u>36,177</u>	<u>0</u>
Fund balance, end of year	<u>\$ 3,545</u>	<u>\$ 3,545</u>	<u>\$ 4,193</u>	<u>\$ 648</u>	<u>\$ 41,452</u>	<u>\$ 41,452</u>	<u>\$ 43,054</u>	<u>\$ 1,602</u>

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2006**

	Mirabel Heights Permanent Road Division				Monte Rosa Permanent Road Division			
	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final			Original	Final		
<b>Revenues</b>								
Taxes	\$ 773	\$ 773	\$ 934	\$ 161	\$ 825	\$ 825	\$ 959	\$ 134
Uses of money/property	78	78	192	114	100	100	261	161
Intergovernmental	13	13	11	(2)	13	13	13	0
Total revenues	864	864	1,137	273	938	938	1,233	295
<b>Expenditures</b>								
Current:								
Services and supplies	898	898	396	502	898	898	898	0
Total expenditures	898	898	396	502	898	898	898	0
Excess (deficiency) of revenues over (under) expenditures	(34)	(34)	741	775	40	40	335	295
Fund balance, beginning of year	4,822	4,822	4,822	0	6,729	6,729	6,729	0
Fund balance, end of year	\$ 4,788	\$ 4,788	\$ 5,563	\$ 775	\$ 6,769	\$ 6,769	\$ 7,064	\$ 295

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

**PERMANENT ROAD MAINTENANCE DIVISIONS**  
**Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2006**

	Peaks Pike Permanent Road Division				Total All Funds (Memorandum Only)			
	Budgeted Amounts		Actual	Variance	Budgeted Amounts		Actual	Variance
	Original	Final		(Unfavorable)	Original	Final		(Unfavorable)
<b>Revenues</b>								
Taxes	\$ 3,059	\$ 3,059	\$ 3,298	\$ 239	\$ 13,364	\$ 13,364	\$ 14,819	\$ 1,455
Uses of money/property	180	180	397	217	1,215	1,215	2,440	1,225
Intergovernmental	38	38	39	1	179	179	177	(2)
Total revenues	<u>3,277</u>	<u>3,277</u>	<u>3,734</u>	<u>457</u>	<u>14,758</u>	<u>14,758</u>	<u>17,436</u>	<u>2,678</u>
<b>Expenditures</b>								
Current:								
Services and supplies	1,618	1,618	1,601	17	7,210	7,210	6,094	1,116
Total expenditures	<u>1,618</u>	<u>1,618</u>	<u>1,601</u>	<u>17</u>	<u>7,210</u>	<u>7,210</u>	<u>6,094</u>	<u>1,116</u>
Excess (deficiency) of revenues over (under) expenditures	1,659	1,659	2,133	474	7,548	7,548	11,342	3,794
Fund balance, beginning of year	<u>9,333</u>	<u>9,333</u>	<u>9,333</u>	<u>0</u>	<u>59,998</u>	<u>59,998</u>	<u>59,998</u>	<u>0</u>
Fund balance, end of year	<u>\$ 10,992</u>	<u>\$ 10,992</u>	<u>\$ 11,466</u>	<u>\$ 474</u>	<u>\$ 67,546</u>	<u>\$ 67,546</u>	<u>\$ 71,340</u>	<u>\$ 3,794</u>

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