

**IMPERIAL COUNTY TRANSPORTATION COMMISSION  
FINANCIAL REPORT OF THE  
ADMINISTRATION, PLANS & PROGRAMS FUNDS**

**June 30, 2011 and 2010**

## CONTENTS

	Page
<b>INDEPENDENT AUDITORS' REPORT</b>	3
<b>FINANCIAL STATEMENTS</b>	
Balance Sheets	4
Statements of Revenues and Expenditures	5
Statements of Changes in Fund Balance	6
Notes to the Financial Statements	7 - 8



## INDEPENDENT AUDITORS' REPORT

To the Commission Board Members  
County of Imperial, California

We have audited the accompanying financial statements of the Imperial County Transportation Commission Administration, Plans and Programs Funds as of June 30, 2011 and 2010, as listed in the table of contents. These financial statements are the responsibility of the Imperial County Transportation Commission's management. Our responsibility is to express an opinion 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 Guidelines on Auditing for Conformance, published by the Imperial County Transportation Commission. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 2, the financial statements present only the Imperial County Transportation Commission Administration, Plans and Programs Funds, and are not intended to present fairly the financial position of the Imperial County Transportation Commission and the results of its operations in conformity with accounting principles generally accepted in the United States of America.

In our opinion the financial statements referred to above present fairly, in all material respects, the financial position of the Imperial County Transportation Commission Administration, Plans and Programs Funds as of June 30, 2011 and 2010, and the results of its operations for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Hutchinson and Bloodgood LLP*

June 22, 2012

**IMPERIAL COUNTY TRANSPORTATION COMMISSION ADMINISTRATION,  
PLANS AND PROGRAMS FUNDS**

**BALANCE SHEETS  
June 30, 2011 and 2010**

	2011	2010
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Investments - Administration 7147	\$ 33,377	\$ 158,378
Cash and Investments - Plans and programs 7148	<u>126,740</u>	<u>138,192</u>
Total Current Assets	<u>\$ 160,117</u>	<u>\$ 296,570</u>
 <b>FUND BALANCE</b>		
<b>Fund Balance</b>		
Fund Balance - Unreserved	<u>160,117</u>	<u>296,570</u>
Total Fund Balance	<u>\$ 160,117</u>	<u>\$ 296,570</u>

See accompanying notes and independent auditors' report

**IMPERIAL COUNTY TRANSPORTATION COMMISSION ADMINISTRATION,  
PLANS AND PROGRAMS FUNDS**

**STATEMENTS OF REVENUES AND EXPENDITURES  
For the Years Ended June 30, 2011 and 2010**

	2011	2010
<b>Revenues</b>		
Transfers in - Administration 7147	\$ 253,475	\$ 317,800
Transfers in - Plans and programs 7148	<u>121,500</u>	<u>180,000</u>
Total revenue	<u>374,975</u>	<u>497,800</u>
<b>Expenditures</b>		
Administration 7147	378,476	317,800
Plans and programs 7148	<u>132,952</u>	<u>180,000</u>
Total expenditures	<u>511,428</u>	<u>497,800</u>
Excess of revenues over (under) expenditures	<u>\$ (136,453)</u>	<u>\$ --</u>

See accompanying notes and independent auditors' report

**IMPERIAL COUNTY TRANSPORTATION COMMISSION ADMINISTRATION,  
PLANS AND PROGRAMS FUNDS**

**STATEMENTS OF CHANGES IN FUND BALANCE  
For the Years Ended June 30, 2011 and 2010**

	<b>2011</b>	<b>2010</b>
<b>Fund balance, beginning</b>		
Administration 7147	\$ 158,378	\$ 158,378
Plans and programs 7148	<u>138,192</u>	<u>138,192</u>
Total Fund balance, beginning	<u>296,570</u>	<u>296,570</u>
<b>Excess of revenues over (under) expenses</b>		
Administration 7147	(125,001)	--
Plans and programs 7148	<u>(11,452)</u>	<u>--</u>
Total Excess of revenues over (under) expenses	<u>(136,453)</u>	<u>--</u>
<b>Fund balance, ending</b>		
Administration 7147	33,377	158,378
Plans and programs 7148	<u>126,740</u>	<u>138,192</u>
Total Fund Balance, ending	<u>\$ 160,117</u>	<u>\$ 296,570</u>

See accompanying notes and independent auditors' report

**IMPERIAL COUNTY TRANSPORTATION COMMISSION ADMINISTRATION,  
PLANS AND PROGRAMS FUNDS**

**NOTES TO THE FINANCIAL STATEMENTS**

**June 30, 2011 and 2010**

**Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Reporting Entities***

The Imperial County Transportation Commission Administration, Plans and Programs Funds of the County of Imperial, California, an Agency Fund was created pursuant to SB 620 to supplement existing funding sources for public transit services.

The County's Auditor-Controller's office acts as a trustee for the funds received and disbursed. The revenues of the fund are derived from ¼ cent of the local general sales tax collected statewide. The State Board of Equalization returns the ¼ cent to each county according to the amount of the tax collected.

The County's Auditor-Controller, based upon allocation instructions received from the Imperial County Transportation Commission "the ICTC", makes disbursements from the TDA fund to the County of Imperial and the cities, located within the County, which are eligible for TDA funds. The allocation instructions apportion the revenues received by the TDA fund among the incorporated and unincorporated areas of the County, based on population.

***Basis of Accounting***

The accounting policies of the Imperial County Transportation Commission Administration, Plans and Programs Funds conform to generally accepted accounting principles as applicable to governments.

The Imperial County Transportation Commission Administration, Plans and Programs Funds are accounted for in a trust fund of the County of Imperial using the modified accrual basis of accounting, whereby revenues are recognized when they become measurable and available to finance expenditures of the current period and expenditures are generally recognized when the related fund liabilities are incurred.

**Note 2. ANNUAL FINANCIAL STATEMENTS**

The financial statements are intended to present the financial position, results of operations and compliance with the Transportation Development Act for only the Imperial County Transportation Commission, Plans and Programs Funds.

**Note 3. CASH AND INVESTMENTS**

Cash is pooled with other cash of the County of Imperial to maximize investment opportunity and yields. Investment income resulting from this pooling is allocated to the respective funds, including the Imperial County Transportation Commission Administration, Plans and Programs Funds, based upon monthly average cash balances. Information regarding categorization of investments and risk can be found in the County's financial statements. The financial statements for the County of Imperial may be obtained by contacting the Auditor-Controller's office in El Centro, California.

Investments are stated at fair value in accordance with GASB 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

See independent auditors' report

**IMPERIAL COUNTY TRANSPORTATION COMMISSION ADMINISTRATION,  
PLANS AND PROGRAMS FUNDS**

**NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2011 and 2010**

**Note 4. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through June 22, 2012, the report date, and has determined that there are no reportable events.

See independent auditors' report