

**San Mateo County Half-Cent
Transportation Fund**

**Audit of Compliance with the
*Agreement for Distribution of San Mateo County
Measure A Funds for Local Transportation Purposes***

For the Year Ended June 30, 2008

Office of Controller



TOM HUENING
CONTROLLER

COUNTY OF SAN MATEO

555 COUNTY CENTER, 4TH FLOOR • REDWOOD CITY • CALIFORNIA 94063

ROBERT G. ADLER
ASSISTANT CONTROLLER

KANCHAN K. CHARAN
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www.co.sanmateo.ca.us/controller/

Independent Accountant's Report

Board of Directors
San Mateo County Transportation Authority
Redwood City, California 94063

We have examined management's assertion, included in the accompanying Management's Report on Compliance with the Agreement, about the County of San Mateo's compliance with the requirements of the *Agreement For Distribution Of San Mateo County Measure A Funds For Local Transportation Purposes* (the Agreement) between the County and the San Mateo County Transportation Authority dated August 18, 1989, during the year ended June 30, 2008. Management is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based upon our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and accordingly, included examining, on a test basis, evidence supporting the County's compliance with those requirements and performing such other procedures as considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the County's compliance with specified requirements.

In our opinion, management's assertion that the County complied with the aforementioned requirements for the fiscal year ended June 30, 2008, is fairly stated, in all material respects.

This report is intended solely for the information of the San Mateo County Transportation Authority Board and management. However, this report is a matter of public record and its distribution is not limited.

County of San Mateo Controller

Redwood City, California
January 28, 2009

San Mateo County Half-Cent Transportation Fund

**Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2008**

RECEIPTS

Sales Tax	\$	1,179,169
Management Services (C/CAG)		855,206
Interest Income		12,430
Project Cost Reimbursement (C/CAG)		40,810
Rebates & Refunds		383
Miscellaneous		435
Total Receipts		<u>2,088,433</u>

DISBURSEMENTS

Congestion Management		797,426
Transit Subsidy		854,993
Transportation System Management Program Admin		303,786
SMMC Patient Transport		348,822
Transportation Lobbyist		21,614
School Crossing Guards		62,671
Total Disbursements		<u>2,389,312</u>

Excess of Disbursements Over Receipts \$ (300,879)



COUNTY OF SAN MATEO

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BOARD OF SUPERVISORS
MARK CHURCH
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ADRIENNE TISSIER

JAMES C. PORTER
DIRECTOR

January 28, 2009

San Mateo County Transportation Authority
120 San Carlos Avenue
San Carlos, California 94070

Management's Report on Compliance with the Agreement For Distribution of San Mateo County Measure A Funds For Local Transportation Purposes

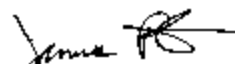
The County of San Mateo (the County) is responsible for complying with the *Agreement For Distribution of San Mateo County Measure A Funds For Local Transportation Purposes* (the Agreement) between the County of San Mateo and the San Mateo County Transportation Authority entered into on August 18, 1989. The Agreement states that in return for receiving an annual allocation of a specified portion of the retail transactions and use tax approved by *Measure A – San Mateo County Transportation Expenditure Plan* (the Measure), the County, in the use of these funds, shall “refrain from substituting funds provided to it pursuant to this Agreement for property tax funds which are currently being used to fund existing local transportation programs and limit the use of said funds to the improvement of local transportation, including streets and roads improvements.”

With respect to compliance with the requirements of the Agreement that pertain to the County share, management attests to the following for the year ended June 30, 2008:

- Management is responsible for establishing and maintaining an effective internal control structure with respect to compliance with the Agreement;
- Management is responsible for complying with the Agreement;
- Management has evaluated the County's compliance with the requirements of the Agreement;
- All transactions, as summarized in the attached Schedule of Receipts and Disbursements for the Fiscal Year Ended June 30, 2008, are in compliance with the Agreement.



Peggy Jensen
Deputy County Manager



James Porter
Director of Public Works