

COUNTY OF EL DORADO

SINGLE AUDIT REPORT

JUNE 30, 2007

COUNTY OF EL DORADO

Notes to Supplemental Statement of Revenue and Expenditures
For The Period January 1, 2006 through June 30, 2007

Note 2: Excess Revenue and Interest Income from Weatherization

Excess revenue is defined as the difference between "Total Actual LIHEAP Revenue" less "Total Actual LIHEAP Costs." If "Total Actual LIHEAP Revenues" are less than "Total Actual LIHEAP Costs", there is no excess revenue. Since revenue is the difference between the reimbursement for the installation of measures and the contractor's actual cost of weatherization measures during the contract term, excess revenues for open contracts, while identified, are not added to the excess revenue balance until the end of the contract.

Interest income is defined as the interest earned by a contractor directly generated or earned as a result of unexpended LIHEAP grant funds at the end of a contract term period. The interest earned by a contractor is income generated as a result of depositing federal funds in an interest bearing account. Excess revenue and interest income from Weatherization (WX) program is reported as follows:

	<u>Weatherization</u>	
Beginning Balance	\$	215,968
Excess Revenue		--
Interest		--
Available Funds		<u>215,968</u>
Program Expenditures		--
Ending Balance	\$	<u><u>215,968</u></u>

	<u>Cumulative Through 6/30/06</u>	<u>For the Period Ended 6/30/07</u>	<u>Cumulative through 6/30/07</u>
Open contracts			
Excess Revenues			
06B-5358 (WX)	\$ 57,701	\$ 52,381	\$ 110,082
07B-5408 (WX)	--	41,282	41,282
Interest			
06B-5358 (WX)	3,554	11,884	15,437
Expenditures			
ECIP-Wood Propane Oil	--	32,894	32,894
	<u>\$ 61,255</u>	<u>\$ 72,653</u>	<u>\$ 133,907</u>