I have reviewed the draft copy of the audit and give my approval.

RESPONSE:

Ron A. Levy CPA
Moss, Levy & Hartzheim LLP

MEMBER AMERICAN INSTITUTE OF CPAs - CALIFORNIA SOCIETY OF MUNICIPAL FINANCE OFFICERS - CALIFORNIA ASSOCIATION OF SCHOOL BUSINESS OFFICERS

Moss, Levy & Hartzheim LLP

May 22, 2012

CERTIFIED PUBLIC ACCOUNTANTS
Moss, Levy & Hartzheim LLP

OF THE PUBLIC UTILITIES CODE
SECTION 99234 AND 99400(a)
JUNE 30, 2011
WITH INDEPENDENT AUDITORS REPORT
TRANSFORMATION DEVELOPMENT
COUNTY OF MONTEREY

Attention: Cem Cupp
County of Monterey

Fax: 805-373-5147
Tel: 805-373-5750
Santa Maria, CA 93454
620 East Main
PROJ

OF THE PUBLIC UTILITIES CODE
SECHEALED BY SECTIONS 99234 AND 99400(A)

JUNE 30, 2011

WITH INDEPENDENT AUDITORS REPORT

ACT FUND
TRANSPORTATION DEVELOPMENT
COUNTY OF MONTEREY
DRAFT

With Government Auditing Standards
Based on an Audit of Financial Statements Prepared in Accordance
Financial Reporting and on Compliance and Other Matters
Independent Auditors Report on Internal Control Over

Supplementary Information Section

1. Independent Auditors Report

2. Financial Statements
   Balance Sheet
   Statement of Revenues, Expenditures, and
   Changes in Fund Balances

3. Notes to Financial Statements

June 30, 201

Table of Contents:

Sections 99234 and 99400(a) of the Public Utilities Code
Transportation Development Act Funds

County of Monterey
March 9, 2012

MOSS, LEVY & HARZHEIM LLP

The purpose of this report is disclose the scope of our testing of internal controls over financial reporting and compliance with government auditing standards. Our testing was performed in accordance with Government Auditing Standards and should

bring to you our firm's opinions on the financial statements of...
The accompanying notes are an integral part of these financial statements.

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total liabilities and fund balance</td>
<td>$91,400.00</td>
</tr>
<tr>
<td>Restricted for road and bike pathway construction</td>
<td></td>
</tr>
<tr>
<td>Fund balance</td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td></td>
</tr>
<tr>
<td>Liabilities:</td>
<td></td>
</tr>
<tr>
<td>Liabilities and fund balance</td>
<td></td>
</tr>
<tr>
<td>Total assets</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td></td>
</tr>
<tr>
<td>Assets</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>2011</th>
<th>99234</th>
</tr>
</thead>
</table>

June 30, 2011

BALANCE SHEET

SECTION 99234 AND 99400(a) OF THE PUBLIC UTILITIES CODE

TRANSPORTATION DEVELOPMENT ACT FUND

COUNTY OF MONTEREY
<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund balance, end of</td>
<td>458.163</td>
<td>$1,085.97</td>
</tr>
<tr>
<td>Fiscal year</td>
<td></td>
<td>$3,495.566</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fund balance, begin</td>
<td>1088.597</td>
<td>1085.97</td>
</tr>
<tr>
<td>ning of Fiscal year</td>
<td></td>
<td>$3,495.566</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Excess (deficit)</td>
<td>458.163</td>
<td>1085.97</td>
</tr>
<tr>
<td>Revenue over</td>
<td></td>
<td>$3,495.566</td>
</tr>
<tr>
<td>Expenditures</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Expenditures</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Street maintenance</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bike and pathway</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Revenues</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Local transportation</td>
<td>$994,000(a)</td>
<td>$992,344</td>
</tr>
<tr>
<td>Funds</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2011</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

For the Fiscal Year Ended June 30, 2011

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

SECTION 99234 AND 99400(a) OF THE PUBLIC UTILITIES CODE

TRANSPORTATION DEVELOPMENT ACT FUND

COUNTY OF MONTEREY
The County of Monterey maintains a cash and investment pool, and allocates interest to the various funds based upon the

D. Cash

The accounting is conducted under the modified cash basis of accounting, a hybrid approach to cash basis and accrual accounting, where cash and equivalents are recognized when received and expenditures are recorded when incurred. Under cash basis accounting, revenues are recorded when received and expenditures when incurred, regardless of when the actual cash transactions occur. Under modified cash basis, revenues and expenditures are recorded when cash is expected to be received or paid, and expenses are recognized when due. This method provides a more accurate reflection of the financial position and performance of the County, as it aligns more closely with the economic nature of the transactions.

C. Basis of Accounting

The annual fund is used to account for all activities of the general government, not accounted for in some other fund.

The General Fund is used to account for all activities of the general government, not accounted for in some other fund.

Federal grants and the revenues of long-term debt (capital service funds) are the sources of revenue for the operation and general administration of the County. Federal grants are recognized when earned and the revenues of long-term debt (capital service funds) are recognized when due.

B. Fund Accounting

State's CA 9901

County of Monterey’s basic financial statements are available from the Office of the Auditor-Controller at 168 W. Alisal Street.

The financial statements are intended to present the County’s financial position and results of operations. The financial statements are intended to present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations.

NOTES TO FINANCIAL STATEMENTS
SEC 699.934 and 99.600(e) OF THE PUBLIC UTILITIES CODE
TRANSPORTATION DEVELOPMENT ACT FUNDS
COUNTRY OF MONTEREY

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

June 30, 2019

The County of Monterey’s basic financial statements are available from the Office of the Auditor-Controller at 168 W. Alisal Street.

The financial statements are intended to present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations. The financial statements present the County’s financial position and results of operations.
DRAFT

SUPPLEMENTARY INFORMATION SECTION
As part of obtaining reasonable assurance about whether the County of Monterey Transportation Development Act Fund Fund's financial statements are fairly presented in accordance with the applicable accounting standards, the Auditor of Accounts has issued a Report on Internal Control over Financial Reporting. This report addresses the financial statements of the County of Monterey Transportation Development Act Fund as presented in the financial report of the County of Monterey Transportation Development Act Fund for the fiscal year ended June 30, 2012.

We have audited the financial statements of the County of Monterey Transportation Development Act Fund for the year ended June 30, 2012.

Haskett Y Huerta CPA
Certified Public Accountants
Moss, Levy & Hartzhorn LLP

San Juan Capistrano, CA

INDEPENDENT AUDITORS REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

BASIS FOR INDEPENDENT AUDITORS REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

The County of Monterey Transportation Development Act Fund's financial statements are prepared in accordance with generally accepted accounting principles and applicable laws and regulations. The foundation of financial reporting is the internal control over financial reporting. The internal control over financial reporting is designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. The internal control over financial reporting includes those policies and procedures that pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and disbursements of the County of Monterey Transportation Development Act Fund; provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles; provide reasonable assurance that receipts and expenditures are being made for the purpose for which they are intended; and provide reasonable assurance that the fund's financial reports are free from material misstatement.
March 9, 2012

MOSS LEVY & HARTZENLIP

STATE CONTROLLER’S OFFICE

June 30, 2011

In our opinion, the County's accounting, if materially consistent, with the accounting principles for general and special funds required by the Governmental Accounting Standards Board, is in compliance with the financial accounting and reporting requirements of Governmental Accounting Standards Board Statement No. 7. The County’s accounting, in our opinion, is in compliance with the reporting requirements of the California Governmental Code and in accordance with the financial accounting and reporting guidelines of the California Public Utilities Commission. Our examination was conducted in accordance with generally accepted government auditing standards established by the American Institute of Certified Public Accountants.

Our examination was conducted based on our examination.

The management is responsible for the County’s compliance with these requirements. Our responsibility is to express an opinion on the financial statements as a whole. The management is also responsible for maintaining effective internal control over financial reporting. Our examination was conducted in accordance with the American Institute of Certified Public Accountants, Standards of Standards and Procedures of the Governmental Accounting, Auditing and Compliance Standards Board, and the applicable provisions of generally accepted government auditing standards.

We have determined that the amounts included in the financial statements are presented in accordance with the applicable financial reporting framework. The County has adopted the Governmental Accounting Standards Board (GASB) and the California Public Utilities Commission (CPUC) accounting standards. The County’s financial statements are prepared in accordance with the GASB and the CPUC accounting standards. The County’s financial statements are prepared to present the results of operations and cash flows in conformity with the principles of governmental accounting and financial reporting. The County’s financial statements are prepared with the following objectives in mind:

(a) To provide financial information that is consistent with the objectives of the fiscal year.
(b) To provide financial information that is consistent with the objectives of the fiscal year.
(c) To provide financial information that is consistent with the objectives of the fiscal year.
(d) To provide financial information that is consistent with the objectives of the fiscal year.
(e) To provide financial information that is consistent with the objectives of the fiscal year.
(f) To provide financial information that is consistent with the objectives of the fiscal year.

The County’s financial statements are prepared in accordance with the GASB and the CPUC accounting standards. The County’s financial statements are prepared to present the results of operations and cash flows in conformity with the principles of governmental accounting and financial reporting. The County’s financial statements are prepared with the following objectives in mind:

(a) To provide financial information that is consistent with the objectives of the fiscal year.
(b) To provide financial information that is consistent with the objectives of the fiscal year.
(c) To provide financial information that is consistent with the objectives of the fiscal year.
(d) To provide financial information that is consistent with the objectives of the fiscal year.
(e) To provide financial information that is consistent with the objectives of the fiscal year.
(f) To provide financial information that is consistent with the objectives of the fiscal year.

The County’s financial statements are prepared in accordance with the GASB and the CPUC accounting standards. The County’s financial statements are prepared to present the results of operations and cash flows in conformity with the principles of governmental accounting and financial reporting. The County’s financial statements are prepared with the following objectives in mind:

(a) To provide financial information that is consistent with the objectives of the fiscal year.
(b) To provide financial information that is consistent with the objectives of the fiscal year.
(c) To provide financial information that is consistent with the objectives of the fiscal year.
(d) To provide financial information that is consistent with the objectives of the fiscal year.
(e) To provide financial information that is consistent with the objectives of the fiscal year.
(f) To provide financial information that is consistent with the objectives of the fiscal year.