

RED HILL COMMUNITY PARK JOINT POWERS AUTHORITY

FINANCIAL STATEMENTS

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JUNE 30, 2007

RED HILL COMMUNITY PARK JOINT POWERS AUTHORITY

FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

TABLE OF CONTENTS

	<u>PAGE</u>
Table of Contents	i
<u>FINANCIAL SECTION</u>	
Independent Auditor's Report	1
Management's Discussion and Analysis	2
AUTHORITY FINANCIAL STATEMENTS:	
Statement of assets, liabilities and fund balance – cash basis	3
Statement of revenue, expenditures and changes in fund balance – cash basis	4
Notes to the Basic Financial Statements	5

October 18, 2007

To the Board of Trustees
Red Hill Community Park Joint Powers Authority
San Anselmo, California

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statement of assets, liabilities and fund balance – cash basis and the related statement of revenue, expenditures and changes in fund balance – cash basis of the Red Hill Community Park Joint Powers Authority (the "Authority") as of and for the fiscal year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control over financial reporting. Accordingly, we express no such opinion. 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 basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, these financial statements have been prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of the Authority at June 30, 2007, and its revenue collected and expenses paid, on the basis of accounting described in Note 1.

The accompanying management's discussion and analysis is not a required part of the financial statements, but is supplementary information required by generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and do not express an opinion on it.

This report is intended solely for the information and use of the Board of Trustees, management and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Odenberg Ullakko Muranishi & Co LLP

RED HILL COMMUNITY PARK JOINT POWERS AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

On January 31, 2004 the Tamalpais Union High School District and the Town of San Anselmo entered into an agreement establishing the Red Hill Community Park Joint Powers Authority (JPA) pursuant to the provisions of the Joint Exercise of Powers Act, Title 1, Division 7, Chapter 5, Article 1 (Section 6500, et seq.) of the California Government Code and Section 10905 of the California Education Code. The purpose of the JPA is to develop, maintain, and operate an athletic field and recreation facilities to be developed on property located at 110 Shaw Drive, San Anselmo, California.

Revenues

In January 2007, the JPA received a \$200,000 donation from the County of Marin. For the fiscal year ended June 30, 2007, \$27,586 in donations was raised in a public campaign. Additional funds received during the fiscal year include interest income \$1,179 and intermediate gifts \$5,000. Total revenue for the fiscal year ended June 30, 2007 was \$233,765.

Expenditures

Professional fees in the amount of \$58,855 make up the largest expenditure for the fiscal year ended June 30, 2007. Professional fees include architectural and engineering fees for construction documents totaling \$51,194, noise and traffic studies totaling \$2,661 and annual audit fees of \$5,000. Fundraising and marketing expenditures totaled \$1,209 and include printing of promotional brochures and other marketing activities. Additional expenditures include insurance totaling \$326. Total expenditures for the fiscal year ended June 30, 2007 were \$60,390.

The fund balance as of June 30, 2007 was \$277,983.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, creditors and government regulators with a general overview of the JPA's finances and to demonstrate the JPA's accountability for the money it receives. Below is the contact address for questions about this report or requests for additional financial information.

Treasurer
Red Hill Community Park Joint Powers Authority
525 San Anselmo Avenue
San Anselmo, CA 94960

(Ph) 415-258-4678

RED HILL COMMUNITY PARK JOINT POWERS AUTHORITY
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE-
CASH BASIS
JUNE 30, 2007

ASSETS:

Current assets:

Cash	\$ 277,983
Total current assets	<u>277,983</u>
Total assets	<u>\$ 277,983</u>

LIABILITIES AND FUND BALANCE:

Fund balance	<u>\$ 277,983</u>
Total liabilities and fund balance	<u>\$ 277,983</u>

See accompanying notes to financial statements.

RED HILL COMMUNITY PARK JOINT POWERS AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
CASH BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

OPERATING REVENUES:

Contributions	\$ 32,586
Grants	200,000
Total operating revenues	<u>232,586</u>

OPERATING EXPENDITURES:

Professional fees	58,855
Fundraising and marketing	1,209
Insurance	326
Total operating expenditures	<u>60,390</u>

Net excess of operating revenues over operating expenditures 172,196

NONOPERATING REVENUES:

Interest income	<u>1,179</u>
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Net excess of revenues over expenditures 173,375

Fund balance at the beginning of the fiscal year 104,608

Fund balance at the end of the fiscal year \$ 277,983

See accompanying notes to financial statements.

RED HILL COMMUNITY PARK JOINT POWERS AUTHORITY

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2007

NOTE 1 - Organization and summary of significant accounting policies:

Organization and description of Red Hill Community Park Joint Powers Authority

The Red Hill Community Park Joint Powers Authority (the "Authority") was organized in January 2004 by a joint powers agreement between the Town of San Anselmo ("Town") and the Tamalpais Union High School District ("District"). The Authority was created to develop the Red Hill community park and its ongoing use. Financing for the development of the park is primarily through contributions from public and the District. The Authority is governed by a five-member board consisting of two representatives from the Town, two representatives from the District, and one representative from the Ross Valley School District. The Authority is administered by the Town Recreation Director (Executive Officer) as appointed by the Board of Directors. The Authority has no employees.

Basis of accounting

The Authority uses the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Expenditures are recorded when the payment is made and revenue is recognized when cash is received.

NOTE 2 – Cash and investments:

Cash deposits

The Authority maintains its cash in demand deposits with federally insured banks. The bank balances are insured up to \$100,000 by federal depository insurance at June 30, 2007. At June 30, 2007, the book and bank balances were both \$277,983.

NOTE 3- Contingencies:

The Authority had received a \$200,000 grant in the current year from the County of Marin for specific purposes that is subject to review and audit by the grantor agency. Although such audit could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursements would not be material to the financial statements.