PLACER COUNTY
TRANSPORTATION PLANNING AGENCY

Audited Financial Statements
Supplementary Information and Compliance Reports

June 30, 2021

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PLACER COUNTY TRANSPORTATION PLANNING AGENCY

Audited Financial Statements,
Supplementary Information and Compliance Reports

June 30, 2021

Financial Section

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Supplementary Information

Compliance Reports

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Placer County Transportation Planning Agency
Auburn, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Placer County Transportation Planning Agency (the Agency) as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the Agency'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.

Auditor's Responsibility

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, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the State Controller's Minimum Audit Requirements for California Special Districts. 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 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 opinion.

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, each major fund, and the aggregate remaining fund information of the Agency as of June 30, 2021 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 as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Emphasis of Matter

As discussed in Note O, during the year ended June 30, 2021, the Agency adopted Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities.* Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison for the Planning Fund, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions to the Pension Plan, Schedule of Changes in the Net OPEB Liability and Related Ratios, and Schedule of Contributions to the OPEB Plan as listed in the accompanying table of contents, 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 Agency's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements.

The supplementary information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic 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 supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2021 on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters, including the Transportation Development Act and other state program guidelines. 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.

Richardson & Company, LLP

December 22, 2021

This section of Placer County Transportation Planning Agency's (PCTPA) basic financial report presents management's overview and analysis of the financial activities of PCTPA for the fiscal year ended June 30, 2021. We encourage the reader to consider the information presented here in conjunction with the basic financial statements as a whole.

PCTPA was created as the transportation planning agency for Placer County excluding the Lake Tahoe basin. PCTPA represents Placer County and six incorporated cities located within the political boundary of Placer County. PCTPA's member jurisdictions include the Cities of Auburn, Colfax, Rocklin and Roseville, the Town of Loomis, and Placer County.

The mission of PCTPA is derived from its numerous state and local designations. The agency has been designated in state law as the Regional Transportation Planning Agency for Placer County. PCTPA is also the county's Congestion Management Agency, a statutorily designated member of the Capitol Corridor Joint Powers Authority, the designated Local Transportation Authority for transportation sales tax purposes, and the airport land use planning body and hearing board for Lincoln, Auburn, and Blue Canyon Airports. As part of their Joint Powers Agreement, PCTPA is the designated administrator for the South Placer Regional Transportation Authority and the Western Placer Consolidated Transportation Services Agency. Under an agreement with the Sacramento Area Council of Governments, PCTPA also represents Placer jurisdictions in federal planning and programming issues. Since the PCTPA has a local Agency-State Agreement for federal aid projects, it is also eligible to administer federal projects.

The Western Placer Consolidated Transportation Services Agency (WPCTSA), a blended component unit agency which shares the PCTPA Board, financial information is reflected in this audit report.

FINANCIAL HIGHLIGHTS

- Total Assets $21,223,784
- Total Deferred Outflows of Resources $555,304
- Total Liabilities $9,070,154
- Total Deferred Inflows of Resources $95,074
- Total Net Position $12,613,860
- Total Revenues $37,167,208
- Total Expenses $25,080,666
- Net Capital Assets $1,349,110

Please refer to the Financial Analysis and Capital Asset section of this discussion and analysis for further information on these items.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Agency's basic financial statements, which are comprised of three components including government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains required supplementary information and other supplementary information which presents PCTPA's combining financial statements, schedule of allocations and expenditures, and report on the Overall Work Program.

The Basic Financial Statements include two kinds of statements that present different views of PCTPA's financial position and activity.

- The first two statements are *Government-wide* financial statements that provide both *long-term* and *short-term* information about PCTPA's overall financial status.
- The remaining statements are *Fund* financial statements that focus on individual parts of PCTPA's organization. These statements report PCTPA's financial position and activity in detail by each major fund.

The financial statements also include notes that explain in more detail some of the information in the financial statements.

The RSI or Required Supplementary Information includes budgetary comparison information for PCTPA's major special revenue fund and long-term trend information for the Agency's pension and other postemployment benefits plans.

<u>Government-Wide Statements</u>

The Government-wide statements report information about PCTPA as a whole, using accounting methods similar to those used by private-sector companies. The statement of net position includes all of PCTPA's assets and liabilities, including capital assets and long-term debt. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two Government-wide statements report PCTPA's assets and liabilities and is one way to measure PCTPA's health or position. Over time, increases or decreases in PCTPA's net position are an indicator of whether its financial health is improving or deteriorating respectively.

The amounts in the government-wide statements are separated into government activities and business-type activities. As a result of the implementation of Governmental Accounting Standards Board (GASB) Statement No. 84, the private-purpose trust funds, funds used to account for monies held by PCTPA for other governmental agencies, are now reported as special revenue funds and are included in the government-wide statements.

<u>Fund Financial Statements</u>

The fund financial statements provide more detailed information about PCTPA's most significant funds. PCTPA operates with six governmental funds and two enterprise funds, both of which qualify as major funds under criteria set by the Governmental Accounting Standards Board. The Fund financial statements provide information for each of these funds. These statements provide a detailed short-term view and do not include information related to PCTPA's capital assets or long-term liabilities. Additional information is provided on separate schedules that reconcile the differences between the government-wide financial statements and the fund financial statements.

FINANCIAL ANALYSIS OF PCTPA'S FUNDS

<u>Net Position/Fund Balance</u>

The following table compares the Statement of Net Position/Fund Balance at June 30, 2021 and June 30, 2020:

	Governmental Activities		Business-Type Activities		Total		Increase
	2021	2020	2021	2020	2021	2020	(Decrease)
Current assets	$ 8,347,072	$ 2,062,961	$ 821,443	$ 966,811	$ 9,168,515	$ 3,029,772	$ 6,138,743
Restricted assets	10,706,159				10,706,159		10,706,159
Capital assets	28,269		1,320,841	1,363,942	1,349,110	1,363,942	(14,832)
Total Assets	19,081,500	2,062,961	2,142,284	2,330,753	21,223,784	4,393,714	16,830,070
Deferred outflows of resources	494,750	519,627	60,554	103,334	555,304	622,961	(67,657)
Current liabilities	5,229,286	1,225,909	980,903	1,115,969	6,210,189	2,341,878	3,868,311
Long-term liabilities	1,666,809	1,544,447	1,193,156	1,343,008	2,859,965	2,887,455	(27,490)
Total Liabilities	6,896,095	2,770,356	2,174,059	2,458,977	9,070,154	5,229,333	3,840,821
Deferred inflows of resources	95,074	144,362			95,074	144,362	(49,288)
Net investments in capital assets	28,269		(22,167)	(124,343)	6,102	(124,343)	130,445
Restricted	12,972,079				12,972,079		12,972,079
Unrestricted	(415,267)	(332,130)	50,946	99,453	(364,321)	(232,677)	(131,644)
Total Net Position	$ 12,585,081	$ (332,130)	$ 28,779	$ (24,890)	$ 12,613,860	$ (357,020)	$ 12,970,880

Total Assets – The total assets at June 30, 2021 increased by $16,830,070 compared to the fiscal year ended June 30, 2020. Increased assets in fiscal year 2020-21 are attributable to the implementation of GASB 84 related to fiduciary activities which reclassified previously reported private purpose trust funds to Special Revenue Funds. Additional information can be found in Note O of the audit report.

Deferred Outflows/Inflows –Deferred outflows and inflows in governmental activities relates to the timing of when certain activity related to the pension and OPEB liabilities are recognized as a change in the liability. The deferred outflows in business-type activities relates to the refinancing of the capital lease for the building.

Total Liabilities – The total liabilities at June 30, 2021 increased by $3,840,821 compared to the fiscal year ended June 30, 2020. The majority of the increase in current liabilities for governmental activities is due to the implementation of GASB 84 that recognizes $2,678,624 in allocations payable. There was also an increase in unearned revenue from the prior fiscal year.

Net Position – The change in the net position at June 30, 2021 increased $12,970,880. Again the majority of this change is due to the implementation GASB 84, which increased restricted net position by $12,972,079 and decreased unrestricted net position by $131,644 due to GASB 68 and 75 to record net pension liability and other postemployment benefits.

Changes in Net Position

A summary of PCTPA's Statement of Net Position, recapping PCTPA's revenues earned during the fiscal year ended June 30, 2021 and 2020, and the expenses incurred is as follows:

	Governmental Activities		Business-Type Activities		Total		Increase
	2021	2020	2021	2020	2021	2020	(Decrease)
Program Revenues:							
Operating grants	$ 1,906,316	$ 4,252,212	$ 1,088,521	$ 1,260,783	$ 2,994,837	$ 5,512,995	$ (2,518,158)
Charges for services	1,054,821	1,367,064	456,261	464,140	1,511,082	1,831,204	(320,122)
Sales tax	32,601,672				32,601,672		32,601,672
General revenues:							
Interest revenues	26,913	9,303	407	9,474	27,320	18,777	8,543
Other revenues	32,297	2,500			32,297	2,500	29,797
Total Revenues	35,622,019	5,631,079	1,545,189	1,734,397	37,167,208	7,365,476	29,801,732
Expenses:							
Planning and administration	4,291,656	5,902,612			4,291,656	5,902,612	(1,610,956)
Transportation projects	19,297,490				19,297,490		19,297,490
Property management			246,789	319,728	246,789	319,728	(72,939)
Western Placer CTSA			1,244,731	1,417,783	1,244,731	1,417,783	(173,052)
Total Expenses	23,589,146	5,902,612	1,491,520	1,737,511	25,080,666	7,640,123	17,440,543
Change in net position	12,032,873	(271,533)	53,669	(3,114)	12,086,542	(274,647)	12,361,189
Restatement	884,308				884,308		884,308
Net position, beginning	(332,130)	(60,597)	(24,890)	(21,776)	(357,020)	(82,373)	(274,647)
Net position, ending	$ 12,585,051	$ (332,130)	$ 28,779	$ (24,890)	$ 12,613,830	$ (357,020)	$ 12,970,850

Total Revenues – Total revenues for the fiscal year ending June 30, 2021 increased by $29,801,732 and is attributable to reporting sales tax revenue from the special revenue funds that was reclassified in accordance with GASB 84.

Total Expenses – Total expenses for planning and administration for the fiscal year ending June 30, 2021 decreased by $1,610,956 due to decreased expenditures on projects.

Change in Net Position – The Change in Net Position increased by $12,361,189 during the year ended June 30, 2021. The increase is mainly due to the special revenue funds being included as part of governmental activities due to implementation of GASB 84.

PCTPA operates a general fund that serves as the organization's operating fund and five special revenue funds that account for Local Transportation, State Transit Assistance, State of Good Repair, Regional Surface Transportation Program and Low Carbon Transit Operations Program funds. PCPTA also operates two enterprise funds that account for the rental activity on the Nevada Station building and its component unit, Western Placer Consolidated Transportation Services Agency. The Special Revenue Funds have been added to the governmental funds as a result of GASB 84. Assets, liabilities and net position were as follows:

	Assets	Deferred Outflows of of Resources	Liabilities	Net Position/ Fund Balances
General Fund - Planning	$ 2,072,788		$ 1,159,058	$ 913,730
Special Revenue Fund - Local Transportation	14,545,603		2,181,485	12,364,118
Special Revenue Fund - State Transit Assistance	998,802		390,841	607,961
Special Revenue Fund - State of Good Repair	88,626		106,298	(17,672)
Special Revenue Fund - RSTP	684,288		684,288	--
Special Revenue Fund - LCTOP	663,124		663,124	--
Enterprise fund - Nevada Station	1,458,868	$ 60,554	1,490,643	28,779
Enterprise fund - Western Placer CTSA	837,263		837,263	--

Revenues, expenditures/expenses and changes in net position were as follows:

	Revenues	Expenditures/ Expenses	Interfund Transfer	Change in Net Position/ Fund Balances
General Fund - Planning	$ 2,993,952	$ 4,221,514	$ 1,260,508	$ 32,946
Special Revenue Fund - Local Transportation	29,624,794	17,003,508	(1,260,508)	11,360,778
Special Revenue Fund - State Transit Assistance	2,483,415	1,757,436		725,979
Special Revenue Fund - State of Good Repair	519,888	536,546		(16,658)
Enterprise fund - Nevada Station	300,458	246,789		53,669
Enterprise fund - Western Placer CTSA	1,244,731	1,244,731		--

BUDGETARY HIGHLIGHTS

The Placer County Transportation Planning Agency annually adopts a budget through the preparation of the Overall Work Program and Budget (OWP). This work program describes the planning projects and activities or work elements that are to be funded, and the type of funds that will pay for the expenditures, such as Rural Planning Assistance, Local Transportation, or Federal Transit Administration. The budget reflects the on-going regional transportation planning process in Placer County. Major concerns of each of the jurisdictions and Caltrans are reflected in the elements and levels of funding. The OWP is updated each year to report on the progress of identified projects, propose new or continuing projects for the ensuing year, and to provide an estimate of the required funding of the OWP elements.

A budget comparison to actual for the Planning Fund for the year ended June 30, 2021, was as follows:

	Original Budget	Final Budget	Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
Revenues	$ 3,454,639	$ 3,415,866	$ 2,993,952	$ (421,914)
Expenditures	4,863,690	4,906,500	4,221,514	684,986
Transfers in	1,288,157	1,367,739	1,260,508	(107,231)
Change in Net Position	$ (120,894)	$ (122,895)	$ 32,946	$ 155,841

Changes between the final Budget, adopted in May 2020 and the final amended Budget, adopted in March 2021, are the result of variances from refined estimates, awarded grant funding, expanded planning programs and re-allocated carryover funding.

Variances between the final Budget and Actual amounts are primarily the result of the application of previously programmed carryover funding applied to the current year work program, and less than expected grant revenues due to variances in project expenditures during the year.

CAPITAL ASSETS

A recap of PCTPA's capital assets at June 30, 2021 and the changes that occurred during the year was as follows:

	Governmental Activities		Business-Type Activities		Total		Increase
	2021	2020	2021	2020	2021	2020	(Decrease)
Cost	$ 101,789	$ 59,386	$ 2,512,877	$ 2,486,734	$ 2,614,666	$ 2,546,120	$ 68,546
Accumulated depreciation	(73,520)	(59,386)	(1,192,036)	(1,122,792)	(1,265,556)	(1,182,178)	(83,378)
Capital Assets, net	$ 28,269	$ --	$ 1,320,841	$ 1,363,942	$ 1,349,110	$ 1,363,942	$ (14,832)

Net capital assets in the fiscal year ending June 30, 2021 decreased by $14,832. This included an increase of $42,403 for traffic cameras and $26,143 for HVAC replacement, which was offset by depreciation of $83,378. Additional information about PCTPA's capital assets is provided in Note C of the Notes to Financial Statements.

DEBT ADMINISTRATION

PCTPA entered into a capital lease with South Placer Regional Transportation Authority for the purchase of the Nevada Station property. PCTPA's capital lease is discussed in detail in Note E of the basic financial statements. The amount of the lease at June 30, 2021 was $1,343,008. The lease ends on December 1, 2028. Lease payments are due semi-annually on June 1 and December 1 and bear interest at 3.20% and 3.25%.

ECONOMIC OUTLOOK AND MAJOR INITIATIVES

PCTPA relies primarily on federal and state grants, local programs, and Transportation Development Act (TDA) Local Transportation Funds (LTF) to fund its activities. LTF funds are derived from a portion of state sales tax dollars and are allocated to PCTPA for transportation planning and TDA administration and to WPCTSA to be utilized for community-based transportation, including services for the elderly and disabled persons who are unable to use conventional transit services. Because LTF is dependent on sales tax collection, which is generated by consumer spending, the funding may fluctuate periodically.

Both PCTPA and WPCTSA adopt an annual budget for income and expenditures, based on many factors and projections for the coming year. The Nevada Station property adopts a biannual budget. As the actual income and expenses are finalized as each fiscal year progresses, refinements may be necessary, and the budget will be amended accordingly.

Even in these challenging economic times, PCTPA is fortunate in that our funding is relatively stable, and neither our upswings nor downswings are terribly severe. For the upcoming fiscal year, it is expected that the majority of federal, state, and local fund sources will remain constant. Contingency Fund Reserves, comprised of previously programmed carryover funding, available to supplement the work program and maintain a reserve to fund unexpected future costs and/or unanticipated revenue shortfalls, will be programmed.

PCTPA is encouraged by development throughout the region and will continue to practice sound fiscal management, financial planning, investment management, budgeting and internal financial controls. PCTPA considers these priorities to be an integral responsibility of the agency.

CONTACTING PCTPA

This financial report was designed to provide a general overview of the PCTPA's finances and to demonstrate PCTPA's accountability for the funds it receives. Questions about this report should be directed to Placer County Transportation Planning Agency, 299 Nevada Street, Auburn, CA 95603.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENT OF NET POSITION

June 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	$ 409,661	$ 973,920	$ 1,383,581
Accounts receivable	10	1,370	1,380
Sales tax receivable	5,896,682		5,896,682
Interest receivable	1,243		1,243
Due from other governments	1,883,972		1,883,972
Prepaid expense	1,657		1,657
Internal balances	153,847	(153,847)	-
Restricted cash	10,706,159		10,706,159
Capital Assets:			
Nondepreciable		492,383	492,383
Depreciable, net	28,269	828,458	856,727
TOTAL ASSETS	19,081,500	2,142,284	21,223,784
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount on refunding		60,554	60,554
Pension plan	371,753		371,753
Other postemployment benefits plan	122,997		122,997
TOTAL DEFERRED OUTFLOWS OF RESOURCES	494,750	60,554	555,304
LIABILITIES			
Accounts payable	740,851	84,758	825,609
Accrued salaries and benefits	35,141		35,141
Due to other governments	689,504	51,098	740,602
Other liabilities		10,672	10,672
Accrued interest		3,625	3,625
Unearned revenues	1,040,974	680,898	1,721,872
Allocations payable	2,678,624		2,678,624
Compensated absences - due within one year	44,192		44,192
Bonds payable - due within one year		149,852	149,852
Noncurrent Liabilities:			
Compensated absences - due in more than one year	45,000		45,000
Bonds payable - due in more than one year		1,193,156	1,193,156
Net pension liability	1,446,175		1,446,175
Net other postemployment benefits liability	175,634		175,634
TOTAL LIABILITIES	6,896,095	2,174,059	9,070,154
DEFERRED INFLOWS OF RESOURCES			
Pension plan	62,631		62,631
Other postemployment benefits plan	32,443		32,443
TOTAL DEFERRED INFLOWS OF RESOURCES	95,074		95,074
NET POSITION			
Net investment in capital assets	28,269	(22,167)	6,102
Restricted	14,232,587		14,232,587
Unrestricted	(1,675,775)	50,946	(1,624,829)
TOTAL NET POSITION	$ 12,585,081	$ 28,779	$ 12,613,860

The accompanying notes are an integral part of these financial statements.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2021

		Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants	Sales Tax	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS							
GOVERNMENTAL ACTIVITIES							
Planning and administration	$ 4,291,656	$ 1,054,851	$ 1,906,316		$ (1,330,489)		$ (1,330,489)
Transportation projects	19,297,490			$ 32,601,672	13,304,182		13,304,182
TOTAL GOVERNMENTAL ACTIVITIES	23,589,146	1,054,851	1,906,316	32,601,672	11,973,693		11,973,693
BUSINESS-TYPE ACTIVITIES							
Property management	246,789	300,401				$ 53,612	53,612
Western Placer Consolidated Transportation Services Agency	1,244,731	155,860	1,088,521			(350)	(350)
TOTAL BUSINESS-TYPE ACTIVITIES	1,491,520	456,261	1,088,521			53,262	53,262
TOTAL PRIMARY GOVERNMENT	$ 25,080,666	$ 1,511,112	$ 2,994,837		11,973,693	53,262	12,026,955
GENERAL REVENUES							
Interest earnings					26,913	407	27,320
Other revenues					32,297		32,297
TOTAL GENERAL REVENUES					59,210	407	59,617
Change in net position					12,032,903	53,669	12,086,572
Net position, beginning of year, as previously reported					(332,130)	(24,890)	(357,020)
Restatement					884,308		884,308
Net position, beginning of year, as restated					552,178	(24,890)	527,288
NET POSITION, END OF YEAR					$ 12,585,081	$ 28,779	$ 12,613,860

The accompanying notes are an integral part of these financial statements.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

BALANCE SHEET - GOVERNMENTAL FUND

June 30, 2021

	General Fund	Major Fund		
		Special Revenue Funds		
	Planning Fund	Local Transportation	State Transit Assistance	State of Good Repair
ASSETS				
Current Assets:				
Cash	$ 409,661			
Accounts receivable	10			
Sales tax receivable		$ 5,896,682		
Interest receivable		1,186	$ 56	$ 1
Due from other governments	1,156,508		639,848	87,616
Prepaid costs	1,657			
Due from other funds	153,847			
Total Current Assets	1,721,683	5,897,868	639,904	87,617
Noncurrent Assets:				
Restricted cash and investments	351,105	8,647,735	358,898	1,009
Total Noncurrent Assets	351,105	8,647,735	358,898	1,009
TOTAL ASSETS	$ 2,072,788	$ 14,545,603	$ 998,802	$ 88,626
LIABILITIES AND FUND BALANCE				
LIABILITIES:				
Accounts payable	$ 740,851			
Accrued salaries and benefits	35,141			
Due to other governments	100,395			
Unearned revenues	282,671			
Allocations payable		$ 2,181,485	$ 390,841	$ 106,298
TOTAL LIABILITIES	1,159,058	2,181,485	390,841	106,298
FUND BALANCE:				
Nonspendable - prepaid costs	1,657			
Restricted for:				
Pedestrian and bikeway projects		1,279,316		
Transportation projects		11,084,802	607,961	
Unassigned	912,073			(17,672)
TOTAL FUND BALANCE	913,730	12,364,118	607,961	(17,672)
TOTAL LIABILITIES AND FUND BALANCE	$ 2,072,788	$ 14,545,603	$ 998,802	$ 88,626

Special Revenue Funds		
RSTP	LCTOP	Total
		$ 409,661
		10
		5,896,682
		1,243
		1,883,972
		1,657
		153,847
-	-	8,347,072
$ 684,288	$ 663,124	10,706,159
684,288	663,124	10,706,159
$ 684,288	$ 663,124	$ 19,053,231
		$ 740,851
		35,141
	$ 589,109	689,504
$ 684,288	74,015	1,040,974
		2,678,624
684,288	663,124	5,185,094
		1,657
		1,279,316
		11,692,763
		894,401
-	-	13,868,137
$ 684,288	$ 663,124	$ 19,053,231

BALANCE SHEET - GOVERNMENTAL FUND (Continued)

June 30, 2021

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUND TO THE STATEMENT OF NET POSITION	Total
Fund balance - governmental funds	$ 13,868,137
Amounts reported for governmental activities in the statement of net	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	28,269
Pension and other postemployment benefits (OPEB) contributions subsequent to the valuation measurement date and other items will reduce the pension and OPEB liability in the future and are reported as deferred outflows of resources on the statement of net position.	494,750
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Compensated absences	(89,192)
Net pension liability	(1,446,175)
Net OPEB liability	(175,634)
Employee pension and OPEB differences to be recognized in the future as pension or OPEB expense are reported as deferred inflows of resources on the statement of net position.	(95,074)
NET POSITION OF GOVERNMENTAL ACTIVITIES	$ 12,585,081

The accompanying notes are an integral part of these financial statements.

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PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUND

For the Year Ended June 30, 2021

		Major Fund	
		Special Revenue Funds	
	Planning Fund	Local Transportation	State Transit Assistance
REVENUES			
Sales taxes		$ 29,599,782	$ 2,482,154
Rural Planning Assistance	$ 422,000		
STIP Planning (PPM)	145,000		
Federal grants	536,973		
Other grants	356,115		
Freeway Service Patrol	446,228		
Charges for services and reimbursements	1,054,851		
Interest	535	24,965	1,261
Other	32,250	47	
TOTAL REVENUES	2,993,952	29,624,794	2,483,415
EXPENDITURES			
Salaries and benefits	1,519,078		
Project costs	1,738,958		
Transportation services		16,966,908	1,757,436
Planning and administration		36,600	
Administrative costs	921,075		
Capital outlay	42,403		
TOTAL EXPENDITURES	4,221,514	17,003,508	1,757,436
OTHER FINANCING SOURCES (USES)			
Transfers in	1,260,508		
Transfers out		(1,260,508)	
TOTAL OTHER FINANCING SOURCES (USES)	1,260,508	(1,260,508)	-
NET CHANGE IN FUND BALANCE	32,946	11,360,778	725,979
Fund balance, beginning of year, as previously reported	880,784		
Restatement		1,003,340	(118,018)
Fund balance, beginning of year, as restated	880,784	1,003,340	(118,018)
FUND BALANCE, END OF YEAR	$ 913,730	$ 12,364,118	$ 607,961

The accompanying notes are an integral part of these financial statements.

Special Revenue Funds	
State of Good Repair	Total
$ 519,736	$ 32,601,672
	422,000
	145,000
	536,973
	356,115
	446,228
	1,054,851
152	26,913
	32,297
519,888	35,622,049
	1,519,078
	1,738,958
536,546	19,260,890
	36,600
	921,075
	42,403
536,546	23,519,004
	1,260,508
	(1,260,508)
-	-
(16,658)	12,103,045
	880,784
(1,014)	884,308
(1,014)	1,765,092
$ (17,672)	$ 13,868,137

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF THE GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2021

NET CHANGE IN FUND BALANCE - TOTAL GOVERNMENTAL FUND	$ 12,103,045
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental Funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation expense	(14,134)
Capital outlay	42,403
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Change in compensated absences liability	(5,460)
Change in net pension liability and deferred outflows/inflows of resources related to pension plan	(119,069)
Change in net OPEB liability and deferred outflows/inflows of resources related to OPEB plan	26,118
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	$ 12,032,903

The accompanying notes are an integral part of these financial statements.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENTS OF NET POSITION - PROPRIETARY FUNDS

June 30, 2021

	Business-Type Activites Enterprise Funds		
	Nevada Station	Western Placer Consolidated Transportation Services Agency	Totals
ASSETS			
Current Assets:			
Cash	$ 137,067	$ 836,853	$ 973,920
Accounts receivable	960	410	1,370
TOTAL CURRENT ASSETS	138,027	837,263	975,290
Noncurrent Assets:			
Capital Assets:			
Nondepreciable	492,383		492,383
Depreciable, net	828,458		828,458
TOTAL NONCURRENT ASSETS	1,320,841		1,320,841
TOTAL ASSETS	1,458,868	837,263	2,296,131
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount on refunding	60,554		60,554
LIABILITIES			
Current Liabilities:			
Accounts payable	30,111	54,647	84,758
Due to other governments		51,098	51,098
Other liabilities	10,672		10,672
Accrued interest	3,625		3,625
Due to other funds	74,427	79,420	153,847
Unearned revenue	28,800	652,098	680,898
Current portion of long-term liabilities	149,852		149,852
TOTAL CURRENT LIABILITIES	297,487	837,263	1,134,750
Long-Term Liabilities:			
Lease revenue bonds	1,193,156		1,193,156
TOTAL LIABILITIES	1,490,643	837,263	2,327,906
NET POSITION			
Net investment in capital assets	(22,167)		(22,167)
Unrestricted	50,946		50,946
TOTAL NET POSITION	$ 28,779	$ -	$ 28,779

The accompanying notes are an integral part of these financial statements.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - PROPRIETARY FUNDS

For the Year Ended June 30, 2021

	Business-Type Activites Enterprise Funds		
	Nevada Station	Western Placer Consolidated Transportation Services Agency	Totals
OPERATING REVENUES			
Rents	$ 300,401		$ 300,401
Fare revenues and local contributions		$ 155,860	155,860
TOTAL REVENUES	300,401	155,860	456,261
OPERATING EXPENSES			
Administrative costs	8,405	204,923	213,328
Project Costs	10,019		10,019
Purchased transit		769,808	769,808
Maintenance, rents and leases	66,612		66,612
Insurance	4,682		4,682
Depreciation	69,244		69,244
TOTAL EXPENSES	158,962	974,731	1,133,693
NET INCOME (LOSS) FROM OPERATIONS	141,439	(818,871)	(677,432)
NON-OPERATING REVENUES (EXPENSES)			
Local Transportation Fund allocation		1,022,722	1,022,722
State Transit Assistance Fund allocation		65,799	65,799
Interest revenue	57	350	407
Interest expense	(87,827)		(87,827)
South Placer Transit Information Call Center		(240,000)	(240,000)
Transit Ambassador Program		(30,000)	(30,000)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(87,770)	818,871	731,101
CHANGE IN NET POSITION	53,669		53,669
Net position, beginning of the year	(24,890)		(24,890)
NET POSITION, END OF YEAR	$ 28,779	$ -	$ 28,779

The accompanying notes are an integral part of these financial statements.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENTS OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended June 30, 2021

	Business-Type Activites Enterprise Funds		
	Nevada Station	Western Placer Consolidated Transportation Services Agency	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from tenants, passengers and users	$ 318,151	$ 155,450	$ 473,601
Cash paid to suppliers for goods and services	(100,915)	(945,250)	(1,046,165)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	217,236	(789,800)	(572,564)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating grants received		884,036	884,036
Payments to City of Roseville		(270,000)	(270,000)
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES		614,036	614,036
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal repayments on long-term debt	(145,278)		(145,278)
Interest payments on long-term debt	(45,434)		(45,434)
Capital expenditures	(26,143)		(26,143)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(216,855)		(190,712)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest earnings	57	350	407
NET CASH PROVIDED BY INVESTING ACTIVITIES	57	350	407
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	438	(175,414)	(148,833)
Cash and cash equivalents, beginning of year	136,629	1,012,267	1,148,896
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 137,067	$ 836,853	$ 1,000,063

(Continued)

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENTS OF CASH FLOWS - PROPRIETARY FUNDS (Continued)

For the Year Ended June 30, 2021

	Business-Type Activites Enterprise Funds		
	Nevada Station	Western Placer Consolidated Transportation Services Agency	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Net income (loss) from operations	$ 141,439	$ (818,871)	$ (677,432)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation and amortization	69,244		69,244
Changes in operating assets and liabilities:			
Accounts receivable	(502)	(410)	(912)
Due to other governments		51,098	51,098
Accounts payable and other liabilities	25,782	(29,900)	(4,118)
Due to other funds	(36,979)	8,283	(28,696)
Unearned revenue	18,252		18,252
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ 217,236	$ (789,800)	$ (572,564)

The accompanying notes are an integral part of these financial statements.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Placer County Transportation Planning Agency (Agency) have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Agency's accounting policies are described below.

The Agency was created pursuant to California Government Code Section 67910, as a local planning agency to provide regional transportation planning activities for the area of Placer County, exclusive of the Lake Tahoe Basin. The Agency is also responsible for the administration of the Transportation Development Act Funds (Local Transportation and State Transit Assistance Fund), State of Good Repair Funds and for State Exchange Funds that were created under the Federal Inter-modal Surface Transportation Efficiency Act.

The reporting entity includes the Agency and its component unit. Component units are legally separate organizations for which the Agency's Board of Directors is financially responsible. Financial accountability is defined as the appointment of a voting majority of the component unit's board and the Agency's ability to impose its will on the organization.

The Western Placer Consolidated Transportation Services Agency (WPCTSA) is a joint powers agency formed October 13, 2008 and organized to provide social service transportation for the Western portion of Placer County. WPCTSA is governed by the Agency's Board of Directors serving in a separate capacity as the governing board of WPCTSA. WPCTSA is included in the Agency's reporting entity because both agencies are represented by the same governing board and because of the financial benefit and burden relationship that exists between the two agencies. Complete financial statements of WPCTSA can be obtained by contacting WPCTSA staff at 299 Nevada Street, Auburn, California 95603.

<u>Basis of Presentation – Government-wide Financial Statements</u>: The government-wide financial statements (i.e., the statement of net position and statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 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.

The government-wide 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 when a liability is incurred, regardless of the timing of related cash flows. Nonexchange revenues are recognized when all eligibility requirements have been met. Cost reimbursement grant revenues are recognized when program expenses are incurred in accordance with program guidelines. When nonexchange revenues are received before eligibility requirements are met, they are reported as unearned revenues until earned. Sales tax revenue is recorded as revenue when collected and apportioned to the Agency.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation – Fund Financial Statements: The accounts of the Agency are organized on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts. Each fund is established for the purpose of accounting for specific activities in accordance with applicable regulations, restrictions, or limitations. Major individual governmental funds are reported as separate columns in the fund financial statements.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. 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 Agency considers revenues to be available if they are collected within 180 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual basis accounting, except for compensated absences, which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

The proprietary fund type is accounted for using the economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the statement of net position. Net position is segregated into the net investment in capital assets, amounts restricted and amounts unrestricted. The operating statements present increases (i.e., revenues/additions) and decreases (i.e., expenses/deductions) in total net position.

The accrual basis of accounting is utilized by the proprietary fund type. Under the accrual basis of accounting, revenues are recognized when they are earned and expenses are recognized when they are incurred. Nonexchange revenues are recognized when all eligibility requirements have been met. Cost reimbursement grant revenues are recognized when program expenses are incurred in accordance with program guidelines. When nonexchange revenues are received before eligibility requirements are met, they are reported as unearned revenues until earned. Sales tax revenue is recorded as revenue when collected and apportioned to the Agency.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing activities. The principal operating revenues of the Agency include state and local planning grants and retail and motor vehicle fuel sales tax revenues. Operating expenses for the enterprise fund include general and administrative expenses and depreciation and amortization. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Agency's policy to use restricted resources first, then unrestricted resources as they are needed.

The Agency reports the following major governmental fund in the accompanying financial statements:

Planning Fund – The Planning Fund is the general operating fund of the Agency and accounts for revenues collected to provide services and finance the fundamental operations of the Agency. The major revenue source for this fund is local transportation funds and federal and state planning grants. Expenditures are made for administration, as well as local and regional planning projects.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Local Transportation Fund – This fund accounts for revenues generated from a ¼ cent of the general sales tax imposed by the State of California pursuant to the Transportation Development Act (TDA). The County and cities file claims with the Agency for the monies and allocations are made for planning, transit, pedestrian, bicycle, streets and roads purposes. The Agency reviews the claims, determines the agency's eligibility to receive funds, and, upon approval, allocates the funds to the agencies.

The Agency reports the following major enterprise funds in the accompanying financial statements:

Nevada Station – This fund accounts for all financial transactions relating to the Agency's Nevada Station property. Rents are received from tenants that occupy space in the building.

Western Placer Consolidated Transportation Services Agency – This fund accounts for operating of social service related transit for the elderly and disabled in Western Placer County.

The Agency reporting the following non-major governmental funds in the accompanying financial statements:

State Transit Assistance Fund – Revenues for this fund are earned based on a portion of the State gasoline tax. The tax is allocated to the Placer County Transportation Planning Agency by the State Controller's office. Agencies file claims with the Agency for the funds and allocations are made solely for transit-related projects.

State of Good Repair Fund – Senate Bill (SB) 1 (Chapter 5, Statutes of 2017), the Road Repair and Accountability Act of 2017, a new Transportation Improvement Fee (Fee) on vehicle registrations due on or after January 1, 2018, a portion of which is provided to the California State Controller's Office for the State of Good Repair (SGR) program. SGR fees are available for capital assistance to rehabilitate and modernize existing local transportation systems, including the purchase of new vehicles and the maintenance and rehabilitation of transit facilities and vehicles.

Regional Surface Transportation Program Fund – The Regional Surface Transportation Program Fund represents an apportionment under the Federal Transportation Bill whereby the Agency allocates funds to agencies for projects included in the adopted Federal Statewide Transportation Improvement Program.

Low Carbon Transit Operations Program (LCTOP) – The LCTOP was established by the California Legislature in 2014 by Senate Bill 862. The LCTOP provides funds to transit agencies to reduce greenhouse gas emission and improve mobility through operating and capital grants. Projects approved for LCTOP will support bus or rail services, expand intermodal transit facilities, and may include equipment acquisition, fueling, maintenance and other costs to operate those services or facilities, with each project reducing greenhouse gas emissions.

Cash and Cash Equivalents: For purposes of the Statement of Cash Flows, all cash and investments with original maturities of three months or less and demand deposits are considered to be cash equivalents.

Due from Other Governments: Due from other governments consists mainly of amounts due from state and federal agencies under grant agreements and other revenue sources. Management believes these amounts to be fully collectible and, accordingly, no allowance for doubtful accounts is required.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets: Capital assets for governmental fund types of the Agency are not capitalized in the funds used to acquire or construct them. Capital acquisitions are reflected as expenditures in the governmental fund, and the related assets are reported in the government-wide financial statements at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value, which is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date. Capital assets are defined as assets with an initial cost of $5,000 or more and an estimated useful life in excess of one year. Provision is made for depreciation by the straight-line method over the estimated useful lives of these individual assets, which range from three to ten years for office furniture and equipment and thirty years for leasehold improvements. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Unearned Revenues: Unearned revenues arise when resources are received before the Agency has legal claim to them, such as when cost reimbursement grant and other intergovernmental revenues are received prior to the incurrence of qualifying expenses.

Compensated Absences: The Agency's personnel policy allows employees to accumulate earned but unused vacation. Unused accrued vacation time will be paid to employees upon separation from the Agency's service, subject to a vesting policy. The cost of vacation is recorded in the period earned.

Amounts that are expected to be liquidated with expendable available financial resources, for example, as a result of employee resignations or retirements that are currently payable are reported as expenditures and fund liability of the governmental fund that will pay it. Amounts not expected to be liquidated with expendable available financial resources represent a reconciling item between the fund and government-wide presentation. No expenditure is reported in the governmental fund financial statements for these amounts. Compensated absences are liquidated by the Planning Fund.

Deferred Amount from Refunding Debt: The difference between the reacquisition price of refunded debt and the net carrying amount of the previously outstanding debt is deferred and reported as either a deferred outflow or deferred inflow on the balance sheet. These amounts are amortized over the shorter of the term of the old debt or the new debt.

Internal Balances: Interfund transactions are reflected as either loans, services provided/(received), reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as "due to/from other funds". Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

Services provided/(received), deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

Internal balances are presented in the government-wide financial statement only. They represent the net interfund receivables and payables remaining after the elimination of all such balances within governmental activities.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance: In the fund financial statements, governmental funds report nonspendable, restricted, committed, assigned and unassigned balances.

Nonspendable Funds – Fund balance should be reported as nonspendable when the amounts cannot be spent because they are either not in spendable form, or are legally or contractually required to be maintained intact. Nonspendable balances are not expected to be converted to cash within the next operating cycle, which include prepaid expenses.

Restricted Funds – Fund balance should be reported as restricted when constraints placed on the use of resources are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The purpose of each restriction is listed on the face of the balance sheet.

Committed Funds – Fund balance should be reported as committed when the amounts can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, which is by resolution of the Agency. These amounts cannot be used for any other purpose unless the governing body modifies or removes the fund commitment.

Assigned Funds – Fund balance should be reported as assigned when the amounts are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned Funds – Unassigned fund balance is the residual classification of the Agency's funds and includes all spendable amounts that have not been restricted, committed, or assigned to specific purposes.

Net Position: The government-wide and fiduciary fund financial statements present net position. Net position is categorized as the net investment in capital assets, restricted, committed and unrestricted.

Net investment in Capital Assets – This category groups all capital assets into one component of net assets. Accumulated depreciation and outstanding debt used to purchase capital assets reduces the balance in this category.

Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position – This category represents net position of the Agency not restricted for any project or other purpose.

When both restricted and unrestricted resources are available for use, it is the Agency's policy to use restricted resources first, then unrestricted resources as they are needed. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Agency considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Agency has provided otherwise in its commitment or assignment actions.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows and Inflows of Resources: In addition to assets and liabilities, the statement of net position reports separate sections for deferred outflows and deferred inflows of resources. *Deferred outflows of resources* represent a consumption of net position by the government that is applicable to a future reporting period. *Deferred inflows of resources* represent an acquisition of net position that is applicable to a future reporting period. These amounts will not be recognized as an outflow of resources (expense) or an inflow of resources (revenue) until the earning process is complete. Deferred outflows and inflows of resources represent amounts deferred related to the Agency's pension and OPEB plans as described in Notes H and I, and for deferred amounts related to bond refundings.

Pension Plan: For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to the pension plan, and pension expense, information about the fiduciary net position of the Agency's California Public Employees' Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits (OPEB) Plan: For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB plan and additions to/deductions from the OPEB plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Use of Estimates: The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

Budgetary Information: The Agency approves all budgeted revenues and expenditures for the Planning Fund. Budgeted revenues and expenditures represent the original budget, as approved by the Agency, and the final budget, which includes modifications of the original budget through amendments approved by the Agency during the year. Amendments which alter total expenditures within the Planning Fund require approval of the Board of Directors.

New Pronouncements: In June 2017, the GASB issued Statement No. 87, *Leases*. This Statement increases the usefulness of government's financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Under this Statement, a leasee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles, and equipment. Any contract that meets this definition should be accounted for under the leases guidance, unless specifically excluded in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. This Statement enhances disclosures about capital assets and the cost of borrowing for a reporting period and simplifies the accounting for interest cost incurred before the end of a construction period. Interest cost incurred before the end of a construction period will be recognized as an expense in the period the interest cost is incurred. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset. The requirements of this Statement are effective for the reporting periods beginning after December 15, 2020.

In January 2020, the GASB issued Statement No. 92, *Omnibus 2020*. This Statement addresses a number if practice issues identified during the implementation of certain GASB Statements, including 1) the applicability of Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, as amended, and No. 74, *Financial Reporting for Post-employment Benefit Plans Other Than Pension Plans*, as amended, to reporting assets accumulated for postemployment benefits; 2) the applicability of certain requirements of Statement No. 84, *Fiduciary Activities*, to postemployment benefit arrangements; 3) measurement of liabilities (and assets, if any) related to asset retirement obligations (AROs) in a government acquisition; 4) reporting by public entity and reference to nonrecurring fair value measurements of assets or liabilities in authoritative literature. This Statement is applicable for item 4 above upon its issuance and is effective for the other items above for reporting periods beginning after June 15, 2021.

The Agency is currently analyzing the impact of the required implementation of these new statements.

NOTE B – CASH AND CASH EQUIVALENTS

At June 30, 2021, the Agency's pooled cash and investments are classified in the accompanying financial statements as follows:

	Governmental Activities	Business-Type Activities	Total
Cash and investments	$ 409,661	$ 973,920	$ 1,383,581
Restricted cash and investments	10,706,159		10,706,159
Total cash and investments	$11,115,820	$ 973,920	$12,089,740

The Agency's cash and cash equivalents as of June 30, 2021 are as follows:

	Governmental Activities	Business-Type Activities	Total
Deposits in financial institutions	$ 2,108,178	$ 973,920	$ 3,082,098
County cash and investments pool	9,007,642		9,007,642
Total cash and investments	$11,115,820	$ 973,920	$12,089,740

NOTE B – CASH AND CASH EQUIVALENTS (Continued)

Investment Policy: California statutes authorize governmental agencies to invest surplus funds in a variety of credit instruments as provided in the California Government Code, Section 53600, Chapter 4 – Financial Affairs. The Agency's investment policy further limits its investments to bank deposits, including certificates of deposit, and investments in the Local Agency Investment Fund (LAIF) and County of Placer cash and investments pool.

Investment in the County of Placer Cash and Investments Pool: The Agency maintains cash and an investment pool with the County of Placer (the County), which is managed by the County Treasurer for the fiduciary funds. On a monthly basis, the Treasurer allocates interest to participants based upon their average daily balances. Required disclosure information regarding categorization of investments and other deposit and investment risks applicable to the County's cash and investments pool may be found in the County's Annual Comprehensive Financial Report (ACFR). The County's ACFR may be obtained by contacting the County of Placer Auditor-Controller's Office at 2970 Richardson Drive, Auburn, CA 59603.

The County's Treasury Oversight Committee oversees the Treasurer's investments and policies. The value of the pool shares in the County's cash and investments pool that may be withdrawn is determined on an amortized cost basis, which is different than the fair value of the Agency's position in the pool. Investments held in the County's cash and investments pool are available on demand and are stated at amortized cost, which approximates fair value.

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 to changes in market interest rates. As of June 30, 2021, the weighted average maturity of the investment in the County's cash and investments pool was approximately 643 days.

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 County's cash and investments 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 a failure of the counter party (e.g. broker-dealer) 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 requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). 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. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. Custodial credit risk does not apply to a local government's indirect deposits or investment in securities through the use of governmental investment pools (such as the County's cash and investments pool).

NOTE B – CASH AND CASH EQUIVALENTS (Continued)

At June 30, 2021, the carrying amount of the Agency's deposits was $3,082,098 and the balance in financial institutions was $3,100,415. Of the balance in financial institutions, $500,000 was covered by federal depository insurance and the remaining amount was covered by the pledging financial institution with assets held in a common pool for the Agency and other governmental agencies, but not in the name of the Agency.

NOTE C – CAPITAL ASSETS

Capital asset activity consisted of the following for the year ended June 30, 2021:

	Balance June 30, 2020	Additions	Retirements	Balance June 30, 2021
Governmental Activities				
Capital assets, being depreciated:				
Equipment	$ 59,386	$ 42,403	$ -	$ 101,789
Less accumulated depreciation for:				
Equipment	(59,386)	(14,134)		(73,520)
Governmental activities capital assets, net	$ -	$ 28,269	$ -	$ 28,269
Business-Type Activities				
Capital assets, not being depreciated:				
Land	$ 492,383	$ -	$ -	$ 492,383
Capital assets, being depreciated:				
Structures and improvements	1,994,351	26,143	-	2,020,494
Less accumulated depreciation for:				
Structures and improvements	(1,122,792)	(69,244)	-	(1,192,036)
Total capital assets, being depreciated, net	871,559	(43,101)		828,458
Business-type activities capital assets, net	$ 1,363,942	$ (43,101)	$ -	$ 1,320,841

Depreciation expense of $14,134 and $69,244 was allocated to the Planning function and to the Nevada Station Enterprise Fund, respectively.

NOTE D – INTERFUND TRANSACTIONS

The composition of interfund balances as of June 30, 2021 is as follows:

Receivable Fund	Payable Fund	Amount
Planning Fund	Nevada Station Fund	$ 74,427
	Western Placer CTSA	79,420
		$ 153,847

NOTE D – INTERFUND TRANSACTIONS (Continued)

Amounts due to the Planning Fund from the Nevada Station Fund for $4,427 represents unpaid staff time and overhead and $70,000 is for a loan to provide operating cash for the building. A portion of this amount is expected to be repaid within the next year. Amounts due to the Planning Fund and from Western Placer CTSA are for unpaid staff time and overhead.

Interagency transfers are used to move revenues from a fund that is required by statue to receive them to a fund that statue or budget requires to expend them. During the fiscal year, the Local Transportation Fund transferred $1,260,508 to the Planning Fund as a part of the annual allocation of local transportation funds to support transit planning and Transportation Development Act administration.

NOTE E – LONG-TERM LIABILITIES

The following is a summary of long-term liabilities transactions for the year ended June 30, 2021.

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021	Amounts Due Within One Year
Governmental Activities					
Compensated absences	$ 83,732	$ 61,269	$ (55,809)	$ 89,192	$ 44,192
Net pension liability	1,325,910	120,265		1,446,175	
Net OPEB liability	178,537		(2,903)	175,634	
	$ 1,588,179	$ 181,534	$ (58,712)	$ 1,711,001	$ 44,192
Business Type Acivities					
Capital lease	$ 1,488,286	$ -	$ (145,278)	$ 1,343,008	$ 149,852

The Agency entered into a capital lease with South Placer Regional Transportation Authority (SPRTA) (a related party) in December 2003, for the purchase of the Nevada Station property, which ends on December 1, 2028. SPRTA issued debt on the Agency's behalf for the purchase of the Nevada Station building. The agreement requires the Agency to pay lease amounts to SPRTA that are structured to be sufficient in timing and amount to meet SPRTA's related debt service payments. Interest earned on the lease payment account and other monies held by the trustee are applied to the lease payments made by the Agency. The Agency has the option to purchase the leased building for $10 upon termination or expiration of the lease and after the bonds have been repaid.

NOTE E – LONG-TERM LIABILITIES (Continued)

As of June 30, 2021, future minimum lease payments are as follows:

Year Ending June 30:	Business-Type Activites
2022	$ 190,951
2023	190,038
2024	193,842
2025	188,936
2026	188,653
2027-2029	572,197
Total	1,524,617
Less: Amount representing interest	(181,609)
Present value of future minimum lease payments	$ 1,343,008

NOTE F - FARE REVENUE RATIO

The Agency is required under the Transportation Development Act to maintain fare revenue to operating expenses ratio of at least 10% for the Health Express transit services provided by Western Placer CTSA. The calculation of the fare revenue ratio for the year ended June 30, 2021, is as follows:

Passenger fare revenues and local match contributions	$ 60,000
Operating expenses	$ 772,316
Fare revenue ratio	7.77%

The Agency was not in compliance with the 10% minimum required fare revenue ratio at June 30, 2021. However, Assembly Bill No. 90 (AB 90), signed into legislation on June 29, 2020, was enacted in response to the COVID-19 pandemic's impact on transit operators to hold them harmless for significant decreases in ridership and fare revenues. AB 90 prohibits the implementation of a penalty for failure to meet the required minimum fare revenue ratio during the years ended June 30, 2020 and 2021. No penalties will be applied to future years for the failure to meet the minimum required fare revenue ratio during these fiscal years. AB 149 was signed into legislation on July 16, 2021 that extends the waiver of penalties for failure to meet the required minimum fare revenue ratio through fiscal year 2022/23. AB 149 also revises the definition of operating costs to include in the calculation of the fare revenue ratio.

NOTE G – UNEARNED REVENUES – WESTERN PLACER CTSA

The Local Transportation Fund (LTF) allocates monies to Western Placer CTSA to support transit operations. LTF allocations are considered earned when they are properly spent for operations by the transit system. It is the current practice of the PCTPA to have excess revenue returned to the funding agency or redesignated as subsequent year allocations. The maximum amount allowed is based on

NOTE G – UNEARNED REVENUES – WESTERN PLACER CTSA (Continued)

operating costs after certain adjustments. Allocations in excess of this amount are recorded as unearned revenues. At June 30, 2021, maximum eligibility for operating LTF allocations was determined as follows:

LTF Allocation	$ 818,237
Maximum Amount Allowed:	
Operating expenses	974,731
Contributions to other agencies	270,000
Adjustments:	
Local match	(155,860)
STA revenues	(65,799)
Interest revenues	(350)
Maximum Eligibility	1,022,722
Net expenses over maximum eligibility	(204,485)
Unearned revenues, beginning of year	856,583
Unearned revenues, end of year	$ 652,098

NOTE H – PENSION PLAN

Plan Descriptions: All qualified permanent and probationary employees are eligible to participate in the public agency Cost-Sharing Multiple Employer Defined Benefit Pension Plan (the Plan) administered by the California Public Employees' Retirement System (CalPERS). The Agency participates in the Miscellaneous Risk Pool and the following rate plans:

- Miscellaneous Rate Plan
- PEPRA Miscellaneous Rate Plan

Benefit provisions under the Plan are established by State statute and Board resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website at www.calpers.ca.gov.

Benefits Provided: CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 (52 for PEPRA Miscellaneous Rate Plan) with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is the following: The Basic Death Benefit or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments are applied as specified by the Public Employees' Retirement Law.

NOTE H – PENSION PLAN (Continued)

The Plan's provisions and benefits in effect at June 30, 2021, are summarized as follows:

Hire date	Miscellaneous Rate Plan (Prior to January 1, 2013)	PEPRA Miscellaneous Rate Plan (On or after January 1, 2013)
Benefit formula (at full retirement)	2.0% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.000%	7.250%
Required employer contribution rates	11.746%	7.874%

In addition to the contribution rates above, the Agency was also required to make a payment of $95,924 toward its unfunded actuarial liability during the year ended June 30, 2021. The Miscellaneous Rate Plan is closed to new members that are not already CalPERS eligible participants.

Contributions: Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plan is determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Agency is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

The contributions made to the Plan were $187,527 for the year ended June 30, 2021.

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources: As of June 30, 2021, the Agency reported a net pension liability for its proportionate share of the net pension liability of the Plan of $1,446,175.

The Agency's net pension liability is measured as the proportionate share of the net pension liability. The net pension liability as of June 30, 2021 is measured as of June 30, 2020, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019 rolled forward to June 30, 2020 using standard update procedures. The Agency's proportion of the net pension liability was based on a projection of the Agency's long-term share of contributions to the plan relative to the projected contributions of all participating employers, actuarially determined. The Agency's proportionate share of the net pension liability for the Plan as of June 30, 2021 and 2020 was as follows:

Proportion - June 30, 2020	0.0331%
Proportion - June 30, 2021	0.0343%
Change - Increase (Decrease)	0.0012%

NOTE H – PENSION PLAN (Continued)

For the year ended June 30, 2021, the Agency recognized pension expense of $306,596. At June 30, 2021, the Agency reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 187,527	
Differences between actual and expected experience	74,525	
Change in employer's proportion	66,738	
Differences between the employer's contribution and the employer's proportionate share of contributions		$ (52,315)
Changes of assumptions		(10,316)
Net differences between projected and actual earnings on plan investments	42,963	
Total	$ 371,753	$ (62,631)

The $185,527 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as net deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ended June 30	
2022	$ 23,890
2023	43,773
2024	33,326
2025	20,606
	$ 121,595

Actuarial Assumptions: The total pension liability in the actuarial valuation for the Plan was determined using the following actuarial assumptions:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate (1)	7.15%
Inflation	2.50%
Projected Salary Increase	Varies depending on age and service
Mortality	Derived using CalPERS Membership Data for all Funds

(1) Net of pension plan investment expenses, including inflation

NOTE H – PENSION PLAN (Continued)

The underlying mortality assumptions were developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. More can be found in the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

Discount Rate: The discount rate used to measure the total pension liability was 7.15% in 2021. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate will be applied to all rate plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The following table reflects the long-term expected real rate of return by asset class for the Plan. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10(a)	Real Return Years 11+(b)
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	(0.92)%
Total	100.0%		

(a) An expected inflation of 2.00% used for this period.
(b) An expected inflation of 2.92% used for this period.

NOTE H – PENSION PLAN (Continued)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the Agency's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the Agency's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

1% Decrease		6.15%
Net Pension Liability	$	2,341,019
Current Discount Rate		7.15%
Net Pension Liability	$	1,446,175
1% Increase		8.15%
Net Pension Liability	$	706,795

Pension Plan Fiduciary Net Position: Detailed information about the Plan's fiduciary net position is available in the separately issued CalPERS financial report.

Payable to the Pension Plan: At June 30, 2021, the Agency had no outstanding contributions payable to the Plan.

NOTE I – POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB)

Plan Description: The Agency provides healthcare benefits to eligible retirees and their dependents through the Placer County Transportation Planning Agency Retiree Healthcare Plan (Plan), an agent multiple employer defined benefits OPEB plan. Benefit provisions are established and may be amended by the Agency.

The Agency provides a retiree medical contribution for employees through CalPERS in the same amount as active employees. The Agency contributes the Public Employees' Medical and Hospital Care (PEMHCA) minimum reported contribution, which was $143 for calendar year 2021 and $139 for calendar year 2020. The benefit continues to surviving spouses and dependents.

Contributions: The contribution requirements of the plan members and the Agency are established and may be amended by the Agency. The Agency prefunds the plan by contributing at least 100% of actuarially determined contributions to the California Employers' Retiree Benefit Trust (CERBT), a tax-qualified irrevocable trust organized under Internal Revenue Code Section 115. The Trust is administered by CalPERS as an agent multiple-employer plan. During the year ended June 30, 2021, the Agency's cash contributions to the trust were $33,153, benefit payments were $39,746 and the estimated implicit subsidy was $16,585 resulting in total payments of $89,484.

Employees Covered by Benefit Terms: At June 30, 2021, the following current and former employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	4
Active employees	7
Total	11

NOTE I – POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (Continued)

Net OPEB Liability: The Agency's net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019.

Actuarial Assumptions: The total OPEB liability at June 30, 2021 was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	June 30, 2019
Measurement date	June 30, 2020
Actuarial cost method	Entry-age normal cost method, level percent of pay
Asset valuation method	Market value of assets
Actuarial assumptions:	
Investment rate of return	6.85%
Discount rate	6.95%
Inflation	2.50%
Salary increases	3.00% per year
Mortality rate	Derived using CalPERS membership data
Mortality Improvement	MacLeod Scale 2018 applied generationally
Healthcare trend rate	5.4% in 2021, trending down to 4.0% by 2076

Demographic actuarial assumptions used in this valuation are based on the 2017 experience study of the California Public Employees Retirement System using data from 1997 to 2015, except for a different basis used to project future mortality improvements. Mortality rates used were those published by CalPERS, and reflets a mortality projection table, MP 2016 from the Society of Actuaries, which uses 15 years of mortality projection using 90% of scale MP 2016.

The assumed gross return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage of Portfolio	Assumed Gross Return
Global Equity	59.0%	4.80%
Fixed Income	25.0%	1.10%
Real Estate Investment Trusts	8.0%	3.20%
Treasury Inflation Protected Securities	5.0%	0.25%
Commodities	3.0%	1.50%
	100.0%	

NOTE I – POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (Continued)

Discount Rate: The discount rate used to measure the total OPEB liability was 6.95%. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

The discount rate of 6.95% was based on the expected return on trust assets published by CERBT and reflecting the Agency's expected future projected retiree medical benefit cash flows. The CalPERS Experience Study used was updated to the 2017 Experience Study during the June 30, 2019 valuation. These changes represent changes in assumptions.

Change in Net OPEB Liability: The change in the net OPEB liability for the Plan is as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2020	$ 1,177,981	$ 999,444	$ 178,537
Changes in the year:			
Service cost	52,743		52,743
Interest	83,688		83,688
Contributions - employer		103,172	(103,172)
Net investment income		36,660	(36,660)
Benefit payments	(53,174)	(53,174)	
Administrative expenses		(498)	498
Net changes	83,257	86,160	(2,903)
Balance at June 30, 2020 (measurement date June 30, 2019)	$ 1,261,238	$ 1,085,604	$ 175,634

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates: The following presents the net OPEB liability of the Agency, as well as what the Agency's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease 5.95%	Current Discount Rate 6.95%	1% Increase 7.95%
Net OPEB liability	$ 336,791	$ 175,634	$ 42,077

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates: The following presents the net OPEB liability of the Agency, as well as what the Agency's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

NOTE I – POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (Continued)

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Net OPEB liability	$ 24,004	$ 175,634	$ 361,898

OPEB Plan Fiduciary Net Position: Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CERBT financial report at www.calpers.ca.gov.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources: For the year ended June 30, 2021, the Agency recognized OPEB expense of $63,366. At June 30, 2021, the Agency reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	$ 89,484	
Change in assumptions	9,986	
Differences between expected and actual experience		$ (32,443)
Net differences between projected and actual earnings on plan investments	23,527	
Total	$ 122,997	$ (32,443)

The $89,484 reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net OPEB liability in the following fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended June 30	
2022	$ (2,380)
2023	2,447
2024	3,790
2025	1,389
2026	(4,176)
Thereafter	
	$ 1,070

Recognition of Deferred Outflows and Deferred Inflows of Resources: Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

NOTE I – POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (Continued)

The recognition period differs depending on the source of the gain or loss. The net difference between projected and actual earnings on OPEB plan investments is recognized over 5 years. All other amounts are recognized over the expected average remaining service lifetime (EARSL), which was 6.6 years at June 30, 2021.

Payable to the OPEB Plan: At June 30, 2021, the Agency had no contributions payable to the Plan.

NOTE J – RENTAL INCOME UNDER OPERATING LEASES

The Agency has 10,579 square feet of office space available for subleasing. As of June 30, 2021, the Agency had operating lease agreements with six tenants for 10,579 square feet of space. The Agency recovered $300,401 in rents, of which $160,760 was for space occupied by the Agency for its offices. Future rents to be received under subleases, excluding the Agency, as of June 30, 2021 are as follows:

Fiscal Year Ended June 30	
2022	$ 141,146
2023	89,609
2024	50,692
	$ 281,447

NOTE K – RELATED PARTY TRANSACTIONS

South Placer Regional Transportation Authority (SPRTA) was created January 23, 2002, as a joint powers authority to establish a transportation planning agency that would facilitate planning, design, financing, acquisition and construction of Regional Transportation Improvements in the jurisdiction and spheres of influence of its participating members. The Authority's board includes a representative appointed by the Cities of Rocklin, Roseville and Lincoln and the County of Placer. These same jurisdictions also appoint four of the Agency's nine-member governing board, although not necessarily appointing the same individual from a particular jurisdiction to serve on both boards.

The Agency provides SPRTA staff labor and related overhead. The Agency also provides fiscal oversight of SPRTA. During the fiscal year ended June 30, 2021, the Agency incurred costs for such services totaling $763,107. The amount receivable from SPRTA at June 30, 2021 is $381,674. In addition, $105,641 is receivable from SPRTA for contractor retentions.

The Agency entered into a capital lease with SPRTA in 2003 to purchase the Nevada Station building as disclosed in Note C. During the year ended June 30, 2021, the Agency paid SPRTA principal and interest totaling $191,099. The principal and interest payable at year end June 30, 2021 totaled $1,343,008 and $3,625, respectively.

NOTE L – RISK MANAGEMENT

The Agency is exposed to various risks to loss related to torts, theft or damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The Agency maintains commercial insurance policies through third-parties. There have been no significant reductions in insurance coverage from coverage in the prior fiscal year. Also, there have not been any settlements in excess of the insurance coverage for the past three fiscal years.

NOTE M – UNEARNED REVENUE – SPECIAL REVENUE FUNDS

Low Carbon Transit Operations Program (LCTOP): The LCTOP was established by the California Legislature in 2014 by Senate Bill 862. The LCTOP provides funds to transit agencies to reduce greenhouse gas emission and improve mobility through operating and capital grants. Projects approved for LCTOP will support bus or rail services, expand intermodal transit facilities, and may include equipment acquisition, fueling, maintenance and other costs to operate those services or facilities, with each project reducing greenhouse gas emissions.

During the year ended June 30, 2021, the Agency transferred its role as project sponsor on the South Placer Transit Project to the City of Roseville. As a result, LCTOP funds allocated towards the project for the year ending June 30, 2021 were paid directly to the City subsequent to year-end. Funds received by the Agency in the prior fiscal year, along with related interest accrued, is considered payable to the City at June 30, 2021.

As of June 30, 2021, funds received and expended were verified in the course of the audit as follows:

Balance at June 30, 2020	$ 662,828
Interest earned	296
Transfer to Roseville:	
South Placer County Transit Project	(589,109)
Unexpended proceeds at June 30, 2021	$ 74,015

Regional Surface Transportation Program (RSTP): The RSTP fund represents an apportionment under the Federal Transportation Bill whereby the Agency allocates funds to agencies for projects included in the adopted Federal Statewide Transportation Improvement Project.

As of June 30, 2021, funds received and expended were verified in the course of the audit as follows:

Balance at June 30, 2020	$ -
RSTP funds received	684,288
Unexpended proceeds at June 30, 2021	$ 684,288

NOTE N – COMMITMENTS AND CONTINGENCIES

Commitments: The Agency has the following outstanding contract commitments as of June 30, 2021:

Project	Total	Remaining Commitment
Sacramento-Placer Corridor Mobility Plan	$ 625,077	$ 24,555
Interstate 80 Auxiliary Lanes Project	1,594,667	129,269
State Route 65 Widening Project	1,612,061	145,840
State Route 49 Sidewalk Gap Closure Project	1,193,078	14,215
Place County Airport Land Use Compatability Plan	180,000	14,956
South Placer Regional Transportation Agency Fee Model Update	398,590	199,085
	$ 5,603,473	$ 527,920

Contingencies: The Agency is party to legal actions that arose in the normal operation of business. Management of the Agency believes that the legal actions will not have a material adverse impact on the financial position of the Agency.

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. The COVID-19 outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of COVID-19 on the Agency's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, and impact on sales tax, all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact the financial condition or results of operations is uncertain.

NOTE O – RESTATEMENTS TO IMPLEMENT GASB STATEMENT NO. 84

During the year ended June 30, 2021, the Agency implemented GASB Statement No. 84, *Fiduciary Activities.* As a result of the implementation of this Statement, the Agency reevaluated whether its private purpose trust funds met the revised definition of fiduciary activities. The Agency determined that the funds previously reported as private purpose trust funds met the criteria to be reported as part of the Agency's operations and reclassified them into Special Revenue Funds. Due to this change, the July 1, 2020 total assets, total liabilities and fund balance/net position of $12,316,565, $11,432,257 and $884,308 were reclassified to the Special Revenue Funds. Government-wide net position increased by $884,308 as of July 1, 2020 as a result of this reclassification.

REQUIRED SUPPLEMENTARY INFORMATION

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - PLANNING FUND

June 30, 2021

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Rural Planning Assistance	$ 422,000	$ 422,000	$ 422,000	
STIP Planning (PPM)	145,000	145,000	145,000	
Federal grants	1,041,115	1,099,281	536,973	$ (562,308)
Other grants	497,500	452,601	356,115	(96,486)
Freeway Service Patrol	402,233	394,802	446,228	51,426
Charges for services and reimbursements	910,291	859,682	1,054,851	195,169
Interest	6,000	6,000	535	(5,465)
Other	30,500	36,500	32,250	(4,250)
TOTAL REVENUES	3,454,639	3,415,866	2,993,952	(421,914)
EXPENDITURES				
Salaries and benefits	1,608,730	1,460,806	1,519,078	(58,272)
Project costs	2,912,089	3,065,284	1,738,958	1,326,326
Administrative costs	342,871	380,410	921,075	(540,665)
Capital outlay			42,403	(42,403)
TOTAL EXPENDITURES	4,863,690	4,906,500	4,221,514	684,986
OTHER FINANCING SOURCES (USES)				
Transfers in	1,288,157	1,367,739	1,260,508	(107,231)
TOTAL OTHER FINANCING SOURCES (USES	1,288,157	1,367,739	1,260,508	(107,231)
NET CHANGE IN FUND BALANCE	(120,894)	(122,895)	32,946	155,841
Fund balance, beginning of year	880,784	880,784	880,784	
FUND BALANCE, END OF YEAR	$ 759,890	$ 757,889	$ 913,730	$ 155,841

The accompanying notes are an integral part of these financial statements.

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (UNAUDITED)
Last 10 Years

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Proportion of the net pension liability	0.0343%	0.0331%	0.0321%	0.0318%	0.0307%	0.0296%	0.0127%
Proportionate share of the net pension liability	$ 1,446,175	$ 1,325,910	$ 1,210,029	$ 1,252,426	$ 1,066,947	$ 811,987	$ 789,346
Covered payroll - measurement period	$ 977,120	$ 918,190	$ 877,992	$ 778,882	$ 820,441	$ 779,054	$ 762,356
Proportionate share of the net pension liability as a percentage of covered payroll	148.00%	144.40%	137.82%	160.80%	130.05%	104.23%	103.54%
Plan fiduciary net position as a percentage of the total pension liability	78.49%	79.08%	78.62%	76.78%	82.90%	80.97%	80.34%

Notes to Schedule:

Reporting valuation date:	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013
Reporting measurement date:	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

Change in Benefit Terms: None.

Changes in assumptions: The discount rate was changed from 7.50% to 7.65% in 2016 and 2017 and 7.15% in 2018.

SCHEDULE OF CONTRIBUTIONS TO THE PENSION PLAN (UNAUDITED)
Last 10 Years

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution (actuarially determined)	$ 187,527	$ 194,471	$ 171,240	$ 147,657	$ 128,401	$ 123,899	$ 97,802
Contributions in relation to the actuarially determined contributions	(187,527)	(194,471)	(171,240)	(147,657)	(128,401)	(123,899)	(97,802)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll - fiscal year	$ 934,866	$ 977,120	$ 918,190	$ 877,992	$ 778,882	$ 820,441	$ 779,054
Contributions as a percentage of covered payroll	20.06%	19.90%	18.65%	16.82%	16.49%	15.10%	12.55%

Notes to Schedule:

Contribution valuation date:	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013	June 30, 2012

Methods and assumptions used to determine contribution rates:

Actuarial method	Entry age normal cost method						
Amortization method	Level percentage of payroll, closed						
Remaining amortization period	Varies by rate plan, not more than 30 years						
Asset valuation method	Market value						
Inflation	2.50%	2.625%	2.75%	2.75%	2.75%	2.75%	2.75%
Payroll growth	2.75%	2.875%	3.00%	3.00%	3.00%	3.00%	3.00%
Salary increases	Varies by entry age and service						
Investment rate of return and discount rate	7.00%	7.25%	7.375%	7.50%	7.50%	7.50%	7.50%
Retirement age	50 to 67 years. Probabilities of retirement are based on the most recent CalPERS Experience Study.						
Mortality	Most recent CalPERS Experience Study.						

Omitted years: GASB Statement No. 68 was implemented during the year ended June 30, 2015. No information was available prior to this date. Future years will be reported prospectively as they become available.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

REQUIRED SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2021

SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS (UNAUDITED)

	2021	2020	2019	2018
Total OPEB liability:				
Service cost	$ 52,743	$ 42,752	$ 40,586	$ 39,308
Interest	83,688	80,764	76,333	71,036
Changes in assumptions		4,247	13,222	
Differences between expected and actual experience		(46,367)		
Benefit payments	(53,174)	(62,304)	(42,276)	(29,637)
Net change in total OPEB liability	83,257	19,092	87,865	80,707
Total OPEB liability - beginning	1,177,981	1,158,889	1,071,024	990,317
Total OPEB liability - ending (a)	$ 1,261,238	$ 1,177,981	$ 1,158,889	$ 1,071,024
Plan fiduciary net position:				
Contributions - employer	$ 103,172	$ 109,784	$ 92,458	$ 80,000
Net investment income	36,660	57,655	63,184	72,136
Benefit payments	(53,174)	(62,304)	(42,276)	(29,637)
Administrative expenses	(498)	(196)	(429)	(366)
Other expense			(1,035)	
Net change in plan fiduciary net position	86,160	104,939	111,902	122,133
Plan fiduciary net position - beginning	999,444	894,505	782,603	660,470
Plan fiduciary net position - ending (b)	$ 1,085,604	$ 999,444	$ 894,505	$ 782,603
Net OPEB liability - ending (a)-(b)	$ 175,634	$ 178,537	$ 264,384	$ 288,421
Plan fiduciary net position as a percentage of the total OPEB liability	86.07%	84.84%	77.19%	73.07%
Notes to schedule:				
Valuation date	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement period - fiscal year ended	June 28, 2020	June 30, 2019	June 30, 2018	June 30, 2017

Benefit changes. None.

Changes in assumptions:				
Changes in discount rates	6.95%	6.95%	6.90%	7.00%
Changes in CalPERS Experience Study	2017 Study	2017 Study	2014 Study	2014 Study

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

REQUIRED SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2021

SCHEDULE OF CONTRIBUTIONS TO THE OPEB PLAN (UNAUDITED)

	2021	2020	2019	2018
Actuarially determined contribution - employer fiscal year	$ 89,484	$ 89,489	$ 84,345	$ 84,492
Contributions in relation to the actuarially determined contributions	(89,484)	(103,172)	(109,784)	(92,458)
Contribution deficiency (excess)	$ -	$ (13,683)	$ (25,439)	$ (7,966)
Covered-employee payroll - employer fiscal year	$ 934,866	$ 977,120	$ 918,190	$ 864,537
Contributions as a percentage of covered-employee payroll	9.57%	10.56%	11.96%	10.69%

Notes to Schedule:

Valuation date	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement period - fiscal year ended	June 28, 2020	June 30, 2019	June 30, 2018	June 30, 2017

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal			
Amortization method	Level Dollar			
Amortization period	8 years closed	9 years closed	10 years closed	
Asset valuation method	Market Value			
Inflation	2.50%	2.75%	2.75%	
Healthcare cost trend rates	5.40% in 2021, trending down to 4% by 2076		7.50% in 2019, trending down .5% per year to 5% by 2024	
Salary increases	3.00%	3.00%	3.25%	3.25%
Investment rate of return	6.85%	6.85%	6.90%	7.00%
Retirement age	From 55 to 65			
Mortality	2017 CalPERS Experience Study		2014 CalPERS Experience Study; Improvement using MW Scale 2014	

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

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SUPPLEMENTARY INFORMATION

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

SCHEDULE OF ALLOCATIONS AND EXPENDITURES
LOCAL TRANSPORTATION FUND

For the Year Ended June 30, 2021

Section	Purpose	Allocations	Disbursements	Undisbursed/ Unclaimed
99233.1 (Article 3)	TDA Administration			
	PCTPA	$ 475,000	$ 475,000	
	TRPA	14,700	14,700	
	County Auditor	9,000	9,000	
		498,700	498,700	
99233.2 (Article 3)	TDA Planning & Programming			
	PCTPA	785,508	785,508	
	Tahoe Regional Planning Agency	12,900	12,900	
		798,408	798,408	
99234 (Article 3)	Pedestrian & Bicycle			
	PCTPA Ped/Bike Fund	460,613	460,613	
		460,613	460,613	
99260(a) (Article 4)	Public Transportation			
	City of Auburn	388,558		$ 388,558
	Placer County	3,538,612	3,518,250	20,362
	TART	534,163	534,163	
	City of Roseville	3,647,790	3,647,790	
		8,109,123	7,700,203	408,920
99275 (Article 4.5)	Community Transit Services			
	WPCTSA	818,237	818,237	
		818,237	818,237	
99400a (Article 8)	Streets and Roads			
	City of Auburn	312,723		312,723
	City of Colfax	93,867	93,867	
	City of Lincoln	1,805,865	1,172,115	633,750
	Town of Loomis	298,643	298,643	
	Placer County	1,420,180	1,411,863	8,317
	City of Rocklin	3,125,793	3,125,793	
		7,057,071	6,102,281	954,790
99400c (Article 8)	Contracted Transit Service			
	Town of Loomis	1,360	1,360	
	City of Lincoln	268,916	268,916	
	City of Rocklin	179,939	179,939	
		450,215	450,215	-

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

SCHEDULE OF ALLOCATIONS AND EXPENDITURES (Continued)
LOCAL TRANSPORTATION FUND

For the Year Ended June 30, 2021

Section	Purpose	Allocations	Disbursements	Undisbursed/ Unclaimed
99402 (Article 8)	Transportation Planning Process			
	Placer County	$ 25,000	$ 25,000	
	City of Lincoln	75,000	75,000	
	City of Rocklin	75,000	75,000	
	City of Roseville	225,000	225,000	
		400,000	400,000	-
	Total apportionment	18,592,367	$ 17,228,657	$ 1,363,710
	Less: Pedestrian and Bicycle allocation	(460,613)		
	Plus: Pedestrian and Bicycle expenditures	132,262		
	Total expenditures	$ 18,264,016		
	Unclaimed/Undisbursed-Prior Year Apportionments:			
	City of Auburn - Public Transportation			40,547
	City of Roseville - Pedestrian and Bicycle			37,253
	City of Auburn - Streets and Roads			6,382
	City of Roseville - Streets and Roads			733,593
				817,775
	Total allocations payable			$ 2,181,485

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

SCHEDULE OF ALLOCATIONS AND EXPENDITURES
STATE TRANSIT ASSISTANCE FUND

For the Year Ended June 30, 2021

Section	Purpose	Final Apportionment	Disbursements	Undisbursed/ Unclaimed
6730(a)	Public Transportation Operations			
	City of Auburn	$ 28,994		$ 28,994
	Placer County Transit	547,186	$ 547,186	
	City of Roseville	590,073	590,073	
		1,166,253	1,137,259	28,994
6730(b)	Public Transportation Capital			
	City of Auburn	27,961		27,961
		27,961		27,961
6731(b)	Contracted Transportation Services			
	City of Colfax	8,317	8,317	
	Town of Loomis	26,621	26,621	
	City of Lincoln	190,599	190,599	
	City of Rocklin	271,886	271,886	
		497,423	497,423	-
6731.1	Consolidated Transportation Service Agencies			
	WPCTSA	65,799	65,799	
		65,799	65,799	-
	Totals	$ 1,757,436	$ 1,700,481	56,955
	Unclaimed/Undisbursed-Prior Year Apportionments:			
	Placer County Transit			333,886
				333,886
	Total allocations payable			$ 390,841

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

SCHEDULE OF ALLOCATIONS AND EXPENDITURES
STATE OF GOOD REPAIR FUND

For the Year Ended June 30, 2021

Section	Purpose	Final Allocation	Disbursements	Undisbursed/ Unclaimed
99313	Contracted Transportation Services			
	City of Auburn	$ 17,421		$ 17,421
	County of Placer	277,526	$ 277,526	
	City of Roseville	173,271	84,620	88,651
		468,218	362,146	
99314	Public Transportation System Operating Costs			
	City of Auburn	226		226
	County of Placer	55,944	55,944	
	City of Roseville	12,158	12,158	
		68,328	68,102	226
	Totals	$ 536,546	$ 430,248	106,298
	Total allocations payable			$ 106,298

PLACER COUNTY TRANSPORTATION PLANNING AGENCY

SCHEDULE OF DIRECT AND INDIRECT COSTS - ACCRUAL BASIS

For the Year Ended June 30, 2021

	Direct Costs	Indirect Costs	Unallowable Costs	Total Expenses
Salaries and wages	$ 618,114	$ 180,990		$ 799,104
Fringe benefits	633,037	185,359		818,396
Total Salary and Benefits	1,251,151	366,349		1,617,500
Direct services, supplies and costs	2,382,282			2,382,282
Indirect costs:				
Accounting and actuarial services			$ 1,730	1,730
Auditor - annual independent fiscal audit			17,775	17,775
Advertising/public notices		4,521		4,521
Boardmember reimbursements			9,361	9,361
Communications		11,575		11,575
Computer equipment and supplies		7,036		7,036
Subscriptions		216		216
Office/computer equipment maintenance		8,374		8,374
Professional liability		19,279		19,279
Legal counsel		8,766		8,766
Membership/training		5,650		5,650
Office supplies		2,101		2,101
Meeting supplies - unallowable			2,047	2,047
Postage and delivery		88		88
Printing and reproduction		2,887		2,887
Rent			160,760	160,760
Travel/food/lodging		179		179
Utilities/maintenance		15,395		15,395
Depreciation Expense			14,134	14,134
Subtotal		86,067	205,807	291,874
Total Planning and Administration Expenses	$ 3,633,433	$ 452,416	$ 205,807	$ 4,291,656

COMPLIANCE REPORTS

RICHARDSON & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S 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,* THE TRANSPORTATION DEVELOPMENT ACT AND OTHER STATE PROGRAM GUIDELINES

To the Board of Directors
Placer County Transportation Planning Agency
Auburn, California

We have audited, in accordance with the 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, each major fund, and the aggregate remaining fund information of the Placer County Transportation Planning Agency (the Agency) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated December 22, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency'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 Agency'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 (including Other State Grant Programs)

As part of obtaining reasonable assurance about whether the Agency's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. Our audit was further made to determine that Transportation Development Act Funds allocated and received by the Agency were expended in conformance with the applicable statutes, rules and regulations of the Transportation Development Act and Sections 6661, 6662 and 6751 of the California Code of Regulations. The results of performing these tasks disclosed no instances of noncompliance with the applicable statutes, rules and regulations of the Transportation Development Act. We also tested the receipt and appropriate expenditure of bond funds, as presented in Note M of the financial statements, in accordance with other state program statutes and guidelines. 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*, the TDA or other state regulations.

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 result of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards,* the TDA and other State guidelines in considering the Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Richardson & Company, LLP

December 22, 2021

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