

City of Union City

Measure B Funds

Union City, California

*Financial Statements and
Independent Auditors' Reports*

For the year ended June 30, 2009

City of Union City
Alameda County Transportation Improvement Authority – Measure B Funds
Financial Statements
For the year ended June 30, 2009

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
of the City of Union City
Union City, California

We have audited the accompanying financial statements of the Alameda County Transportation Improvement Authority – Measure B Funds (Measure B Funds) of the City of Union City, California (City), as of and for the year ended June 30, 2009, as listed in the foregoing table of contents. These financial statements are the responsibility of the management of the City. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements present only Measure B Funds and are not intended to present fairly the financial position and results of its operations of the City.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the City's Measure B Funds as of June 30, 2009, and changes in financial position thereof for the year then ended in conformity with generally accepted accounting principles in the United States.

In accordance with *Government Auditing Standards*, we have also issued our report as of and for the year ended June 30, 2009, dated December 3, 2009, on our consideration of the City's internal control over financial reporting and our tests of their compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing on internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audits.

Caporicci & Larson

Oakland, California
December 3, 2009

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City of Union City
Alameda County Transportation Improvement Authority - Measure B Funds
Combined Balance Sheets
June 30, 2009

	Measure B ACTIA Paratransit	Measure B ACTIA Mass Transit	ACTIA Measure B	ACTIA Streets & Roads	ACTIA Bike & Pedestrian	Total
ASSETS:						
Cash and investments	\$ -	\$ -	\$ 10,165	\$ 1,897,702	\$ 875,776	\$ 2,783,643
Intergovernmental Receivables	-	-	-	81,858	25,116	106,974
Total assets	\$ -	\$ -	\$ 10,165	\$ 1,979,560	\$ 900,892	\$ 2,890,617
LIABILITIES AND FUND BALANCES:						
Other accrued liabilities	\$ -	\$ -	\$ -	\$ 17,202	\$ -	\$ 17,202
Total liabilities	-	-	-	17,202	-	17,202
Fund Balance:						
Reserved:						
Encumbrances	-	-	-	-	-	-
Total reserved	-	-	-	-	-	-
Unreserved:						
Undesignated	-	-	10,165	1,962,358	900,892	2,873,415
Total fund balances	-	-	10,165	1,962,358	900,892	2,873,415
Total liabilities and fund balances	\$ -	\$ -	\$ 10,165	\$ 1,979,560	\$ 900,892	\$ 2,890,617

See accompanying Notes to Financial Statements.

City of Union City
Alameda County Transportation Improvement Authority - Measure B Funds
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2009

	Measure B ACTIA Paratransit	Measure B ACTIA Mass Transit	ACTIA Measure B	ACTIA Streets & Roads	ACTIA Bike & Pedestrian	Total
Unexpended Funds, As of July 1, 2008	\$ -	\$ -	\$ 10,027	\$ 1,535,677	\$ 703,602	\$ 2,249,306
REVENUES:						
Taxes and assessments	251,843	327,505	18	562,561	172,608	\$ 1,314,535
Investment earnings	-	-	494	59,856	30,920	91,270
ACTIA bike/pedestrian						
Intergovernmental	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	251,843	327,505	512	622,417	203,528	1,405,805
EXPENDITURES:						
Transit/Paratransit	251,843	327,505	-	-	-	579,348
Capital outlay	-	-	374	195,736	6,238	202,348
Total expenditures	251,843	327,505	374	195,736	6,238	781,696
Unexpended Funds, As of July 1, 2009	\$ -	\$ -	\$ 10,165	\$ 1,962,358	\$ 900,892	\$ 2,873,415

See accompanying Notes to Financial Statements.

City of Union City
Alameda County Transportation Improvement Authority – Measure B Funds
Notes to Financial Statements
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

All transactions of the Alameda County Transportation Improvement Authority – Measure B Funds (Measure B Funds) of the City of Union City, California (City), are included as separate special revenue and enterprise funds in the basic financial statements of the City. Measure B Funds are used to account for the City's share of revenues earned and expenditures incurred under the City's paratransit, transit and capital programs. The accompanying financial statements are for Measure B Funds only and are not intended to fairly present the financial position of the City.

2. MEASURE B FUNDS

Under Measure B, approved by the voters of Alameda County in 1986 (ACTA Old Measure B) and in 2000, (ACTIA Measure B), the City receives a portion of the proceeds of an additional one-half cent sales tax to be used for transportation-related expenditures. This measure was adopted with the intention that the funds generated by the additional sales tax will not fund expenditures previously paid for by property taxes but, rather, would be used for additional projects and programs.

Major projects funded by Measure B were as follows:

Paratransit Program – To help fund ADA (Americans with Disabilities Act) mandated service; to help fund the Union City “Paratransit Plus” program which offers an expanded service area, group trips for seniors and the disabled, as well as urgent medical trips; and to help fund extended weekday service hours.

Mass Transit Program – To help fund the operations of the City's own bus system, Union City Transit. This system operates daily (except for holidays) and provides local transit service to major destinations within the City. Union City Transit makes connections with other transit systems including BART, AC Transit and the Dumbarton Express.

Streets and Roads Program – To help fund several small projects including the GIS program, paving maintenance and slurry seal, audible pedestrian signals, a new traffic signal and wheelchair ramps.

Bike and Pedestrian Program – To help fund pedestrian and bicycle access around the Union City BART Station area as part of the 11th Street Enhancement/Decoto Road Connector Project. In addition, funds were used towards development of a master bike and pedestrian path plan. Funding for this project came from Measure B sales tax and an ACTIA Bike and Pedestrian Path Discretionary grant.

City of Union City

Alameda County Transportation Improvement Authority – Measure B Funds

Notes to Financial Statements, Continued

For the year ended June 30, 2009

3. CASH

The City pools its available cash for investment purposes. The City’s cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

See the City’s Basic Financial Statements for disclosures related to cash and investments and the related interest rate risk, credit rate risk, custodial risk and concentration risk.

4. INTERGOVERNMENTAL RECEIVABLES

The intergovernmental receivables represent the Measure B sales tax revenues for the fiscal year received from the Alameda County Transportation Improvement Authority after June 30, 2009.

INDEPENDENT AUDITORS' REPORT ON MEASURE B COMPLIANCE

To the Honorable Mayor and Members of City Council
of the City of Union City
Union City, California

We have audited the accompanying financial statements of the Alameda County Transportation Improvement Authority – Measure B Funds (Measure B Funds) of the City of Union City, California (City), as of and for the year ended June 30, 2009, and have issued our report thereon dated December 3, 2009.

We conducted our audit in accordance with generally accepted auditing standards in the United States and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the State of California Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws and regulations, contracts and grants applicable to the City is the responsibility of City management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of City compliance with Measure B grant regulations as specified in the agreement between the City and Alameda County Transportation Improvement Authority for the year ended June 30, 2009.

Under Measure B, approved by the voters of Alameda County in 2000, the City has received under ACTIA Measure B a total of 12 months of revenue from July 2008 through June 2009. The Local Street and Roads program has received \$562,561, the Bike and Pedestrian program has received \$172,608, the Mass Transit program has received \$327,505, and the Paratransit program has received \$251,843. This financial statement reflects twelve months of revenue for the Local Streets and Roads, the Bike and Pedestrian, The Mass Transit, and the Paratransit programs.

In our opinion the City of Union City is materially in compliance with the laws and regulations, contracts and grant requirements related to Measure B funds as specified in the agreement between the City and Alameda County Transportation Improvement Authority. Our opinion is covering the period from July 1, 2008 through June 30, 2009

This report is intended for the information of the City Council, management, and the Alameda County Transportation Improvement Authority. However, this report is a matter of public record and its distribution is not limited.

Caporicci & Larson

Oakland, California
December 3, 2009

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