

# UTAH COUNTY, UTAH

## FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2011



*Published: June 21, 2012*

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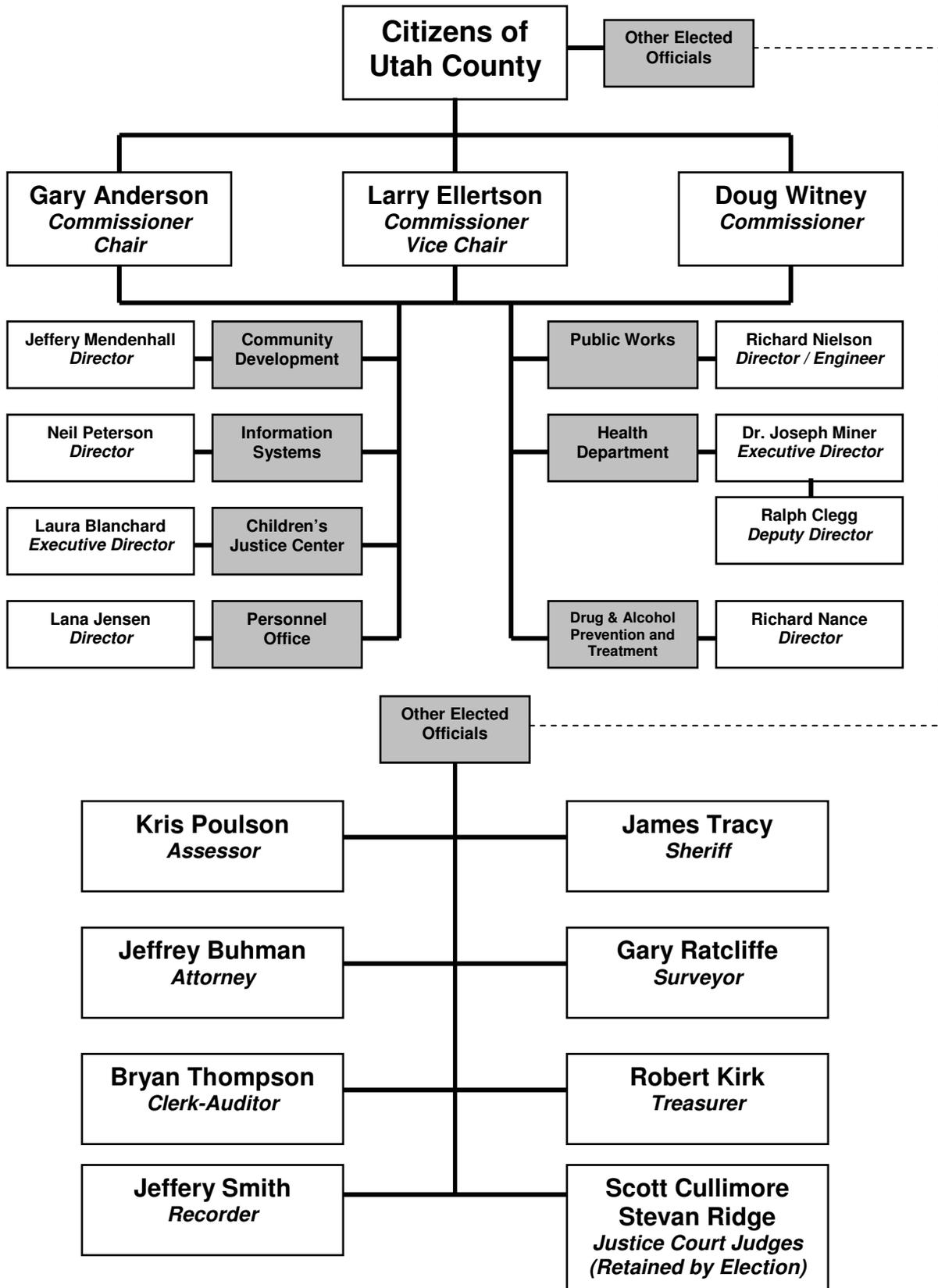
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# UTAH COUNTY ORGANIZATIONAL CHART

As of December 31, 2011



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## **FINANCIAL SECTION**

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**GILBERT & STEWART**  
CERTIFIED PUBLIC ACCOUNTANTS  
A PROFESSIONAL CORPORATION  
ESTABLISHED 1974

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Board of County Commissioners  
Utah County  
Provo, UT

June 21, 2012

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County, Utah, (the County), as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the foregoing table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Utah Valley Convention and Visitors Bureau, Timpanogos Special Service District, North Pointe Solid Waste Special Service District and Wasatch Mental Health, which represent 97 percent of the assets, 98 percent of the revenues, and 96 percent of the net assets of the component units. These financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the component units, Utah Valley Convention and Visitors Bureau, Timpanogos Special Service District, North Pointe Solid Waste Special Service District and Wasatch Mental Health, is based solely upon the report of the other auditors.

We conducted our audit in accordance with 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. 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 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.

In our opinion, such basic financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2012, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. 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 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 considered in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion, information about infrastructure assets reported using the modified approach, and analysis and budgetary comparison information listed in the 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Utah County financial statements as a whole. The introductory section, combining and individual fund financial statements, budgetary comparison schedules, other schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements, budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory, other schedules and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

  
GILBERT & STEWART  
*Certified Public Accountants*

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

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**Utah County, Utah**  
**Management's Discussion and Analysis**  
**December 31, 2011**

As management of Utah County, Utah, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2011.

**Financial Highlights**

- At the close of the most recent fiscal year, the assets of the County exceeded its liabilities by \$320,790,786 (net assets). Of this amount, \$23,635,600 (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens and creditors. The County's total net assets increased by \$39,721,785. The County's unrestricted net assets decreased by \$20,662,961.
- The total net assets of \$320,790,786 consist of \$207,282,916 in capital assets net of related debt and \$113,507,870 in other net assets.
- At the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$140,846,669, a decrease of \$105,387,364 in comparison with the prior year. Of this amount, \$15,861,613, or 11 percent of combined ending fund balances, is available for spending at the County's discretion (unassigned fund balance). The County's unassigned fund balance increased by \$4,030,557, or 34 percent.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$15,861,613, or 23 percent of total general fund expenditures.
- The County's total bonded debt decreased by \$9,070,000 (4 percent) during the current fiscal year. The key factors in the change in bonded debt were:
  - Principal debt payments of \$2,425,000 in general obligation bonds originally issued for construction of the County Administration Building, County Security Center, and McKay Events Center.
  - Principal debt payments of \$3,010,000 in revenue bonds originally issued to (1) refund the 2001 revenue bonds issued for construction of the Health & Justice Building and Utah County Animal Shelter and (2) provide funding for expansion of the Utah County Jail.
  - Principal debt payments of \$2,920,000 in revenue bonds originally issued for costs associated with various transportation projects within the County.
  - Principal debt payments of \$665,000 in revenue bonds originally issued for construction of the Utah Valley Convention Center.
  - Refunding of \$3,370,000 in general obligation bonds issued in 2001 for construction of the County Security Center and McKay Events Center.
  - Issuance of \$3,320,000 in general obligations bonds to refund the Series 2001 general obligation bonds.

**Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of Utah County's finances, in a manner similar to a private-sector business.

- The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Consideration should also be given to other non-financial factors that may affect the net assets.

- The statement of activities presents information showing how the County's net assets changed during the fiscal year being reported. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Accordingly, revenues and expenses are reported in this statement with no consideration to when cash is actually received or paid.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, public health, highways and streets, and parks and recreation. The County has no business-type activities.

The government-wide financial statements include not only the County itself (known as the primary government), but also legally separate entities for which the County is financially accountable. These entities include: Timpanogos Special Service District, North Pointe Solid Waste Special Service District, North Fork Special Service District, the Utah Valley Convention and Visitors Bureau, and Wasatch Mental Health Special Service District. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The Municipal Building Authority, although also legally separate, functions for all practical purposes as a department of the County, and therefore has been included as an integral part of the primary government. Soldier Summit Water Special Service District, Utah Valley Roads Special Service District, and Utah County Service Areas No. 6-9 are also included in the government-wide financial statements as blended component units.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- **Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, Health Department fund, Public Transit Tax fund, Capital Projects fund, and Debt Service fund, all of which are considered to be major funds. Data from the other 15 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

- **Proprietary funds.** There are two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County has no enterprise funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its fleet of vehicles, Jail food service, building maintenance, communication systems (telephone and radio), and information systems.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

- **Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's rating system for its roads.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information.

### **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by \$320,790,786 at the close of the most recent fiscal year.

The largest portion of the County's net assets (\$207,282,916 or 65 percent) reflects its investment in capital assets (e.g. land, rights of way, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (\$89,872,270 or 28 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$23,635,600 or 7 percent) may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report a positive balance of net assets. The same situation held true for the prior fiscal year.

The County's net assets increased by \$39,721,785 (14 percent) during the current fiscal year. Revenues increased by \$10,316,582 (7 percent) with an increase in sales taxes accounting for the majority of the increase. Expenses increased by \$4,120,714 (4 percent) with an increase in highways/streets accounting for the majority of the increase. Expenses for public safety and public health also increased.

## Utah County's Net Assets

	Governmental activities		Business-type activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$171,853,066	\$275,706,310	\$ 0	\$ 0	\$171,853,066	\$275,706,310
Capital assets	373,382,091	237,401,860	0	0	373,382,091	237,401,860
<b>Total assets</b>	<b>545,235,157</b>	<b>513,108,170</b>	<b>0</b>	<b>0</b>	<b>545,235,157</b>	<b>513,108,170</b>
Long-term liabilities Outstanding	201,299,889	210,991,926	0	0	201,299,889	210,991,926
Other liabilities	23,144,482	21,047,243	0	0	23,144,482	21,047,243
<b>Total liabilities</b>	<b>224,444,371</b>	<b>232,039,169</b>	<b>0</b>	<b>0</b>	<b>224,444,371</b>	<b>232,039,169</b>
<b>Net assets:</b>						
Invested in capital assets, net of related debt	207,282,916	177,039,172	0	0	207,282,916	177,039,172
Restricted	89,872,270	59,731,268	0	0	89,872,270	59,731,268
Unrestricted	23,635,600	44,298,561	0	0	23,635,600	44,298,561
<b>Total net assets</b>	<b>\$320,790,786</b>	<b>\$281,069,001</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$320,790,786</b>	<b>\$281,069,001</b>

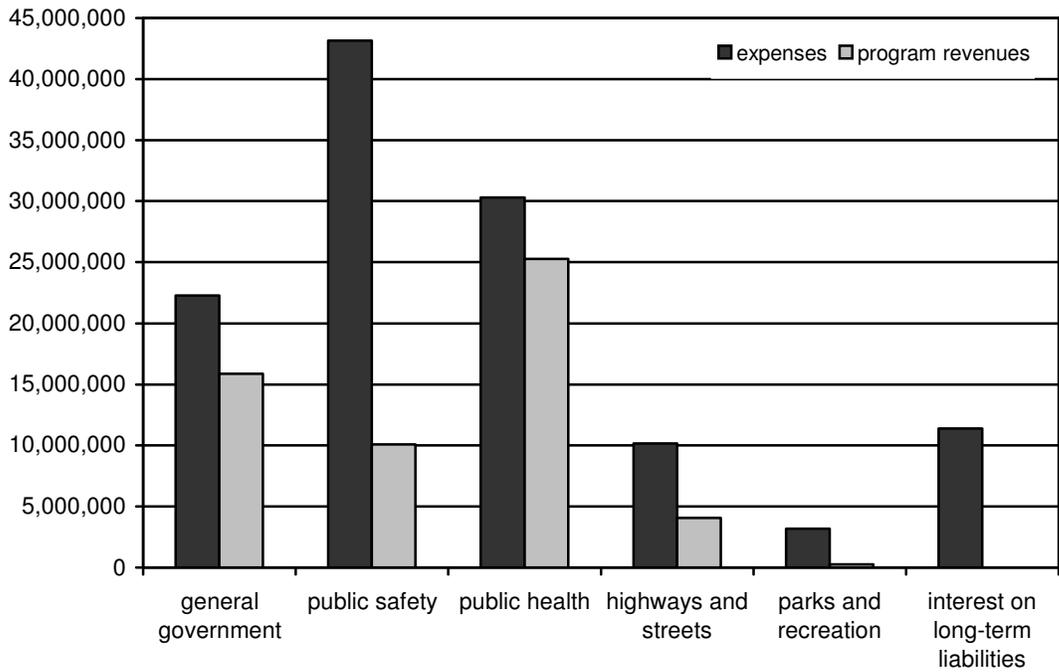
**Governmental activities.** As the County has no business-type activities, the increase of the County's net assets by \$39,721,785 is entirely attributed to governmental activities. Key elements of this increase are as follows:

- Revenues from sales taxes increased by \$4,189,839 (8 percent). The County's general sales taxes (a one-percent tax levied on sales in the unincorporated area and a quarter-percent tax levied on sales throughout the County) generated \$838,108 more revenue than in the previous year. This increase in sales taxes collected is an encouraging sign that the County is rebounding from the recession that has been in effect over the past few years.
- The County's property tax collection rate was 91.85 percent during 2011. This is the second highest collection rate in the past ten years and nearly 2.5 percent higher than the average collection rate over the past five years (2006-2010), which was 89.41 percent.
- In an effort to minimize the County's cost of capital on recently issued bonds (\$175,535,000 during fiscal years 2009 and 2010), the County has opted to issue direct-pay subsidy bonds (e.g. Build America Bonds, Recovery Zone Economic Development Bonds, and Qualified Energy Conservation Bonds) where appropriate. These direct-pay subsidy bonds are eligible for significant interest rate subsidies from the U.S. Treasury. During 2011, this interest rate subsidy amounted to \$3,450,148, which represents direct interest rate savings to the County.
- Expenses for general government decreased by \$4,364,311 (16 percent), which is a reflection of the emphasis the Board of Utah County Commissioners has placed on providing quality services without increasing taxes. The Utah Taxpayers Association has previously reported that the County provides government services at the least costly rate on a per capita basis of all the counties within the State.

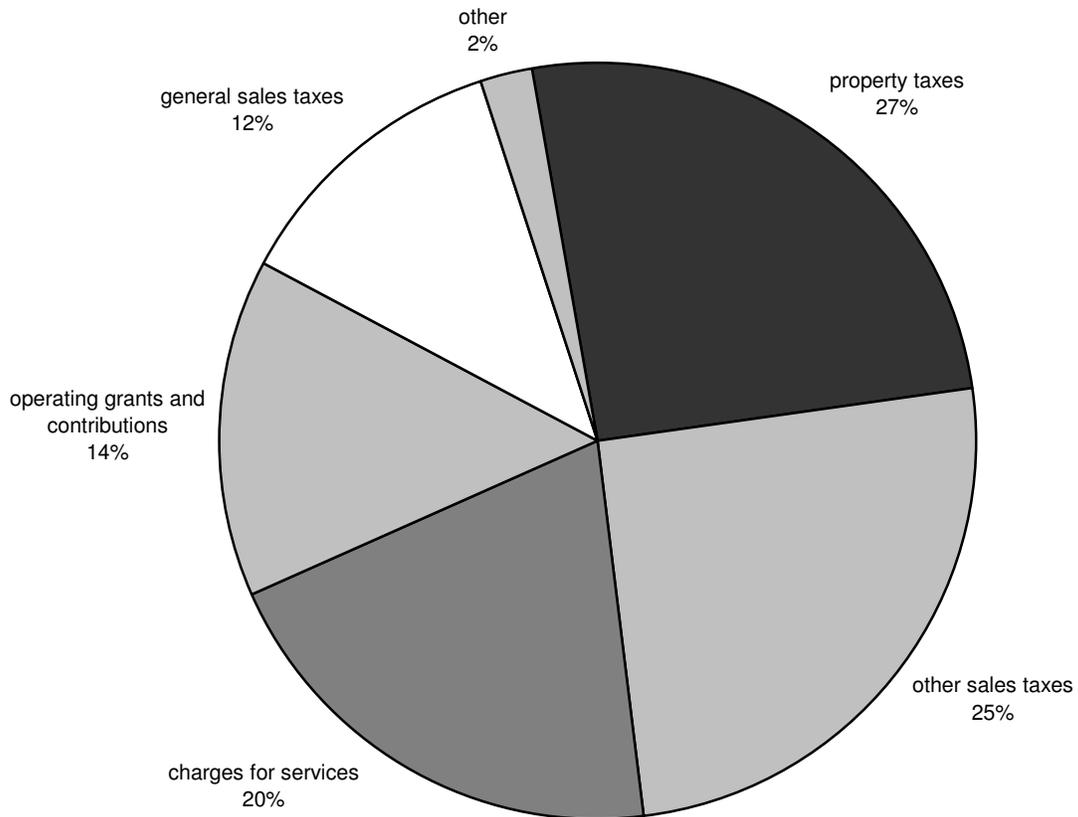
## Utah County's Changes in Net Assets

	Governmental activities		Business-type activities		Total	
	2011	2010	2011	2010	2011	2010
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 31,959,243	\$ 29,912,827	\$ 0	\$ 0	\$ 31,959,243	\$ 29,912,827
Operating grants and contributions	23,574,720	22,439,283	0	0	23,574,720	22,439,283
Capital grants and contributions	0	0	0	0	0	0
<b>General revenues:</b>						
Property taxes	40,166,594	38,872,056	0	0	40,166,594	38,872,056
Other taxes	59,555,780	55,365,941	0	0	59,555,780	55,365,941
Other	4,936,946	3,286,594	0	0	4,936,946	3,286,594
<b>Total revenues</b>	<b>160,193,283</b>	<b>149,876,701</b>	<b>0</b>	<b>0</b>	<b>160,193,283</b>	<b>149,876,701</b>
<b>Expenses:</b>						
General government	\$ 22,277,375	\$ 26,641,686	0	0	\$ 22,277,375	\$ 26,641,686
Public safety	43,145,690	41,812,469	0	0	43,145,690	41,812,469
Public health	30,297,323	29,908,969	0	0	30,297,323	29,908,969
Highways and streets	10,168,033	3,474,466	0	0	10,168,033	3,474,466
Parks and recreation	3,184,873	3,134,301	0	0	3,184,873	3,134,301
Interest on long-term liabilities	11,398,204	11,378,893	0	0	11,398,204	11,378,893
<b>Total expenses</b>	<b>120,471,498</b>	<b>116,350,784</b>	<b>0</b>	<b>0</b>	<b>120,471,498</b>	<b>116,350,784</b>
<b>Increase in net assets</b>	<b>39,721,785</b>	<b>33,525,917</b>	<b>0</b>	<b>0</b>	<b>39,721,785</b>	<b>33,525,917</b>
<b>Net assets – beginning</b>	<b>281,069,001</b>	<b>247,543,084</b>	<b>0</b>	<b>0</b>	<b>281,069,001</b>	<b>247,543,084</b>
<b>Net assets – ending</b>	<b>\$320,790,786</b>	<b>\$281,069,001</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$320,790,786</b>	<b>\$281,069,001</b>

## Expenses and Program Revenues – Governmental Activities



## Revenues by Source – Governmental Activities



## Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

- **Governmental funds.** The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financial requirements. In particular, unreserved fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$140,846,669, a decrease of \$105,387,364 in comparison with the prior year. Of the total combined ending fund balances, \$15,861,613, or 11 percent, constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of fund balance is not available for new spending because it has already been: (1) restricted for promoting recreation, tourism, and conventions (\$1,886,799); (2) restricted for establishing and maintaining accurate property valuations (\$5,271,014); (3) restricted for funding highways, fixed guideways, and systems for public transit (\$37,013,335); (4) restricted for financing the development, operation, and maintenance of tourist, recreation, cultural, convention, and airport facilities (\$8,391,928); (5) restricted for providing services in special service areas and districts reported in the County's financial statements (\$7,874,101); (6) restricted for financing construction projects in accordance with legal requirements pertaining to bond issuances (\$35,316,055); (7) restricted for the County's general obligation debt service (\$3,729,169); (8) committed for public health and welfare (\$5,454,527), public safety (\$433,012), future capital projects (\$8,562,804), debt service (\$9,579,738); (9) assigned for future employee-related expenditures such as retiree health insurance (\$872,547) and Medicare reserves (\$600,000).

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$15,861,613 while total fund balance reached \$17,334,187. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 23 percent of total general fund expenditures while total fund balance represents 25 percent of total general fund expenditures.

The total fund balance of the County's general fund increased by \$2,780,557 during the current fiscal year. The primary reason for this increase is (1) the shift in the property tax rate from restricted assessing and collecting property taxes to general property taxes (note: the overall tax rate of the County did not increase), (2) an increase in the general sales taxes distributed to the County, and (3) an increase in the property tax collection rate.

- **Proprietary funds.** Unrestricted net assets of the internal service funds at the end of the year amounted to \$7,915,668. The total increase in net assets was \$302,837.

## General Fund Budgetary Highlights

During the year there was an \$894,208 increase in appropriations between the original and final amended budgets. The increase was primarily attributable to fund reclassifications required by Governmental Accounting Standards Board ("GASB") Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. As part of the County's implementation of GASB Statement No. 54, the County closed the Community Development and Wildland Fire funds and moved the appropriations for those two funds to the general fund.

During 2011, the County's general fund staffing plan was amended as follows: (1) added a grant-funded Health Educator II position to the Health Department; (2) deleted five Judicial Services Coordinators and add four

Sergeants and one Deputy I position to the Sheriff's Office; (3) delete one grant-funded Counselor Aide and add one grant-funded Counselor I position to the Department of Drug & Alcohol Prevention and Treatment; (4) delete one Jail Industries Manager and add one Sergeant to the Sheriff's Office; (5) delete one three-quarter time Public Health Nurse Coordinator, reduce one full-time Public Health Nurse II position to three-quarter time, and add one Public Health Nurse III position in the Health Department; (6) delete one grant-funded Task Force Victim Advocate and add one grant-funded Victim Assistance Program Coordinator to the Sheriff's Office; (7) fill seven Corrections Specialist II positions in the Sheriff's Office that were previously not funded in the budget; (8) delete one Mapping Division Manager and add one GIS Manager to the Information Systems Department; (9) delete one Fire Warden, delete one grant-funded Assistant Fire Warden, and add one Wildland Fire Warden to the Sheriff's Office; (10) fill one Crew Boss in the Sheriff's Office that was previously not funded in the budget; (11) increase one half-time grant-funded Family Services Provider/Coordinator II position to a full-time position at the Children's Justice Center; (12) add two Real Property Data Analyst II positions, two Appraiser II positions, one Assessment Technician III position, and one Assessment Technician I position to the Assessor's Office; (13) fill one Real Property Residential Manager in the Assessor's Office that was previously not funded in the budget; (14) delete two Squad Leaders and add one Crew Boss in the Sheriff's Office; (15) delete one Clinical Therapist II position and add one Counselor II position to the Department of Drug & Alcohol Prevention and Treatment; (16) increase one half-time Health Aide to a three-quarter time position in the Health Department; (17) add one grant-funded Counselor I position to the Department of Drug & Alcohol Prevention and Treatment; (18) add three Appraiser II positions to the Assessor's Office; (19) upgrade one Data Technician II position to a Data Technician III position in the Recorder's Office; (20) add one grant-funded Counselor I position to the Department of Drug & Alcohol Prevention and Treatment; (21) delete one Appraiser II position, add one Lead Commercial Appraiser, and add one Commercial Appraiser to the Assessor's Office; (22) upgrade one Accounting Clerk I position to an Accounting Clerk II position in the Sheriff's Office; and (23) upgrade one Corrections Nurse to a Corrections Registered Nurse in the Sheriff's Office.

During 2011 salary increases normally given to employees upon successful completion of their performance reviews were reinstated. The increases had been discontinued for the previous two years to achieve budget savings. Also, a triennial market study comparison for employees' wages that should have been conducted during 2011 was not conducted for budgetary reasons.

### Capital Asset and Debt Administration

**Capital assets.** The County's investment in capital assets for its governmental activities as of December 31, 2011, amounts to \$373,382,091 (net of accumulated depreciation). This investment in capital assets includes land, rights of way, construction in progress, buildings, improvements other than buildings, equipment, and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 57 percent.

### Utah County's Capital Assets (net of depreciation)

	Governmental activities		Business-type activities		Total	
	2011	2010	2011	2010	2011	2010
Land	\$ 34,024,727	\$ 30,323,427	\$ 0	\$ 0	\$ 34,024,727	\$ 30,323,427
Rights of way	211,740	211,740	0	0	211,740	211,740
Construction in progress	30,521,206	6,672,791	0	0	30,521,206	6,672,791
Buildings	78,521,842	76,373,367	0	0	78,521,842	76,373,367
Improvements other than buildings	5,008,275	5,314,747	0	0	5,008,275	5,314,747
Equipment	7,088,074	5,484,664	0	0	7,088,074	5,484,664

Infrastructure	218,006,227	113,021,124	0	0	218,006,227	113,021,124
Total	\$373,382,091	\$237,401,860	\$ 0	\$ 0	\$373,382,091	\$237,401,860

Major capital asset events occurring during the current fiscal year include purchasing land in the northern part of the County for construction of North County Boulevard, continuing construction of the Utah Valley Convention Center located in Provo, and ongoing energy improvements to County facilities.

Additional information on the County's capital assets can be found in the footnotes to this financial report.

**Long-term debt.** At the end of the current fiscal year, the County had total bonded debt outstanding of \$200,140,000. Of this amount, \$4,220,000 comprises debt backed by the full faith and credit of the government and \$195,920,000 is debt that is secured solely by specific revenue sources.

The County's total debt decreased by \$9,070,000 (4 percent) during the current fiscal year. The key factor in this decrease was principal payments made according to established debt service schedules.

### Utah County's Outstanding Debt General Obligation and Revenue Bonds

	Governmental activities		Business-type activities		Total	
	2011	2010	2011	2010	2011	2010
General obligation bonds	\$ 4,220,000	\$ 6,695,000	\$ 0	\$ 0	\$ 4,220,000	\$ 6,695,000
Revenue bonds	195,920,000	202,515,000	0	0	195,920,000	202,515,000
Total	\$200,140,000	\$209,210,000	\$ 0	\$ 0	\$200,140,000	\$209,210,000

The State of Utah statutorily limits the amount of general obligation debt a county may issue to two percent of the fair market value of the taxable property in the county. The fair market value of the taxable property in the county is \$39 billion; therefore, the current debt limitation for the County is \$779 million, which is significantly in excess of the County's outstanding general obligation debt.

On January 10, 2012, the Board of County Commissioners approved a resolution finalizing the terms and conditions of the issuance and sale of excise tax revenue bonds not to exceed \$3.8 million for the purpose of financing all or a portion of the costs of acquiring, constructing, equipping, and furnishing a museum and related improvements and facilities to be located at Thanksgiving Point in Lehi. While the bonds have been authorized, as of the date of this report, they have not yet been issued.

On February 14, 2012, the County issued \$51,675,000 of sales tax revenue bonds to finance transportation projects within the County. The issuance of these bonds not only reduces the interest payments that were being paid to Utah Transit Authority, but also provides immediate operational funding for FrontRunner South, which is expected to begin service in Utah County by 2013.

#### Economic Factors and Next Year's Budgets and Rates

- The annual average unemployment rate for the County during 2011 was 6.5 percent (seasonally adjusted). This compares favorably to both the State's unemployment rate of 6.7 percent (seasonally adjusted) and to the average seasonally adjusted national unemployment rate of 9.0 percent (Source: U.S. Department of Labor, Bureau of Labor Statistics and Utah Department of Workforce Services).

- Utah County's estimated population in 2011 was 530,499. Utah County is the second most populous county in the state. Further, eleven of the State's fastest-growing cities are in Utah County (Source: U.S. Census Bureau Population Division). New growth generates additional property tax and sales tax revenues.
- The County continues to build a foundation for stronger economic growth: the Provo Municipal Airport finally has regularly scheduled commercial airline service (Frontier Airlines currently operates a daily departure and arrival between Provo and Denver, Colorado) and the County is scheduled to open its convention center in May 2012
- A decrease in property values does not affect the County's projected property tax revenue. The Utah State Tax Commission uses a property tax formula that generally allows counties to generate the same amount of property tax each year. If property values increase, the property tax rate automatically decreases and vice versa. If the County wishes to adopt a rate in excess of the calculated or certified rate, it must be done through a truth-in-taxation process that involves holding public hearings prior to the adoption of the budget. The Board of Utah County Commissioners did not elect to raise the general property tax rates in 2011. However, because the County's property tax collection rate does affect the amount collected in a single year, a lower-than-normal collection rate was built into the County's 2011 budgeted property tax revenue.

These factors were considered in preparing the County's budget for 2012.

During the current fiscal year, unassigned fund balance in the general fund increased to \$15,861,613. The County has appropriated \$462,830 of this amount for spending in the 2012 budget. The use of available fund balance is a one-time funding source that will not be available in subsequent years.

### **Requests for Information**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Utah County Clerk/Auditor, Attention: Financial Reporting, 100 East Center Street, Suite 3600, Provo, Utah, 84606.

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## **BASIC FINANCIAL STATEMENTS**

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**UTAH COUNTY**  
**Statement of Net Assets**  
December 31, 2011

	<b>Primary Governmental Activities</b>	<b>Component Units</b>
<b>Assets:</b>		
Cash and Investments	\$ 142,012,537	\$ 47,284,606
Receivables:		
Taxes Receivable	16,493,207	61,788
Other	9,597,054	5,580,693
Inventories	324,629	12,288
Other Current Assets	2,224,613	2,132,085
Deferred Charges, net	1,201,026	-
Capital Assets (net of depreciation):		
Land	34,024,727	4,477,015
Rights of Way	211,740	437,671
Construction In Progress	30,521,206	62,722,285
Buildings	78,521,842	-
Improvements Other Than Buildings	5,008,275	-
Equipment	7,088,074	71,850,749
Infrastructure	218,006,227	-
Other Non Current Assets	-	35,604,092
Total Assets	<u>545,235,157</u>	<u>230,163,272</u>
<b>Liabilities:</b>		
Accounts Payable and Accruals	\$ 6,990,657	\$ 5,167,583
Accrued Interest	986,974	390,656
Deferred Revenue	4,095,757	1,429,523
Other Liabilities	1,491,094	1,224,071
G.O. Bonds Payable - Due Within One Year	2,540,000	-
Revenue Bonds - Due Within One Year	7,040,000	3,171,258
Capital Leases - Due Within One Year	-	-
Noncurrent liabilities:		
G.O. Bonds Payable - Due More Than One Year	1,680,000	-
Revenue Bonds - Due More Than One Year	188,880,000	87,553,045
Unamortized Bond Premiums	1,626,274	-
Unamortized Bond Discounts	(1,338,018)	-
Capital Leases - Due More Than One Year	-	2,284
Compensated Absences and Other Post Employment Benefits	10,451,633	1,673,778
Total Liabilities	<u>224,444,371</u>	<u>100,612,198</u>
<b>Net Assets:</b>		
Invested in capital assets, net of related debt	207,282,916	67,509,893
Restricted for:		
Debt Service	13,308,907	16,192,342
Assessing and Collecting Property Tax	5,271,016	-
Transient Room Tax	1,886,799	-
Public Transit Tax	61,013,618	-
Restaurant Tax	8,391,930	-
Unrestricted	<u>23,635,600</u>	<u>45,848,839</u>
Total Net Assets	<u>\$ 320,790,786</u>	<u>\$ 129,551,074</u>

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Statement of Activities**  
Year Ended December 31, 2011

Functions Primary Government	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units
					Total Governmental Activities	Total	
<b>Governmental activities:</b>							
General Government	\$ 22,277,375	\$ 15,886,727	\$ -	\$ -	\$ (6,390,648)	\$ (6,390,648)	\$ -
Public Safety	43,145,690	9,657,688	423,756	-	(33,064,246)	(33,064,246)	-
Public Health	30,297,323	6,414,828	18,844,569	-	(5,037,926)	(5,037,926)	-
Highways and Streets	10,168,033	-	4,054,470	-	(6,113,563)	(6,113,563)	-
Parks and Recreation	3,184,873	-	251,925	-	(2,932,948)	(2,932,948)	-
Interest on Long-term Liabilities	11,398,204	-	-	-	(11,398,204)	(11,398,204)	-
Total County	<u>\$ 120,471,498</u>	<u>\$ 31,959,243</u>	<u>\$ 23,574,720</u>	<u>\$ -</u>	<u>(64,937,535)</u>	<u>(64,937,535)</u>	<u>-</u>
<b>Component Units</b>							
Timpanogos Special Service District	\$ 12,236,082	\$ 13,360,884	\$ -	\$ -	\$ -	\$ -	\$ 1,124,802
North Pointe Solid Waste Special Service District	6,796,756	6,930,672	-	-	-	-	133,916
North Fork Special Service District	1,048,895	1,042,410	-	-	-	-	(6,485)
Utah Valley Convention and Visitors Bureau	1,431,624	1,469,256	-	-	-	-	37,632
Wasatch Mental Health	25,667,464	26,592,695	-	-	-	-	925,231
	-	-	-	-	-	-	-
	<u>\$ 47,180,821</u>	<u>\$ 49,395,917</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ 2,215,096</u>
<b>General revenues:</b>							
Property Taxes					31,182,502	31,182,502	-
Fee in Lieu of Property Taxes					2,301,643	2,301,643	-
Assessing And Collecting					4,803,786	4,803,786	-
Sales Taxes					51,996,480	51,996,480	-
Penalties and Interest					1,878,663	1,878,663	-
Restaurant Tax					5,656,922	5,656,922	-
Transient Room Tax					1,902,378	1,902,378	-
Earnings on Investments					765,485	765,485	682,936
Impact Fees and Other							6,507,986
Miscellaneous					4,171,461	4,171,461	-
Total general revenues					<u>104,659,320</u>	<u>104,659,320</u>	<u>7,190,922</u>
Change in net assets					39,721,785	39,721,785	9,406,018
<b>Net assets - beginning</b>					<u>281,069,001</u>	<u>281,069,001</u>	<u>120,145,059</u>
<b>Net assets - ending</b>					<u>\$ 320,790,786</u>	<u>\$ 320,790,786</u>	<u>\$ 129,551,077</u>

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Balance Sheet**  
**Governmental Funds**  
December 31, 2011

	<b>Major Funds</b>				<b>Debt Service</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
	<b>General</b>	<b>Health Fund</b>	<b>Public Transit Tax</b>	<b>Capital Projects</b>			
<b>Assets:</b>							
Cash and Investments	\$ 17,867,989	\$ 4,078,524	\$ 55,192,315	\$ 22,131,517	\$ 13,121,443	\$ 21,910,874	\$ 134,302,662
Receivables:							
Taxes	11,587,256	-	2,768,777	-	187,752	1,949,422	16,493,207
Other Receivables	2,749,326	1,109,955	3,028,731	-	-	2,176,293	9,064,305
Due From Other Funds	538,000	-	-	-	-	-	538,000
Other Assets	2,002	35,684	2,186,427	-	-	500	2,224,613
Total Assets	<u>\$ 32,744,573</u>	<u>\$ 5,224,163</u>	<u>\$ 63,176,250</u>	<u>\$ 22,131,517</u>	<u>\$ 13,309,195</u>	<u>\$ 26,037,089</u>	<u>\$ 162,622,787</u>
<b>Liabilities and fund balances:</b>							
<b>Liabilities:</b>							
Accounts Payable and Accruals	\$ 2,031,578	\$ 363,554	\$ 667,152	\$ 2,252,941	\$ -	\$ 1,021,647	\$ 6,336,872
Due to Other funds	-	-	-	-	-	538,000	538,000
Deferred Revenue	3,493,276	24,108	577,723	-	288	362	4,095,757
Other Liabilities	9,885,532	-	917,757	-	-	2,200	10,805,489
Total Liabilities	<u>15,410,386</u>	<u>387,662</u>	<u>2,162,632</u>	<u>2,252,941</u>	<u>288</u>	<u>1,562,209</u>	<u>21,776,118</u>
<b>Fund Balances:</b>							
<b>Restricted for:</b>							
Transient Room tax	-	-	-	-	-	1,886,799	1,886,799
Assessing and Collecting	-	-	-	-	-	5,271,014	5,271,014
Public Transit Tax	-	-	37,013,335	-	-	-	37,013,335
TRCC Tax	-	-	-	-	-	8,391,928	8,391,928
Special Service Areas	-	-	-	-	-	7,874,101	7,874,101
Bond Proceeds	-	-	24,000,283	11,315,772	-	-	35,316,055
Debt Service	-	-	-	-	3,729,169	-	3,729,169
<b>Committed for:</b>							
Public Health and Welfare	-	4,836,501	-	-	-	618,026	5,454,527
Public Safety	-	-	-	-	-	433,012	433,012
Capital Projects	-	-	-	8,562,804	-	-	8,562,804
Debt Service	-	-	-	-	9,579,738	-	9,579,738
<b>Assigned for:</b>							
Retiree Health Care	872,574	-	-	-	-	-	872,574
Medicare Reserve	600,000	-	-	-	-	-	600,000
<b>Unassigned:</b>							
Special Revenue Funds	-	-	-	-	-	-	-
General Fund	15,861,613	-	-	-	-	-	15,861,613
Total Fund Balances	<u>17,334,187</u>	<u>4,836,501</u>	<u>61,013,618</u>	<u>19,878,576</u>	<u>13,308,907</u>	<u>24,474,880</u>	<u>140,846,669</u>
Total Liabilities and Fund Balances	<u>\$ 32,744,573</u>	<u>\$ 5,224,163</u>	<u>\$ 63,176,250</u>	<u>\$ 22,131,517</u>	<u>\$ 13,309,195</u>	<u>\$ 26,037,089</u>	<u>\$ 162,622,787</u>

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Assets**  
December 31, 2011

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**Total fund balances for governmental funds** \$ 140,846,669

Total net assets reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	\$ 34,024,727	
Construction in progress	30,521,206	
Rights of Way	211,740	
Buildings net of accum. depreciation of \$18,903,505	78,521,842	
Improvements other than buildings net of accum. depreciation \$3,217,703	5,008,275	
Equipment net of accum. depreciation of \$12,902,066	7,088,074	
Infrastructure	218,006,227	373,382,091

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. (986,974)

Unamortized bond issuance costs are reported as expenditures in the governmental funds. 1,201,026

Unamortized bond premiums originally shown as revenue in the governmental funds (1,626,274)

Unamortized bond discounts originally shown as expenditures the governmental funds 1,338,018

Internal service funds are used by management to provide a method of charging individual funds and departments for use of facilities, communication systems, fleet, information systems support, and other services. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service fund unrestricted net assets at year-end are: 7,915,668

Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net assets. Balances at year-end are:

General obligation bonds	(4,220,000)	
Revenue bonds	(195,920,000)	
Obligations under capital leases	-	
Compensated absences	(1,139,438)	(201,279,438)

**Total net assets of governmental activities** \$ 320,790,786

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
Year Ended December 31, 2011

	<b>Major Funds</b>					<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
	<b>General</b>	<b>Health Fund</b>	<b>Public Transit Tax</b>	<b>Capital Projects</b>	<b>Debt Service</b>		
<b>Revenues:</b>							
Property Taxes	\$ 35,680,702	\$ -	\$ -	\$ -	1,345,643	\$ 3,140,502	\$ 40,166,847
Sales Taxes	19,630,753		32,365,727			7,559,300	59,555,780
Licenses and Permits	295,914	-	-	-	-	-	295,914
Intergovernmental	6,318,290	12,679,912	-	-	3,470,108	8,097,356	30,565,666
Charges for Service	12,865,861	6,414,828	-	-	-	2,466,685	21,747,374
Fines and Forfeitures	3,229,939	-	-	-	-	-	3,229,939
Interest	174,448	23,046	268,271	198,968	-	102,146	766,879
Miscellaneous	167,749	97,190	2,900,000	154,505	-	545,441	3,864,885
Total revenues	<u>78,363,656</u>	<u>19,214,976</u>	<u>35,533,998</u>	<u>353,473</u>	<u>4,815,751</u>	<u>21,911,430</u>	<u>160,193,284</u>
<b>Expenditures:</b>							
Current:							
General Government	26,022,793	-	-	27,886,946	-	3,223,206	57,132,945
Public Safety	38,851,067	-	-	-	-	3,225,700	42,076,767
Public Health	67,454	22,462,131	-	-	-	7,553,111	30,082,696
Highways and Public Improv.	4,237,514	-	110,881,485	-	-	-	115,118,999
Parks and Recreation	1,187,952	-	-	-	-	1,690,629	2,878,581
Debt service:							
Principal retirement	-	-	-	-	9,020,000	307,500	9,327,500
Interest and fiscal charges	-	-	-	-	11,671,783	10,455	11,682,238
Total expenditures	<u>70,366,780</u>	<u>22,462,131</u>	<u>110,881,485</u>	<u>27,886,946</u>	<u>20,691,783</u>	<u>16,010,601</u>	<u>268,299,726</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,996,876</u>	<u>(3,247,155)</u>	<u>(75,347,487)</u>	<u>(27,533,473)</u>	<u>(15,876,032)</u>	<u>5,900,829</u>	<u>(108,106,442)</u>
<b>Other financing sources (uses):</b>							
Transfers In	3,591,899	3,983,628	-	2,555,284	14,593,415	824,907	25,549,133
Transfers Out	(8,808,218)	-	(7,841,858)	-	-	(6,235,589)	(22,885,665)
Issuance of Bonds	-	-	-	3,320,000	-	-	3,320,000
Payments For Bond Redemption	-	-	-	(3,370,000)	-	-	(3,370,000)
Bond Premiums and Discounts	-	-	-	105,610	-	-	105,610
Total other financing sources (uses)	<u>(5,216,319)</u>	<u>3,983,628</u>	<u>(7,841,858)</u>	<u>2,610,894</u>	<u>14,593,415</u>	<u>(5,410,682)</u>	<u>2,719,078</u>
Net change in fund balances	2,780,557	736,473	(83,189,345)	(24,922,579)	(1,282,617)	490,147	(105,387,364)
<b>Fund balances - beginning</b>	<u>14,553,630</u>	<u>4,100,028</u>	<u>144,202,963</u>	<u>44,801,155</u>	<u>14,591,524</u>	<u>23,984,733</u>	<u>246,234,033</u>
<b>Fund balances - ending</b>	<u>\$ 17,334,187</u>	<u>\$ 4,836,501</u>	<u>\$ 61,013,618</u>	<u>\$ 19,878,576</u>	<u>\$ 13,308,907</u>	<u>\$ 24,474,880</u>	<u>\$ 140,846,669</u>

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
Year Ended December 31, 2011

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**Net change in fund balances for governmental funds** \$ (105,387,364)

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, assets with an initial, individual cost of more than \$5,000 for furniture and equipment, buildings and improvements are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 138,860,857	
Depreciation expense	<u>(2,317,503)</u>	136,543,354

The net effect of various miscellaneous transactions involving capital assets (i.e. trade ins, disposals, or annexations). (1,171,877)

The governmental funds report bond proceeds as financing sources, while repayment of bond principal is reported as an expenditure. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities and repayment of principal reduces the liability. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, however, interest expense is recognized as it accrues, regardless of when it is due. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:

Issuance of long term obligations	(3,320,000)	
Repayment of bond principal	12,390,000	
Repayment of capital Lease	307,500	
Bond discounts and costs	(92,058)	
Bond premiums	91,068	
Changes in compensated absences	(29,031)	
Interest expense - general obligation bonds	<u>87,356</u>	9,434,835

Internal service funds are used by management to charge the costs of information systems, fleet, building maintenance, communications, and other services to individual funds. 302,838

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**Change in net assets of governmental activities** \$ 39,721,786

**UTAH COUNTY**  
**Statements of Net Assets**  
**Proprietary Funds**  
December 31, 2011

	<b>Governmental Activities -- Internal Service Funds</b>
<b>Assets:</b>	
Current assets:	
Cash and Investments	\$ 7,709,875
Accounts Receivable	532,749
Inventory	324,629
Total Current Assets	8,567,253
Non Current Assets	
Capital Assets	
Equipment, Vehicles, Furniture, Other	16,134,399
Less Accumulated Depreciation	(10,743,526)
Total Non Current Assets	5,390,873
Total Assets	13,958,126
<b>Liabilities:</b>	
Current Liabilities	
Accounts Payable & Accrued Liabilities	651,585
Total liabilities	651,585
<b>Net assets:</b>	
Invested In Capital Assets	5,390,873
Unrestricted	7,915,668
Total Net Assets	\$ 13,306,541

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Statement of Revenues, Expenses, and Changes in Net Assets**  
**Proprietary Funds**  
Year Ended December 31, 2011

	<u><b>Governmental Activities -- Internal Service Funds</b></u>
<b>Operating Revenues:</b>	
Charges For Services	<u>\$ 17,043,011</u>
<b>Operating Expenses:</b>	
Salaries, Wages, Benefits	5,633,230
Supplies, Materials, Services	7,457,639
Depreciation	1,401,312
Total Operating Expenses	<u>14,492,181</u>
Operating income (loss)	<u>2,550,830</u>
<b>Nonoperating Income:</b>	
Sale Capital Assets	23,619
Grants and Other Revenues	-
Earnings on Investments	43,842
Total Non Operating Income	<u>67,461</u>
<b>Other Financing Sources and (Uses):</b>	
Transfers In	75,863
Transfers (Out)	(2,391,317)
Total Other Financing Sources and (Uses)	<u>(2,315,454)</u>
Change In Net Assets	302,837
<b>Total Net Assets - Beginning</b>	<u>13,003,704</u>
<b>Total Net Assets - Ending</b>	<u><u>\$ 13,306,541</u></u>

The notes to the financial statements are an integral part of these statements.

**UTAH COUNTY**  
**Statement of Cash Flows**  
**Proprietary Funds**  
Year Ended December 31, 2011

	<b>Governmental Activities -- Internal Service Funds</b>
<b>Cash flows from operating activities:</b>	
Receipts From Interfund Services Provided	\$ 16,835,101
Payments For Salaries, Wages, Benefits	(5,622,980)
Payments For Supplies, Materials, Services	(7,254,267)
Net cash provided by operating activities	3,957,854
<b>Cash flows from noncapital financing activities:</b>	
Operating Transfers	(2,315,454)
<b>Cash flows from capital and related financing activities:</b>	
Purchase of Capital Assets	(2,112,923)
Receipts From Sale of Capital Assets	18,587
Net cash provided by capital and related financing activities	(2,094,336)
<b>Cash flows from investing activities:</b>	
Interest and Grants Received	183,497
Net increase in cash and cash equivalents	(268,439)
<b>Cash and cash equivalents - beginning</b>	<b>8,095,762</b>
<b>Cash and cash equivalents - ending</b>	<b>\$ 7,827,323</b>
Displayed on statements of fund net assets as:	
Cash and Investments	\$ 7,827,323
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>	
Operating income (loss)	\$ 2,550,830
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:	
Depreciation and amortization	1,401,312
(Increase) decrease in accounts receivable	(214,363)
(Increase) decrease in inventory	29,049
Increase (decrease) in accounts payable	175,236
Total adjustments	1,391,234
Net cash provided by operating activities	\$ 3,942,064
<b>Noncash investing, capital, and financing activities:</b>	none

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
**Statement of Fiduciary Net Assets**  
**Agency Funds**  
December 31, 2011

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	<u>Agency Funds</u>
<b>Assets:</b>	
Cash and Investments	\$ 58,059,141
Taxes Receivable	953,828
Accounts Receivable	673,768
Other Assets	<u>7,574</u>
Total Assets	<u><u>\$ 59,694,311</u></u>
<b>Liabilities:</b>	
Due To Other Taxing Units or Entities	\$ 58,438,283
Other Payables	<u>1,256,028</u>
Total Liabilities	<u><u>\$ 59,694,311</u></u>

The notes to the financial statements are an integral part of this statement.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying basic financial statements of Utah County have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board.

The accompanying basic financial statements present the financial position of various fund types and account groups and the results of operations of the various fund types. The basic financial statements are presented for the year ended December 31, 2011.

**A. Reporting Entity**

For financial reporting purposes, Utah County has included all funds and account groups. The County has also considered all potential component units for which it is financially accountable and that exclusion would cause the County's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include (1) appointing a voting majority of an organization's governing body and (2) the ability of the County to impose its will on that organization or (3) the potential for the County to provide specific financial benefits to, or impose specific financial burdens on the County.

As required by generally accepted accounting principles, these financial statements present Utah County (the primary government) and its component units. The component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. Complete financial statements of the individual component units, that issued separate financial statements, can be obtained from the Utah County Auditor's office.

**Discretely Presented Component Units**

The component units columns in the combined financial statements include the financial data of the County's other component units. They are reported in a separate column to emphasize that they are legally separate from the County. The criteria for including the component units in the combined financial statement includes: selection of the governing board; designation of management; the ability of the County to significantly influence; and financial interdependency. Based on the above criteria, the following is a brief review of the entities that are included in the accompanying financial statements:

**Timpanogos Special Service District** - provides sewage treatment and disposal services for the cities and towns of Lehi, American Fork, Alpine, Pleasant Grove, Highland, Cedar Hills, Eagle Mountain and Saratoga Springs.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

**North Pointe Solid Waste Special Service District** - operates a transfer station for the municipalities of northern Utah County, and unincorporated areas of Utah County.

**Wasatch Mental Health** - provides mental health services for the residents of Utah County.

**North Fork Special Service District** - provides water service and fire protection to the north fork area of Provo Canyon including the Sundance area.

**Utah Valley Convention and Visitors Bureau** – provides tourism promotion in Utah County and operates the Utah Valley Visitor Information Center.

**Administrative Offices:**

Utah Valley Convention & Visitors Bureau  
Provo, Utah 84601  
Fiscal Year Ending 12/31/11

Timpanogos Special Service District  
5050 West 6400 North  
American Fork, Utah 84003  
Fiscal Year Ending 12/31/11

North Pointe Solid Waste Special Service District  
2008 West 200 South  
Lindon, Utah 84042  
Fiscal Year Ending 12/31/11

Wasatch Mental Health  
750 North 200 West  
Provo, Utah 84601  
Fiscal Year Ending 6/30/11

North Fork Special Service District  
Sundance, Utah 84604  
Fiscal Year Ending 12/31/11

**Independent Auditor:**

Squire & Co.  
1329 South 800 East  
Orem, UT 84058  
Report Dated April 16, 2012

Squire & Co.  
1329 South 800 East  
Orem, UT 84058  
Report dated April 23, 2012

Squire & Co.  
1329 South 800 East  
Orem, UT 84058  
Report dated March 8, 2012

Litz & Co.  
5145 Airport Road  
Roy, UT 84607  
Report dated October 24, 2011

Gilbert & Stewart, CPA's  
190 West 800 North #100  
Provo, UT 84601  
Report Dated June 15, 2012

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

**Related Organizations**

The County officials have oversight responsibilities for other organizations that do not meet the criteria to be included as component units. These organizations include North Utah County Water Conservancy District, Mountainland Association of Governments, and Housing Authority of Utah County.

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**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

**NOTE 1 (Continued)**

**CONDENSED FINANCIAL STATEMENTS -  
DISCRETELY PRESENTED COMPONENT UNITS  
STATEMENT OF NET ASSETS**

	Timpanogos Special Service District	North Pointe Solid Waste Special Service District	North Fork Special Service District	Utah Valley Visitors and Convention Bureau	Wasatch Mental Health	Total
<b>ASSETS</b>						
Current Assets	\$ 30,988,933	\$ 7,960,146	\$ 1,216,958	\$ 304,040	\$ 14,601,383	\$ 55,071,460
Capital Assets (Net)	122,889,038	2,954,017	6,899,038	48,339	6,697,288	139,487,720
Other Assets	34,983,345	-	88	208,734	411,925	35,604,092
Total Assets	<u>188,861,316</u>	<u>10,914,163</u>	<u>8,116,084</u>	<u>561,113</u>	<u>21,710,596</u>	<u>230,163,272</u>
<b>LIABILITIES</b>						
Current Liabilities	6,885,979	458,844	73,645	156,379	3,808,244	11,383,091
Long-Term debt	84,207,662	-	3,345,383	2,284	1,673,778	89,229,107
Total Liabilities	<u>91,093,641</u>	<u>458,844</u>	<u>3,419,028</u>	<u>158,663</u>	<u>5,482,022</u>	<u>100,612,198</u>
<b>NET ASSETS</b>						
Net Assets	<u>97,767,675</u>	<u>10,455,319</u>	<u>4,697,059</u>	<u>402,450</u>	<u>16,228,574</u>	<u>129,551,077</u>
Net Assets	<u>\$ 97,767,675</u>	<u>\$ 10,455,319</u>	<u>\$ 4,697,059</u>	<u>\$ 402,450</u>	<u>\$ 16,228,574</u>	<u>\$ 129,551,077</u>

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**

Operating Revenue	\$ 13,360,884	\$ 6,930,672	\$ 1,042,410	\$ 1,469,256	\$ 26,592,695	\$ 49,395,917
Operating Expense						
Depreciation	2,246,735	377,806	255,054	11,042	524,650	3,415,287
Other	<u>5,317,654</u>	<u>6,418,950</u>	<u>683,048</u>	<u>1,420,582</u>	<u>25,142,814</u>	<u>38,983,048</u>
Operating Income (Loss)	5,796,495	133,916	104,308	37,632	925,231	6,997,582
Other Non-Operating Revenue (Expense)	<u>1,821,428</u>	<u>92,896</u>	<u>90,011</u>	<u>955</u>	<u>403,146</u>	<u>2,408,436</u>
Change in Net Assets	7,617,923	226,812	194,319	38,587	1,328,377	9,406,018
Net Assets - Beginning	<u>90,149,752</u>	<u>10,228,507</u>	<u>4,502,740</u>	<u>363,863</u>	<u>14,900,197</u>	<u>120,145,059</u>
Net Assets - Ending	<u>\$ 97,767,675</u>	<u>\$ 10,455,319</u>	<u>\$ 4,697,059</u>	<u>\$ 402,450</u>	<u>\$ 16,228,574</u>	<u>\$ 129,551,077</u>

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., statement of net assets and statement of changes in net assets) 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. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) 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.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provided have been met.

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.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

For this purpose, Utah County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

*The General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*The Public Transit Tax Special Revenue Fund* accounts for activities associated with the collection and disbursement of public transit taxes.

*The Health Special Revenue Fund* accounts for activity associated with the operation of the Utah County Health Department.

*The Capital Projects Fund* accounts for activity related to major capital improvements.

*The Debt Service Fund* accounts for activity associated with debt service.

The County also reports the following nonmajor funds:

*Soldier Summit District; Transient Room Tax; Municipal Building Authority; Service Area #6; Service Area #7; Service Area #8; Service Area #9; Special County Road District; Tourism, Recreation, Cultural and Convention Facilities Tax; Children's Justice; Assessing and Collecting Fund; Substance Abuse Fund; CDBG Grants Fund, Law Enforcement Grants Fund; and Inmate Benefits Fund.*

The County government includes internal service funds. All internal service funds assets and liabilities and net assets have been consolidated into the government-wide financial statements. Internal service funds of the County include:

*Motor Pool, Jail Food Service, Building Maintenance, Radio Communications, Telephone and Information Systems.*

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

Additionally the County reports the following fiduciary fund types:

*The Treasurer's Tax Collection Agency Fund* is used to account for taxes collected by the County Treasurer but not paid as of December 31<sup>st</sup> to the taxing entities within the County.

*The Auditor's Trust Fund* includes money collected but not yet paid to various other units as of December 31<sup>st</sup>.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

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

**D. Assets, Liabilities and Equity**

***Deposits and Investments:***

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the government to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and the State Treasurer's Investment Pool.

Investments for the government, as well as for its component units, are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

***Capital Assets:***

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at date of donation.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the primary government, as well as the component units, is depreciated using the straight-line method over the following estimated useful lives:

Buildings	50 Years
Improvements Other Than Buildings	20 Years
Equipment	5-10 Years

The County has adopted an allowable alternative to reporting depreciation for its roads network. Under this alternative method, referred to as the “modified approach,” the County must maintain an asset management system and demonstrate that its roads are being preserved at or above condition levels established by County policy. Infrastructure assets accounted for under the modified approach are not depreciated, and maintenance and preservation costs are expensed.

***Inventory:***

Inventory is valued at the lower of cost (first-in, first-out) or market. Food commodity inventory is valued at fair market value.

***Compensated Absences:***

At December 31, 2011, the County was liable for vacation pay and accrued compensatory time and sick pay for retirement-eligible employees. The liability was computed according to the personnel policy and amounted to \$3,734,152.

***Long-Term Obligations:***

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

In the fund financial statement, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, if any, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

***Fund Equity:***

Beginning with fiscal year 2011, the County implemented GASB Statement 54, *Fund Balance Reporting in Governmental Fund Types Definitions*. The governmental fund financial statements present fund balances based on a hierarchy that shows, from highest to lowest, the level or form of constraints on fund balance resources and the extent to which the district is bound to honor them. The District first determines and reports nonspendable balances, then restricted, then committed, and so forth. The District's governmental funds beginning balances have been restated to reflect the below classifications. Fund balance classifications are summarized as follows:

- **Nonspendable.** This category includes fund balance amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact. Fund balance amounts related to inventories, prepaid expenditures, and endowments are classified as nonspendable.
- **Restricted.** This category includes net fund resources that are subject to external constraints that have been placed on the use of the resources either a) imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation. Restricted fund balance amounts include the following:
  - a) Unspent tax revenues for specific purposes (capital projects, debt service, special service areas, TRT and TRCC taxes,)
  - b) Unspent bond proceeds obtained for specific capital and other projects.
- **Committed.** This category includes amounts that can only be used for specific purposes established by formal action of the County Commissioners. Fund balance commitments can only be removed or changed by the same type of action (for example, resolution) of the Commission. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Commission has approved to commit fund balance amounts for the following purposes:
  - a) Fund balances have been committed for public health and welfare, public safety, debt service and for certain capital projects.
- **Assigned.** This category includes General Fund balance amounts that the County intends to be used for a specific purpose but are neither restricted nor committed. This intent is expressed by written approval of the County's administration comprised of the county commission, county auditor and finance officers. Assigned fund balances include retiree health care and a Medicaid reserve fund.
- **Unassigned.** Residual balances in the General Fund are classified as unassigned.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

When both restricted and unrestricted resources are available for use, it is the District's policy to use committed resources first, followed by assigned resources, then unassigned resources as they are needed.

**E. Budgets and Budgetary Accounting**

The governing body of the entity shall establish the time and place of the public hearing to consider the adoption of the budget and shall publish notice of the hearing at least seven days prior to the hearing in at least one issue of the newspaper of general circulation published within the County in which the entity is located. If no such newspaper is published, the required notice may be posted in three public places within the entity's jurisdiction. The tentative budget must be made available to the public for inspection for a number of days, as provided by law, prior to the budget hearing.

1. On or before the first regularly scheduled meeting of the County Commission in the month of November, the County Auditor prepares a tentative budget for the next budget year.
2. After a public notice has been published, a public hearing is then held on the adoption of the budget.
3. After the public hearing, the County Commission makes final adjustments to the tentative budget.
4. On or before December 31, the County Commission adopts the budget by resolution or ordinance and sets the tax rate for taxes.
5. The budget officer may transfer unexpended budgeted amounts within departments.
6. The County Commission may transfer unexpended budgeted amounts from one department in a fund to another department in the same fund by resolution.
7. The total budget appropriation of any governmental fund may be increased only after a public hearing has been held and followed by resolution of the County Commission.
8. Budgets for the General Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP).

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

The appropriated budget is prepared by fund, function and department. The government's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the governing council. The legal level of budgetary control is the department level.

The Fiscal Procedures Act for Utah Counties requires Counties to restrict expenditures to authorized department budgets. The combined statement of revenues, expenditures and changes in fund balance – budget and actual identifies the departments and funds which have over expended budgeted amounts if any, and therefore, do not comply with appropriate fiscal procedures.

**G. Property Tax Calendar**

- |            |  |
|------------|--|
| January 1  | Lien Date – All property appraised based upon situs and status as of this date (real and personal).  |
| March 1    | Taxing entities proposing tax increases are to inform the County auditor of the date, time and place of their public hearing.  |
| June 22    | All taxing entities to adopt tentative budgets and proposed tax rates and report them to the county auditor.   |
| July 22    | County auditor to prepare and mail Notice of Valuation and Tax Changes to all real property owners, including centrally assessed property owners or in the event that Notices of Valuation and Tax changes are not required, the County auditor is to compute taxes and the County treasurer is to mail tax notices. |
| October 1  | State Tax Commission approves tax rates.   |
| November 1 | County auditor is to deliver the equalized assessment roll to the County treasurer with affidavit.   |
| November 1 | County auditor to charge the County treasurer to account for all taxes levied.   |
| November 1 | County treasurer to mail tax notices. Tax notices for calendar year entities include notice of budget hearings.  |
| December 1 | Taxes on real property become delinquent.  |

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 1 (Continued)**

**H. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2 – DEPOSITS AND INVESTMENTS**

The County follows the requirements of the Utah Money Management Act (Utah Code Annotated 1953, Title 51, Chapter 7) in handling its depository and temporary investment transactions. This law requires the depositing of County funds in a “qualified depository” defined as any financial institution whose deposits are insured by an agency of the Federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council. Each calendar quarter, the Council provides a list of qualified depositories to each public treasurer; the Council establishes the maximum amount of public funds that each qualified depository is eligible to hold.

The Act authorizes the County to invest in certificates of deposit, U.S. Treasury obligations, U.S. agency issues, high-trade commercial paper, banker’s acceptances, repurchase agreements, certain corporate bonds, State of Utah and local government obligations, and restricted mutual funds as defined by the Act and to invest in the Utah Public Treasurers’ Investment Fund (PTIF). The PTIF is not registered with the Securities and Exchange Commission as an investment company and deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The operating income, gains, and losses of the PTIF are allocated to each participant based upon each participant’s average daily balance.

Deposits – The County’s carrying amount of bank deposits at December 31, 2011, is \$268,904 and the bank balance is \$3,528,404 (\$750,000 of which is covered by Federal depository insurance.) Uninsured deposits are not collateralized.

Investments – At December 31, 2011, the County had a balance of \$199,802,774 in investments.

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 2 (Continued)**

*Credit Risk* – Credit risk is the risk that the counterparty to an investment will not fulfill its obligations. The County’s policy for limiting the credit risk of investments is to comply with the Utah Money Management Act.

*Interest Rate Risk* – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County manages its exposure to declines in fair value by investing mainly in the PTIF and by adhering to the Utah Money Management Act. The Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested.

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County’s investment policy is to follow the Utah Money Management Act and to invest mainly in the PTIF. The County’s investment policy does not limit the amount that can be held by counterparties.

The following are the County’s investments at December 31, 2011:

Investments	Investment Maturities (in Years)				Quality Ratings
	Less Than 1	1-5	6-10	More than 10	
Certificate of Deposit	\$ 2,000,000	\$ -	\$ -	\$ -	Unrated
Money Market Accounts	38,639,275	-	-	-	Unrated
ING Bank Sr. Note	-	1,000,000	-	-	A+
Utah Public Treasurer's Investment Fund	155,663,499	-	-	-	Unrated
Morgan Stanley Sr. Note	-	1,500,000	-	-	A
Merrill Lynch Sr. Note	1,000,000	-	-	-	A+
<b>Total Investments</b>	<b>\$ 197,302,774</b>	<b>\$ 2,500,000</b>	<b>\$ -</b>	<b>\$ -</b>	

Total deposits and investments as described above as of December 31, 2011 are as follows:

Carrying amount of deposits	\$ 268,904
Carrying amount of investments	<u>199,802,774</u>
<b>Total cash and investments</b>	<b><u>\$ 200,071,678</u></b>

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 3 - INTERFUND LOANS, BALANCES, AND TRANSFERS**

At December 31, 2011, the County had the following interfund balances:

	Due To	Due From
General Fund	\$ 538,000	\$ -
Substance Abuse Fund	-	330,000
Children's Justice Fund	-	58,000
Contract Law Enforcement Fund	-	150,000
Totals	\$ 538,000	\$ 538,000

These balances have been eliminated at the entity-wide statement level.

The following schedule reports transfers and payments with the reporting entity:

	Transfers To:						
	<i>Governmental Activities</i>						
	General	Health	Capital	Debt	Other	Internal	
<i>Transfers From:</i>	Fund	Fund	Projects	Service	Governmental	Service	Totals
<i>Governmental Activities:</i>	Fund	Fund	Fund	Fund	Funds	Funds	
Major Governmental Funds:							
General Fund	\$ -	\$ 3,973,628	\$ 2,426,433	\$ 2,161,569	\$ 246,588	\$ -	\$ 8,808,218
Public Transit Fund	-	-	-	7,841,858	-	-	7,841,858
Other Governmental Funds	3,591,899	10,128	128,851	2,198,672	233,305	75,863	6,238,718
Internal Service Funds	-	-	-	2,391,311	-	-	2,391,311
Agency Funds	-	-	-	-	348,014	-	348,014
Totals	\$3,591,899	\$ 3,983,756	\$ 2,555,284	\$14,593,410	\$ 827,907	\$ 75,863	\$ 25,628,119

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**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 4 – PROPERTY TAXES**

The County assesses, bills, collects, and distributes property taxes for all taxing jurisdictions within its boundaries, including cities, school districts, and special districts, in accordance with State law. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is considered necessary. Property taxes becomes a lien against the property as of January 1 in the year in which due and are assessed in July through billing to the property owner. Payments are due in one installment on November 30. Tax collections are recorded as funds held in trust until disbursement.

**NOTE 5 – CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2011 was as follows:

<b>Primary Government</b>	Beginning			Ending
<b>Governmental activities:</b>	Balance	Increases	Decreases	Balance
Capital assets not being depreciated:				
Land	\$ 30,323,427	\$ 3,701,300	\$ -	\$ 34,024,727
Rights of Way	211,740	-	-	211,740
Construction In Progress	6,672,791	23,848,415	-	30,521,206
Infrastructure	113,021,124	104,985,103	-	218,006,227
Total capital assets not being depreciated	<u>150,229,082</u>	<u>132,534,818</u>	<u>-</u>	<u>282,763,900</u>
Capital assets being depreciated:				
Buildings	93,499,137	3,926,210		97,425,347
Improvements other than buildings	8,225,978			8,225,978
Machinery and equipment	17,957,540	2,399,829	1,209,428	19,147,941
Total capital assets being depreciated	<u>119,682,655</u>	<u>6,326,039</u>	<u>1,209,428</u>	<u>124,799,266</u>

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

**NOTE 5 (Continued)**

	Beginning Balance	Increases	Decreases	Ending Balance
Less accumulated depreciation for:				
Buildings	17,125,770	1,777,735	-	18,903,505
Improvements other than buildings	2,911,231	306,472	-	3,217,703
Machinery and equipment	12,472,876	1,622,193	1,193,003	12,902,066
Total accumulated depreciation	<u>32,509,877</u>	<u>3,706,400</u>	<u>1,193,003</u>	<u>35,023,274</u>
Total capital assets, being depreciated, net	<u>87,172,778</u>	<u>2,619,639</u>	<u>16,425</u>	<u>89,775,992</u>
Governmental activities capital assets, net	<u>\$ 237,401,860</u>	<u>\$ 135,154,457</u>	<u>\$ 16,425</u>	<u>\$ 372,539,892</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 579,191
Public Health	261,940
Public safety	1,091,350
Highways and public improvements	78,550
Parks and recreation	306,472
Internal Service Funds (charged to individual funds based on usage)	1,388,897

Total depreciation expense - governmental activities	<u>3,706,400</u>
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Total depreciation expense	<u>\$ 3,706,400</u>
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**NOTE 6 - LONG-TERM OBLIGATIONS**

**Bonds**

*2002 Refunding Bonds*

During 1986, the Municipal Building Authority (“MBA”) of Utah County, Utah issued \$5.385 million in Lease Revenue Bonds for the purpose of constructing an office complex and parking area used jointly by the State of Utah and Utah County. The 1986 Series A Bonds are not general obligations, but are special limited obligations of the Authority. The 1986 Series A bonds and the interest thereon are payable solely from, and are secured by a pledge of, the base rentals and the purchase option price, if paid by the County, and certain other amounts derived by the MBA under the lease agreement with respect to the County Complex, the proceeds of certain insurance policies,

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

performance bonds, condemnation awards, and liquidation proceeds, if any, and the proceeds, if any, of the Bond Insurance Policy.

On September 8, 1993, the County issued \$10.875 million of Utah County, Utah General Obligation Series 1993B Refunding Bonds to defease the 1986 Series A Bonds.

On November 1, 2002, the County issued \$6.645 million of Utah County, Utah General Obligation Series 2002 Refunding Bonds to defease portions of the outstanding Series 1993B General Obligation Refunding Bonds. Maturities for the Series 2002 Refunding Bonds are as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>
February 15    2012	<u>\$    900,000</u>	4.50%
	<u><u>\$    900,000</u></u>	

*2005 Sales Tax and Refunding Bonds*

On December 27, 2001, the MBA of Utah County, Utah issued \$23.16 million in Series 2001 Lease Revenue bonds to finance the costs of constructing the Health & Justice building in Provo and the Animal Shelter in Spanish Fork.

On August 4, 2005, the County issued \$36.140 million of Utah County, Utah Series 2005 Sales Tax Revenue and Refunding Bonds. Of the total bonds issued, \$20.975 million was issued to defease the outstanding Series 2001 Lease Revenue Bonds and \$15.165 million was issued to finance the costs of expansion and improvements related to the Security Center. Maturities of the Series 2005 Sales Tax Revenue and Refunding Bonds are as follows:

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

Due Date	Principal	Interest Rate
November 1 2012	\$ 2,690,000	5.000%
2013	2,805,000	5.000%
2014	2,945,000	5.000%
2015	3,090,000	4.838%
2016	3,235,000	5.000%
2017	3,395,000	5.000%
2018	1,255,000	4.250%
2019	1,305,000	5.000%
2020	1,370,000	5.000%
	\$ 22,090,000	

*2006 Sales Tax Bonds*

On August 1, 2006, the County issued \$7.615 million of Utah County, Utah Series 2006 Sales Tax Revenue Bonds to finance the costs of expansion and improvements related to the Security Center. Maturities of the Series 2006 Sales Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
November 1 2012	\$ 450,000	4.250%
2013	475,000	5.000%
2014	500,000	5.000%
2015	525,000	5.000%
2016	550,000	5.000%
2017	575,000	4.125%
2018	600,000	4.200%
2019	625,000	4.200%
2020	650,000	4.250%
2021	675,000	4.250%
	\$ 5,625,000	

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

*2009A Transportation Sales Tax Revenue Bonds*

On August 27, 2009, the County issued \$17.24 million of Series 2009A Transportation Sales Tax Revenue Bonds for use in construction of certain transportation projects in the County. Maturities of the Series 2009A Transportation Sales Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
December 1 2012	\$ 2,400,000	2.50%
2013	2,455,000	2.50% to 4.00%
2014	2,535,000	3.00%
2015	2,615,000	4.00%
2016	2,710,000	3.25% to 4.00%
	\$ 12,715,000	

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**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

*2009B Transportation Sales Tax Revenue Bonds*

On August 27, 2009, the County issued \$85.49 million of Series 2009B Transportation Sales Tax Revenue Bonds for use in construction of certain transportation projects in the County. Principal payments are not due until the year 2017. The Series 2009B Transportation Sales Tax Revenue Bonds were issued as Build America Bonds and are therefore eligible for a 35 percent interest subsidy from the U.S Treasury. Maturities of the Series 2009B Transportation Sales Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
December 1 2017	\$ 2,875,000	4.62%
2018	3,000,000	4.72%
2019	3,150,000	4.92%
2020	3,300,000	5.17%
2021	3,475,000	5.42%
2022	3,650,000	5.57%
2023	3,860,000	5.77%
2024	4,080,000	5.87%
2025	4,335,000	6.36%
2026	4,610,000	6.36%
2027	4,905,000	6.36%
2028	5,215,000	6.36%
2029	5,550,000	6.36%
2030	5,880,000	6.51%
2031	6,265,000	6.51%
2032	6,670,000	6.51%
2033	7,100,000	6.51%
2034	7,570,000	6.51%
	\$ 85,490,000	

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

*2009A Vehicle Registration Fee Revenue Bonds*

On September 3, 2009, the County issued \$3.94 million of Series 2009A Vehicle Registration Fee Revenue Bonds for use in construction of certain transportation projects in the County. Maturities of the Series 2009A Vehicle Registration Fee Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
December 1 2012	\$ 650,000	2.50%
2013	675,000	2.50%
2014	685,000	2.75%
2015	700,000	4.00%
	\$ 2,710,000	

*2009B Vehicle Registration Fee Revenue Bonds*

On September 3, 2009, the County issued \$23.775 million of Series 2009B Vehicle Registration Fee Revenue Bonds for use in construction of certain transportation projects in the County. Principal payments are not due until the year 2016. The Series 2009B Vehicle Registration Fee Revenue Bonds were issued as Build America Bonds and are therefore eligible for a 35 percent interest subsidy from the U.S. Treasury. Maturities of the Series 2009B Vehicle Registration Fee Revenue Bonds are as follows:

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

Due Date	Principal	Interest Rate
December 1 2016	\$ 750,000	4.31%
2017	780,000	4.45%
2018	815,000	4.60%
2019	850,000	4.80%
2020	890,000	5.10%
2021	940,000	5.35%
2022	990,000	5.50%
2023	1,045,000	5.70%
2024	1,100,000	5.80%
2025	1,165,000	6.29%
2026	1,240,000	6.29%
2027	1,320,000	6.29%
2028	1,400,000	6.29%
2029	1,490,000	6.29%
2030	1,580,000	6.44%
2031	1,685,000	6.44%
2032	1,795,000	6.44%
2033	1,910,000	6.44%
2034	2,030,000	6.44%
	\$ 23,775,000	

*2010A Excise Tax Revenue Bonds*

On January 20, 2010, the County issued \$6.95 million of Series 2010A Excise Tax Revenue Bonds for financing the costs of constructing the Convention Center being built in downtown Provo. Maturities of the Series 2010A Excise Tax Revenue Bonds are as follows:

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

Due Date	Principal	Interest Rate
December 1 2012	\$ 700,000	2.250%
2013	710,000	4.000%
2014	725,000	2.750%
2015	775,000	3.000%
2016	780,000	5.125%
2017	825,000	5.125%
2018	860,000	5.125%
	\$ 5,375,000	

*2010B Excise Tax Revenue Bonds*

On January 20, 2010, the County issued \$5 million of Series 2010B Excise Tax Revenue Bonds for financing the costs of constructing the Convention Center being built in downtown Provo. Principal payments are not due until the year 2019. The Series 2010B Excise Tax Revenue Bonds were issued as Build America Bonds and are therefore eligible for a 35 percent interest subsidy from the U.S. Treasury. Maturities of the Series 2010B Excise Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
December 1 2019	\$ 900,000	5.42%
2020	950,000	6.12%
2021	1,000,000	6.12%
2022	1,050,000	6.12%
2023	1,100,000	6.12%
	\$ 5,000,000	

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

*2010C Excise Tax Revenue Bonds*

On January 20, 2010, the County issued \$28.2 million of Series 2010C Excise Tax Revenue Bonds for financing the costs of constructing the Convention Center being built in downtown Provo. Principal payments are not due until the year 2024. The Series 2010C Excise Tax Revenue Bonds were issued as Recovery Zone Economic Development Bonds are therefore eligible for a 45 percent interest subsidy from the U.S Treasury. Maturities of the Series 2010C Excise Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
December 1 2024	\$ 1,150,000	6.88%
2025	1,215,000	6.88%
2026	1,280,000	6.88%
2027	1,345,000	6.88%
2028	1,420,000	6.88%
2029	1,500,000	6.88%
2030	1,575,000	7.13%
2031	1,660,000	7.13%
2032	1,755,000	7.13%
2033	1,855,000	7.13%
2034	1,955,000	7.13%
2035	2,060,000	7.13%
2036	2,175,000	7.13%
2037	2,290,000	7.13%
2038	2,420,000	7.13%
2039	2,545,000	7.13%
	\$ 28,200,000	

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

*2010 Taxable Sales Tax Revenue Bonds (Qualified Energy Conservation Bonds)*

On October 22, 2010, the County issued \$4.94 million in Taxable Sales Tax Revenue Bonds to finance the costs of energy improvements to County facilities. Principal payments are not due until the year 2012. The Series 2010 Taxable Sales Tax Revenue Bonds were issued as Qualified Energy Conservation Bonds and are eligible for a 70 percent interest subsidy from the U.S. Treasury. Maturities of the Series 2010 Taxable Sales Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
February 1    2012	\$    150,000	5.39%
2013	160,000	5.39%
2014	170,000	5.39%
2015	180,000	5.39%
2016	265,000	5.39%
2017	280,000	5.39%
2018	300,000	5.39%
2019	315,000	5.39%
2020	335,000	5.39%
2021	355,000	5.39%
2022	375,000	5.39%
2023	395,000	5.39%
2024	410,000	5.39%
2025	415,000	5.39%
2026	415,000	5.39%
2027	420,000	5.39%
	\$    4,940,000	

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 6 (Continued)**

*2011 Refunding Bonds*

On September 8, 1993, the County issued \$28 million in Utah County, Utah General Obligation Series 1993A Bonds. Of the total bonds issued, \$6 million was issued to finance the costs of the acquisition, construction, and improvements of a Special Events Center and \$22 million was issued to finance the costs of the acquisition, construction, and improvements of a new County Security Center and related facilities.

On February 1, 2001, the County issued \$14.485 million in Utah County, Utah General Obligation Series 2001 Refunding Bonds to defease portions of the outstanding Series 1993A Bonds.

On January 19, 2011, the County issued \$3.32 million in Utah County, Utah General Obligation Series 2011 Refunding Bonds to defease portions of the outstanding Series 2001 Bonds. Maturities of the Series 2011 Refunding Bonds are as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest</u> <u>Rate</u>
February 15 2012	\$ 1,640,000	2.00%
2013	1,680,000	3.00%
	<u>\$ 3,320,000</u>	

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**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

**NOTE 6 (Continued)**

A summary of the changes in the long-term debt for the year 2011 is as follows:

<b>Governmental Activities:</b>	January 1			December 31	Due in
	2011	Additions	Retirements	2011	One Yr.
General Obligation Bonds					
2001 GO Refunding Bonds	\$ 4,945,000	\$ -	\$ 4,945,000	\$ -	\$ -
2011 GO Refunding Bonds	-	3,320,000	-	3,320,000	1,640,000
2002 GO Refunding Bonds	1,750,000	-	850,000	900,000	900,000
Total GO Bonds	<u>6,695,000</u>	<u>3,320,000</u>	<u>5,795,000</u>	<u>4,220,000</u>	<u>2,540,000</u>
Revenue Bonds					
2006 Sales Tax Revenue Bonds	6,075,000		450,000	5,625,000	450,000
2005 Sales Tax Revenue Bonds	24,650,000	-	2,560,000	22,090,000	2,690,000
2009B Trans Sales Tax Rev Bonds	84,890,000	-	-	84,890,000	-
2009A Trans Sales Tax Rev Bonds (1)	12,435,000	-	1,150,000	11,285,000	1,200,000
2009A Trans Sales Tax Rev Bonds (2)	2,580,000	-	1,150,000	1,430,000	1,200,000
2009A Vehicle Reg Fee Rev Bonds	3,330,000	-	620,000	2,710,000	650,000
2009B Vehicle Reg Fee Rev Bonds	23,775,000	-	-	23,775,000	-
2010A Excise Tax Revenue Bonds	6,040,000	-	665,000	5,375,000	700,000
2010B Excise Tax Revenue Bonds	5,000,000	-	-	5,000,000	-
2010C Excise Tax Revenue Bonds	28,200,000	-	-	28,200,000	-
2010 Taxable Sales Tax Revenue Bonds	4,940,000	-	-	4,940,000	150,000
Unamortized Bond Discounts	(1,396,893)	-	(58,875)	(1,338,018)	(58,875)
Unamortized Bond Premiums	1,776,217	105,610	255,553	1,626,274	255,553
Total Revenue Bonds	<u>202,294,324</u>	<u>105,610</u>	<u>6,791,678</u>	<u>195,608,256</u>	<u>7,236,678</u>
Total Bonds Payable	208,989,324	3,425,610	12,586,678	199,828,256	9,776,678
Capital Leases	307,500	-	307,500	-	-
Compensated Absences	3,704,139	29,031	-	3,733,170	-
OPEB Liability	6,718,463	-	-	6,718,463	-
	<u>\$ 219,719,426</u>	<u>\$ 3,454,641</u>	<u>\$ 12,894,178</u>	<u>\$ 210,279,889</u>	<u>\$ 9,776,678</u>

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 6 (Continued)**

The debt service requirements of the General Obligation and Revenue Bonds for the next five years and to maturity is as follows:

Fiscal Year	All Bonds		
	Principal	Interest	Total
2012	\$ 9,580,000	\$ 11,308,320	\$ 20,942,883
2013	8,960,000	10,993,303	19,953,303
2014	7,560,000	10,670,185	18,230,185
2015	7,885,000	10,373,677	18,258,677
2016	8,290,000	10,030,084	18,320,084
2017-2021	36,645,000	44,551,348	81,196,348
2022-2026	33,880,000	35,389,508	69,269,508
2027-2031	43,210,000	23,617,319	66,827,319
2032-2036	36,875,000	8,347,996	45,222,996
2037-2041	7,255,000	1,052,745	8,307,745
Totals	<u>\$ 200,140,000</u>	<u>\$ 166,334,484</u>	<u>\$ 366,529,047</u>

**Advance Refunding**

On August 4, 2005, \$20,975,000 in sales tax revenue bonds with an average interest rate of 4.88 percent were issued to advance refund \$20,670,000 of outstanding lease revenue bonds with an average interest rate of 4.97 percent. The net proceeds of \$23,614,836 (after payment of \$256,700 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds. As a result, the bonds are considered to be defeased and the liability for those bonds has been removed from the financial statements. Outstanding amounts at year end for the defeased bonds is \$14,200,000.

**Compensated Absences and OPEB**

Employees are granted vacation and sick leave in amounts varying with tenure. An employee may accrue up to 240 hours of vacation and unlimited amounts of sick leave. Sick leave may be converted to vacation or cash under certain options available under the plan. As of December 31, 2011, accrued compensated absences amounted to \$3,733,170. As of December 31, 2011, accrued retiree health care liability (OPEB) was \$6,718,463.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 7 - RETIREMENT PLANS**

**State Retirement System**

**Plan Description.** Utah County contributes to the Local Governmental Contributory Retirement System Local Governmental Noncontributory Retirement System, and Public Safety Retirement System for employers without Social Security coverage (Systems). These systems are cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems. Utah Retirement Systems provides refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 as amended. The Utah State Retirement Office Act in Chapter 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Local Governmental Contributory Retirement System, Local Governmental Noncontributory Retirement System, Public Safety Retirement System for employers without Social Security coverage. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

**Funding Policy.** For the six months ended June 30, 2011, plan members in the Local Governmental Contributory Retirement System are required to contribute 6.00% of their annual covered salary (all or part may be paid by the employer for the employee) and Utah County is required to contribute 9.36% of their annual covered salary. In the Local Governmental Noncontributory Retirement System Utah County is required to contribute 13.37% of their annual covered salary. In the Public Safety Retirement System for employers without Social Security coverage, contributory division members are required to contribute 10.50% of their salary (all or part may be paid by the employer for the employee) and Utah County is required to contribute 18.98% of their annual salary and 28.24% of their annual covered salary for members in the noncontributory division. The contribution rates are the actuarially determined rates.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 7 – (Continued)**

For the six months ended December 31, 2011, plan members in the Local Governmental Contributory Retirement System are required to contribute 6.00% of their annual covered salary (all or part may be paid by the employer for the employee) and Utah County is required to contribute 9.76% of their annual covered salary. In the Local Governmental Noncontributory Retirement System Utah County is required to contribute 13.77% of their annual covered salary. In the Public Safety Retirement System for employers without Social Security coverage contributory division members are required to contribute 10.5% of their salary (all or part may be paid by the employer for the employee) and Utah County is required to contribute 18.98% of their annual salary and 28.24% of their annual covered salary for members in the noncontributory division. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

Utah County contributions to the Local Governmental Contributory Retirement System for the years ending December 31, 2011, 2010, and 2009 were \$178,801, \$137,424, and \$142,482, respectively and for the Noncontributory Retirement System the contributions for December 31, 2011, 2010, and 2009 were \$3,733,182, \$3,393,251, and \$3,271,346, respectively and for the Public Safety Retirement System the contributions for December 31, 2011, 2010, and 2009 were \$3,241,236, \$3,069,688, and \$2,993,093, respectively. The contributions were equal to the required contributions for each year.

Utah County does not participate in the 401(K) plan offered by this system.

**Deferred Compensation Plans**

Utah County participates in a 401K plan administered by Nationwide Trust Company. The County will match contributions to the plan up to 6.2% of salary. Contributions during the year were \$2,189,901.

Utah County participates in a 457 Deferred Compensation Plan administered by Nationwide Trust Company. Nationwide Trust Company has adopted Governmental Accounting Standards Board Statement 32 (GASB No. 32), *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. This resulted in reporting the 457 Plans as a “Trust Fund” rather than previously as an “Agency Fund”. Now all of the assets and income of the 457 Plan are held in trust for the exclusive benefit of the participants or their beneficiaries rather than the assets of the employer. Plan assets are no longer included in the County’s financial statements.

Elected officials of Utah County are eligible to participate in a 401(a) plan administered by NTC. Utah County contributes 25.49% of compensation to the plan for elected officials who opt for this program. An elected official may opt to have the same percentage of compensation deposited in a plan administered by the Utah State Retirement System rather than the 401(a) plan.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 8 - CONTINGENT LIABILITIES - LITIGATION**

Utah County has been named as a defendant in various actions. Many of these appear to be without merit; however, the outcome and amount of claims is unknown at this time.

**NOTE 9 - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; errors and omissions; violation of civil rights; theft of, damage to, and destruction of assets; and natural disasters. These risks are covered by the County's participation in the Utah Counties Insurance Pool. This is a pooled arrangement where the counties pay experienced rated annual premiums which are designed to pay claims and build sufficient reserves so that the pool will be able to protect the participating entities with its own capital. The pool reinsures excess losses to preserve the capital base. Property physical damage is insured to replacement value; automobile physical damage is insured to actual value with a \$1,000 deductible; other liability is insured up to \$1,000,000, or the statutory limit. The County also provides workers compensation coverage through the Utah Counties Insurance Pool. Insurance coverage by major category of risk has remained relatively constant as compared to the prior fiscal year. Insurance settlements have not exceeded insurance coverage for the past three years.

**NOTE 10 – INTERLOCAL AGREEMENT**

The County entered into an interlocal agreement with Utah Transit Authority regarding the County's Part 15 sales tax. Through this agreement, the County receives 8% of a public transit tax with the remaining 92% going to UTA. By agreement, UTA allowed the County to receive advance funding of its portion. Upfront, the County will receive 100% of the funds up to \$60 million to fund certain transportation projects. After the initial \$60 million is received, the County will receive 0% until Utah Transit Authority has collected the initial deferred amounts. This agreement is for forty years. Under a separate interlocal agreement, the County agreed to contribute \$30 million of its \$60 million portion to the Utah Department of Transportation for the Pioneer Crossing project.

**NOTE 11 – JOINT VENTURE**

**The Provo City/Utah County Ice Sheet Authority** was created March 19, 1996, as a joint venture between Utah County and Provo City for the purpose of financing, constructing, maintaining, and operating an Olympic ice sheet to be constructed at the Seven Peaks property in Provo, Utah. The Ice Sheet Authority has entered into a Development Agreement with Seven Peaks under which Seven Peaks has designed and constructed the Ice Sheet under the direction and control of the Ice Sheet Authority.

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 11 – (Continued)**

Below is a summary of the financial position of the Ice Sheet Authority:

**As of June 30, 2011**

Total assets	\$ 13,046,941
Total liabilities	<u>(38,328)</u>
 Total fund equity	 <u>\$ 13,008,613</u>

**For the year ended June 30, 2010**

Total operating revenue	\$ 813,165
Total operating expense	(1,312,635)
Non operating revenue (exp)	<u>1,131,599</u>
 Net Income	 <u>\$ 632,129</u>

Complete financial statements for the Authority may be obtained at Provo City/Utah Ice Sheet Authority, c/o Provo City Finance Department, 351 West Center St., Provo, UT 84601.

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS (OBEB)**

In addition to pension benefits described in Note 8, the County provides post-retirement health care benefits (“OPEB”) in accordance with County policy to all eligible employees. The other post-employment benefits currently provided by the County include health care benefits and post-employment income benefits for surviving spouses.

**Eligibility:** General employees are eligible for retiree health care coverage once they have 30 years of service with Utah County. Retiree health care coverage ends when the retiree turns 65.

Public safety employees are eligible for retiree health care coverage once they have 20 years of service with Utah County. Retiree health care coverage ends when the retiree turns 65.

All employees can retire according to the Utah Retirement System eligibility but they have to meet the years of service requirements (i.e., 30 years of service for general employees and 20 years of service for public safety employees) above to get retiree health care coverage thru the County.

If the spouse is older than the member (i.e. the spouse will turn 65 first before the member), he/she is allowed to stay on the plan and continue to receive the same explicit subsidy.

**UTAH COUNTY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2011**

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**NOTE 12 – (Continued)**

**Explicit Subsidy:** The County’s explicit subsidy depends on the years of service an active employee has as of January 2, 2004.

- Tier 1 – Employees who have completed 100% of the required years of service for retiree health care coverage will receive the same subsidy as active employees. The monthly contribution requirement for active employees effective January 1, 2011 are as follows:

Plan	Full-Time		3/4-Time		1/2-Time	
	Employee Only	Employee + 1	Employee Only	Employee + 1	Employee Only	Employee + 1
SelectHealth HDHP	\$0.00	\$0.00	\$83.80	\$169.76	\$167.60	\$339.50
Altius HDHP	\$0.00	\$0.00	\$83.80	\$169.76	\$167.60	\$339.50
SelectHealth PPO	\$73.00	\$146.00	\$154.86	\$312.26	\$236.70	\$478.52
Altius PPO	\$73.00	\$146.00	\$154.86	\$312.26	\$236.70	\$478.52

- Tier 2 – For employees who have completed at least 80% but less than 100% of the required years of service for retiree health care coverage, the County will pay up to \$608.61 per month for health care coverage. The County subsidy will increase according to the premium increase, but not more than 8%.
- Tier 3 – For employees who have completed at least 50% but less than 80% of the required years of service for retiree health care coverage, the County will pay up to \$365 per month for health care coverage. The County subsidy will remain the same in the future.
- Tier 4 – For employees who have completed less than 50% of the required years of service for retiree health care coverage, the County will pay up to \$178.40 per month for health care coverage. The County subsidy will remain the same in the future.

There is no explicit subsidy for active employees hired on/after July 1, 2003. These employees are in Tier 5.

**Retiree Cost Sharing:** Retirees are required to contribute the portion of premiums not covered by the County explicit subsidy.

**Spouse Benefit:** Upon death of the employee, the surviving spouse coverage changes to provisions under the Consolidated Omnibus Budget Reconciliation Act of 1985 (“COBRA”).

If an active employees die prior to retirement (regardless of whether they are eligible for retirement or not), surviving spouse is eligible for post-employment income benefit. The plan will pay the employee’s surviving spouse 30% of the employee’s monthly income at the time of death to age 65 or re-marriage.

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

**NOTE 12 – (Continued)**

**Medical Benefit:** Same medical benefits are available to retirees as active employees. All health plans are fully-insured and experience-rated.

The 2011 monthly premiums by plan effective January 1, 2011 are as follows:

<b>Plan</b>	<b>Employee Only</b>	<b>Employee + 1</b>
SelectHealth HDHP	\$335.20	\$679.00
Altius HDHP	\$335.30	\$676.20
SelectHealth PPO	\$403.50	\$817.30
Altius PPO	\$404.12	\$818.50

Retirees enrolled in the high-deductible plans (“HDHP”) receive annual health savings account (“HSA”) contributions of \$700 for single coverage and \$1,400 for non-single coverage. The HAS contribution is assumed to increase with HSA trend rates.

**Annual OPEB Cost and Net OPEB Obligation**

	<b>2009</b>	<b>2010</b>
Annual Required Contribution (“ARC”) as of the end of the year	\$891,708	\$842,179
Interest on Net OPEB Obligation (“NOO”) to end of the year	0	20,368
NOO amortization adjustment to the ARC	0	(27,787)
Annual OPEB cost	\$891,708	\$834,760
Total annual employer contribution for pay-as-you-go	(439,091)	(440,102)
Total annual employer contribution for pre-funding	0	0
Change in NOO	\$452,617	\$394,658
NOO as of beginning of year	0	452,617
<b>NOO as of end of year</b>	<b>\$452,617</b>	<b>\$847,275</b>

For purposes of determining whether the County has contributed the full amount of the ARC, contributions are limited to amounts paid to outside parties or placed in trust or an equivalent arrangement. Amounts that are simply “earmarked” by the County or otherwise set apart (e.g. designations, separate funds) do not qualify as contributions for accounting purposes. Therefore, while the County has earmarked \$8,418,925 for its OPEB obligations through fund balance designations and balance sheet accruals, because the County has not placed the funding in an outside trust arrangement, the County is considered to finance its OPEB obligations on a pay-as-you-go basis

**UTAH COUNTY**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2011

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**NOTE 12 – (Continued)**

The annual covered payroll for the current year is \$40,024,862. The unfunded actuarial accrued liability (“UAAL”) of \$7,590,055 is equal to the actuarial accrued liability. The ratio of the UAAL to annual covered payroll is 19 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Actuarially determined amounts are subject to continual revisions and actual results are compared with past expectations and new estimates are made about the future. For the actuarial valuation for the year ending December 31, 2010, an interest rate of 4.5 percent was used and an amortization period of 30 years.

**NOTE 13 – SUBSEQUENT EVENTS**

Subsequent to the balance sheet date, the County issued Series 2012 Sales Tax Revenue Bonds totaling \$51.675 million for the purpose of financing transportation projects within the County. Previous to the issuance of these bonds, the County had an interlocal agreement with Utah Transit Authority (“UTA”) whereby the County borrowed \$55.2 million from UTA’s portion of the fixed guideway (or Section 2216) sales tax to fund transportation projects such as Pioneer Crossing and North County Boulevard. The interlocal agreement stipulated that the County would repay interest to UTA at a rate of 5.00%. The issuance of these bonds not only reduces the interest payments due, but also provides immediate operational funding for FrontRunner South, which is expected to begin service in Utah County by 2013. The bonds bear interest rates ranging from 2.00% to 5.00%. Principal repayment will be \$1.225 million in 2012 and \$0.885 million in 2013. Total interest payable on the bonds is \$41,235,933.

On January 10, 2012, the Board of County Commissioners approved a resolution finalizing the terms and conditions of the issuance and sale of excise tax revenue bonds not to exceed \$3.8 million for the purpose of financing all or a portion of the costs of acquiring, constructing, equipping, and furnishing a museum and related improvements and facilities to be located at Thanksgiving Point in Lehi. While the bonds have been authorized, as of the date of this report, they have not yet been issued.

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**REQUIRED SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

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UTAH COUNTY  
Ratings for Utah County's Roads System  
For the year ended December 31, 2011

As allowed by Governmental Accounting Standards Board Statement No. 34, Utah County ("the County") has adopted the modified approach for reporting infrastructure assets. Under the modified approach, infrastructure assets are not depreciated and maintenance and preservation costs are expensed. Furthermore, the County capitalizes costs related to new construction or major replacements.

To utilize the modified approach for reporting infrastructure assets, the County is required to:

1. Maintain an asset management system that includes an up-to-date inventory of eligible infrastructure assets.
2. Perform and document replicable condition assessments of the eligible infrastructure assets at the condition level disclosed by the County.
3. Estimate each year the annual amount needed to maintain and preserve the eligible infrastructure assets at the condition level disclosed by the County.
4. Document that the infrastructure assets are being approximately preserved at, or above, the condition level established by the County.

For several years the County has used an inventory system that evaluates the condition and safety of its roads. This system rates good roads with a high value and poor roads with a low value by road type. Roads are re-inventoried each year to determine current condition and safety needs. Roads in each road type with low values are then targeted for maintenance in the coming budget year.

The rating system includes the following variables:

- a. **Surface Type:** Rated from 2 points for dirt roads to 10 points for concrete roads.
- b. **Surface Condition:** Rated with 2 points for surface failure to 15 points for no cracking,
- c. **Ride-ability:** Rated from 2 points for very poor to 10 points for excellent.
- d. **Base Conditions:** Rated from 5 points for very poor to 25 points for excellent.
- e. **Alignment:** Rated at 2 points for serious problems to 10 points for straight alignment.
- f. **Grade:** Rated at 2 points for extensive grade problems to 10 points for no grade problems.
- g. **Safety Issues:** Rated at 2 points for obstacles to 10 points for no issues.
- h. **Average Daily Traffic:** Rated at 2 points for 2000 vehicles per day to 10 points for 100 vehicles per day.
- i. **Drainage:** Rated at 2 points for very poor to 10 points for excellent.
- j. **Clear Zone:** Rated at 2 points for ditches too close to 10 points for ten feet of clear zone.

On December 31, 2011 the County had 75.84 miles of dirt roads, 101.49 miles of gravel roads, 262.61 miles of chip-seal roads, and 70.87 miles of asphalt roads.

It is the County's policy to maintain its roads at or above the average rating for each class of roads. It is also the policy that 50 percent of the roads in each class will be maintained above the average rating and that no more than 10 percent of the roads in each class will be in very poor condition.

Over the last five reporting years, the estimated amounts needed and actual expenditures incurred to maintain and preserve the County's roads system are as follows (capital expenditures are not included):

<u>YEAR</u>	<u>BUDGET</u>	<u>EXPENDITURES</u>
2007	\$2,600,000	\$2,820,652
2008	\$2,800,000	\$2,893,244
2009	\$2,800,000	\$2,030,933
2010	\$2,800,000	\$2,425,556
2011	\$2,800,000	\$3,435,148

Because of annexations, the total value of the County's roads system decreased from \$64,058,164 on December 31, 2010 to \$64,047,314 on December 31, 2011.

**Report prepared by the Utah County Public Works Department.**

**UTAH COUNTY**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General Fund**  
Year Ended December 31, 2011

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues:</b>				
Property taxes	\$ 30,318,000	\$ 33,568,473	\$ 35,680,702	\$ 2,112,229
Sales Taxes	18,980,750	19,100,000	19,630,753	530,753
Licenses and Permits	97,000	321,457	295,914	(25,543)
Intergovernmental	7,850,000	7,585,219	6,318,290	(1,266,929)
Charges for Service	13,000,000	13,026,613	12,865,861	(160,752)
Fines and Forfeitures	2,900,000	2,920,000	3,229,939	309,939
Interest and Other	875,819	511,547	342,197	(169,350)
Total revenues	<u>74,021,569</u>	<u>77,033,309</u>	<u>78,363,656</u>	<u>1,330,347</u>
<b>Expenditures:</b>				
Current:				
General Government	32,208,512	26,487,137	26,022,793	464,344
Public Safety	36,040,001	39,912,123	38,851,067	1,061,056
Public Health	84,904	84,904	67,454	17,450
Highway and Streets	4,325,608	5,116,086	4,237,514	878,572
Culture, Parks and Recreation	1,212,198	1,227,914	1,187,952	39,962
Total expenditures	<u>73,871,223</u>	<u>72,828,164</u>	<u>70,366,780</u>	<u>2,461,384</u>
Excess of revenues over expenditures	<u>150,346</u>	<u>4,205,145</u>	<u>7,996,876</u>	<u>3,791,731</u>
<b>Other financing sources (uses):</b>				
Transfer in	5,022,219	6,590,569	3,591,899	(2,998,670)
Transfer out	(5,691,959)	(7,159,290)	(8,808,218)	(1,648,928)
Total Other Financing Sources and (Uses)	<u>(669,740)</u>	<u>(568,721)</u>	<u>(5,216,319)</u>	<u>(4,647,598)</u>
Net change in fund balances	(519,394)	3,636,424	2,780,557	(855,867)
<b>Fund balances - beginning</b>	<u>14,553,630</u>	<u>14,553,630</u>	<u>14,553,630</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 14,034,236</u>	<u>\$ 18,190,054</u>	<u>\$ 17,334,187</u>	<u>\$ (855,867)</u>

**UTAH COUNTY**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Health Fund**  
**Major Special Revenue Fund**  
Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fees	\$ 5,924,077	\$ 6,106,430	\$ 6,414,828	\$ 308,398
Property Taxes		-	-	-
Intergovernmental	12,458,566	12,641,984	12,679,912	37,928
Interest			23,046	23,046
Other	20,000	64,306	97,190	32,884
Total revenues	<u>18,402,643</u>	<u>18,812,720</u>	<u>19,214,976</u>	<u>402,256</u>
<b>Expenditures:</b>				
Salaries, Wages and Benefits	10,350,000	10,815,251	10,416,196	399,055
Material, Supplies and Services	11,950,000	12,334,861	11,840,943	493,918
Other	267,075	262,307	204,992	57,315
Total expenditures	<u>22,567,075</u>	<u>23,412,419</u>	<u>22,462,131</u>	<u>950,288</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,164,432)</u>	<u>(4,599,699)</u>	<u>(3,247,155)</u>	<u>1,352,544</u>
<b>Other financing sources (uses)</b>				
Operating transfers in	2,640,000	2,450,500	3,983,628	1,533,128
Operating transfers out	-	-	-	-
Total other financing sources and (uses)	<u>2,640,000</u>	<u>2,450,500</u>	<u>3,983,628</u>	<u>1,533,128</u>
Net change in fund balances	(1,524,432)	(2,149,199)	736,473	2,885,672
<b>Fund balances - beginning</b>	<u>4,100,028</u>	<u>4,100,028</u>	<u>4,100,028</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 2,575,596</u>	<u>\$ 1,950,829</u>	<u>\$ 4,836,501</u>	<u>\$ 2,885,672</u>

**UTAH COUNTY**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Public Transit Tax**  
**Major Special Revenue Fund**  
Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Sale Taxes	\$ 30,588,121	\$ 32,092,722	\$ 32,365,727	\$ 273,005
Intergovernmental	-	-	-	-
Earnings on investments	-	356,934	268,271	(88,663)
Other misc revenue	-	2,900,000	2,900,000	-
Total revenues	<u>30,588,121</u>	<u>35,349,656</u>	<u>35,533,998</u>	<u>184,342</u>
<b>Expenditures:</b>				
Salaries, Wages and Benefits	-	-	-	-
Materials, Supplies and Services	2,100,000	2,204,470	2,198,566	5,904
Capital	152,039,141	151,911,513	108,682,919	43,228,594
Total expenditures	<u>154,139,141</u>	<u>154,115,983</u>	<u>110,881,485</u>	<u>43,234,498</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(123,551,020)</u>	<u>(118,766,327)</u>	<u>(75,347,487)</u>	<u>43,418,840</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	<u>(7,714,231)</u>	<u>(7,841,859)</u>	<u>(7,841,858)</u>	<u>1</u>
Total other financing sources (uses)	<u>(7,714,231)</u>	<u>(7,841,859)</u>	<u>(7,841,858)</u>	<u>1</u>
Net change in fund balances	<u>(131,265,251)</u>	<u>(126,608,186)</u>	<u>(83,189,345)</u>	<u>43,418,841</u>
<b>Fund balance - beginning</b>	<u>144,202,963</u>	<u>144,202,963</u>	<u>144,202,963</u>	<u>-</u>
<b>Fund balance - ending</b>	<u><u>\$ 12,937,712</u></u>	<u><u>\$ 17,594,777</u></u>	<u><u>\$ 61,013,618</u></u>	<u><u>\$ 43,418,841</u></u>

**UTAH COUNTY**  
**Required Supplementary Information**  
**Year Ended December 31, 2011**

**County Retiree Health Care Plan**  
**Schedule of Funding Progress**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) - (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll [(b-a)/c]</b>
1/1/2009	\$ -	\$ 7,999,689	\$ 7,999,689	0.00%	\$41,016,801	19.50%
1/1/2010	\$ -	\$ 7,590,055	\$ 7,590,055	0.00%	\$40,024,862	19.00%

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**SUPPLEMENTARY INFORMATION**

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**Utah County Government  
Legal Compliance Audit Guide  
For the Year Ended December 31, 2011**

**TRANSIENT ROOM TAX**

Establishing and promoting:		
Recreation	\$	-
Tourism		1,514,256
Film production		-
Conventions		-
Acquiring, leasing, constructing, furnishing, or operating:		
Convention meeting rooms		-
Exhibit halls		-
Visitor information centers		-
Museums		-
Related facilities		-
Acquiring or leasing land required for or related to:		
Convention meeting rooms		-
Exhibit halls		-
Visitor information centers		-
Museums		-
Related facilities		-
Mitigation costs		
Payment of principal, interest, premiums, and reserves on bonds		317,955
TRT Collection/Administration		15,294
Total expenditures	<u>\$</u>	<u>1,847,505</u>

**TOURISM, RECREATION, CULTURAL, CONVENTION, AND AIRPORT FACILITIES TAX**

Financing tourism promotion	\$	16,289
Development, operation, and maintenance of:		
Tourist facilities		-
Recreation facilities		1,571,394
Cultural facilities		404,026
Convention facilities		2,780,069
Airport facilities		
Pledges as security for evidence of indebtedness		
Reserves and Pledges		
Reserves on bonds related to TRT funds		
Pledges as security for evidences of indebtedness related to TRCC		
Total expenditures	<u>\$</u>	<u>4,771,777</u>

**UTAH COUNTY**  
**COMBINING BALANCE SHEET**  
**NON MAJOR GOVERNMENTAL FUNDS**  
 DECEMBER 31, 2011

	Soldier Summit	TRT Tax UVCVB	Municipal Building Authority	Assessing & Collecting	Service Area				Sp Cnty Road	TRCC Tax	Childrens Justice	Grants/ Outside Funding	Contract Law Enforcement	Jail Inmate Benefit	Substance Abuse	Total
					6	7	8	9								
<b>Assets</b>																
Cash & Investments	\$ 37,064	\$ 1,601,178	\$ -	\$ 5,389,833	\$ 1,775,487	\$ 636,417	\$ 1,601,417	\$ 806,974	\$ 1,948,957	\$ 7,611,084	\$ 653	\$ 66,362	\$ 9,568	\$ 424,173	\$ 1,707	\$ 21,910,874
Taxes Receivable	900	283,573	-	-	362,566	105,407	145,131	36,769	-	1,015,076	-	-	-	-	-	1,949,422
Accounts Receivable	1,474	2,048	-	-	-	430	-	-	425,734	-	242,570	-	182,825	81,561	1,239,651	2,176,293
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-	500	-	-	-	-	500
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 39,438</b>	<b>\$ 1,886,799</b>	<b>\$ -</b>	<b>\$ 5,389,833</b>	<b>\$ 2,138,053</b>	<b>\$ 742,254</b>	<b>\$ 1,746,548</b>	<b>\$ 843,743</b>	<b>\$ 2,374,691</b>	<b>\$ 8,626,160</b>	<b>\$ 243,723</b>	<b>\$ 66,362</b>	<b>\$ 192,393</b>	<b>\$ 505,734</b>	<b>\$ 1,241,358</b>	<b>\$ 26,037,089</b>
<b>Liabilities and Fund Balance</b>																
<b>Liabilities</b>																
Accounts Payable	\$ 671	\$ -	\$ -	\$ 118,817	\$ -	\$ 9,682	\$ -	\$ -	\$ -	\$ 234,230	\$ 27,690	\$ 66,362	\$ 42,393	\$ 72,652	\$ 451,350	\$ 1,023,847
Deferred Revenue	-	-	-	-	146	63	59	7	-	-	17	-	-	70	-	362
Due to Other Funds	-	-	-	-	-	-	-	-	-	-	58,000	-	150,000	-	330,000	538,000
<b>Total Liabilities</b>	<b>671</b>	<b>-</b>	<b>-</b>	<b>118,817</b>	<b>146</b>	<b>9,745</b>	<b>59</b>	<b>7</b>	<b>-</b>	<b>234,230</b>	<b>85,707</b>	<b>66,362</b>	<b>192,393</b>	<b>72,722</b>	<b>781,350</b>	<b>1,562,209</b>
<b>Fund Balances:</b>																
<b>Restricted for:</b>																
Transient room tax	-	1,886,799	-	-	-	-	-	-	-	-	-	-	-	-	-	1,886,799
Assessing and collecting	-	-	-	5,271,016	-	-	-	-	-	-	-	-	-	-	-	5,271,016
Public transit taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TRCC Tax	-	-	-	-	-	-	-	-	-	8,391,930	-	-	-	-	-	8,391,930
Special service areas	38,767	-	-	-	2,137,907	732,509	1,746,489	843,736	2,374,691	-	-	-	-	-	-	7,874,099
<b>Committed for:</b>																
Public health and welfare	-	-	-	-	-	-	-	-	-	-	158,016	-	-	-	460,008	618,024
Public safety	-	-	-	-	-	-	-	-	-	-	-	-	-	433,012	-	433,012
Capital projects	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Assigned for:</b>																
Retire health insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Medicaid reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Unassigned</b>																
<b>Total Fund Balance</b>	<b>38,767</b>	<b>1,886,799</b>	<b>-</b>	<b>5,271,016</b>	<b>2,137,907</b>	<b>732,509</b>	<b>1,746,489</b>	<b>843,736</b>	<b>2,374,691</b>	<b>8,391,930</b>	<b>158,016</b>	<b>-</b>	<b>-</b>	<b>433,012</b>	<b>460,008</b>	<b>24,474,880</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 39,438</b>	<b>\$ 1,886,799</b>	<b>\$ -</b>	<b>\$ 5,389,833</b>	<b>\$ 2,138,053</b>	<b>\$ 742,254</b>	<b>\$ 1,746,548</b>	<b>\$ 843,743</b>	<b>\$ 2,374,691</b>	<b>\$ 8,626,160</b>	<b>\$ 243,723</b>	<b>\$ 66,362</b>	<b>\$ 192,393</b>	<b>\$ 505,734</b>	<b>\$ 1,241,358</b>	<b>\$ 26,037,089</b>

**UTAH COUNTY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

	Special Revenue Funds																		Total
	Community Development	Soldier Summit	TRT Tax UVCVB	Senior Services	Municipal Bldg Authority	Assessing & Collecting	Service Area				Sp Cnty Road	TRCC Tax	Wildland Fire	Childrens Justice	Grants/ Outside Funding	Contract Law Enforcement	Jail Inmate Benefit	Substance Abuse	
	6	7	8	9	6	7	8	9	6	7	8	9	6	7	8	9	6	7	
Revenues																			
Taxes	\$ -	\$ 14,111	\$ 1,902,378	\$ -	\$ -	\$ -	\$ 1,713,852	\$ 588,742	\$ 687,487	\$ 136,310	\$ -	\$ 5,656,922	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	88,249	-	51,620	243,052	129,954	470,525	18,541	-	782,275	148,483	-	-	6,164,657	8,097,356
Charges for Services	-	11,338	-	-	-	-	-	-	-	-	-	-	-	75,245	-	2,049,245	330,857	-	2,466,685
Other	-	220	7,142	-	335,831	-	9,583	3,957	9,442	4,732	12,203	53,473	-	61,741	-	31,669	117,594	-	647,587
Total Revenue	-	25,669	1,909,520	-	335,831	88,249	1,723,435	644,319	939,981	270,996	482,728	5,728,936	-	919,261	148,483	2,080,914	448,451	6,164,657	21,911,430
Expenditures																			
General Government	-	23,892	1,529,550	-	335,872	1,185,409	-	-	-	-	-	-	-	-	148,483	-	-	-	3,223,206
Public Safety	-	-	-	-	-	-	-	763,834	-	-	-	-	-	-	-	2,098,413	363,453	-	3,225,700
Health	-	-	-	-	-	-	-	-	-	-	-	-	-	933,667	-	-	-	6,619,444	7,553,111
Culture & Recreation	-	-	-	-	-	-	-	-	-	-	-	1,690,629	-	-	-	-	-	-	1,690,629
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	317,955	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	317,955
Total Expenditures	-	23,892	1,847,505	-	335,872	1,185,409	-	763,834	-	-	-	1,690,629	-	933,667	148,483	2,098,413	363,453	6,619,444	16,010,601
Excess (Deficiency) of Revenue Over Expenditures	-	1,777	62,015	-	(41)	(1,097,160)	1,723,435	(119,515)	939,981	270,996	482,728	4,038,307	-	(14,406)	-	(17,499)	84,998	(454,787)	5,900,829
Other Financing Sources (Uses)																			
Transfers In	-	-	-	-	41	-	-	220,000	-	-	-	-	-	16,217	-	17,499	348,014	223,136	824,907
Transfers Out	(57,541)	-	-	(11,774)	-	(140,571)	(2,078,366)	-	(527,169)	(220,000)	(80,000)	(3,081,149)	(39,019)	-	-	-	-	-	(6,235,589)
Total Other Financing Sources (Uses)	(57,541)	-	-	(11,774)	41	(140,571)	(2,078,366)	220,000	(527,169)	(220,000)	(80,000)	(3,081,149)	(39,019)	16,217	-	17,499	348,014	223,136	(5,410,682)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(57,541)	1,777	62,015	(11,774)	-	(1,237,731)	(354,931)	100,485	412,812	50,996	402,728	957,158	(39,019)	1,811	-	-	433,012	(231,651)	490,147
Fund Balances - Jan. 1	57,541	36,990	1,824,784	11,774	-	6,508,747	2,492,838	632,024	1,333,677	792,740	1,971,963	7,434,772	39,019	156,205	-	-	-	691,659	23,984,733
Fund Balances - Dec. 31	\$ -	\$ 38,767	\$ 1,886,799	\$ -	\$ -	\$ 5,271,016	\$ 2,137,907	\$ 732,509	\$ 1,746,489	\$ 843,736	\$ 2,374,691	\$ 8,391,930	\$ -	\$ 158,016	\$ -	\$ -	\$ 433,012	\$ 460,008	\$ 24,474,880

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
COMMUNITY DEVELOPMENT  
NON MAJOR SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2011  
With Comparative Totals for 2010

	2011			2,010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Licenses and Permits	\$ -	\$ -	\$ -	\$248,105
Fees	-	-	-	13,318
Other	-	-	-	51,177
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>312,600</u>
Expenditures				
Salaries, Wages & Benefits	-	-	-	703,704
Materials, Supplies & Services	-	-	-	138,847
Capital Outlay	-	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>842,551</u>
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	(529,951)
Other Financing Sources (Uses)				
Transfer In	-	-	-	515,582
Transfer Out	<u>(57,541)</u>	<u>(57,541)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(57,541)</u>	<u>(57,541)</u>	<u>-</u>	<u>515,582</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	(57,541)	(57,541)	-	(14,369)
Fund Balance - January 1	<u>57,541</u>	<u>57,541</u>	<u>-</u>	<u>71,910</u>
Fund Balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,541</u>

# UTAH COUNTY

## SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

### BUDGET AND ACTUAL

#### SOLDIER SUMMIT

#### NONMAJOR SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

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	2011			2010 Actual Amounts
	Final Budget Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Taxes	\$12,000	\$14,111	\$ 2,111	\$12,351
Charges for Services	51,856	11,338	(40,518)	11,696
Other	300	220	(80)	476
Total	<u>64,156</u>	<u>25,669</u>	<u>(38,487)</u>	<u>24,523</u>
Expenditures				
Materials, Supplies & Services	<u>35,554</u>	<u>23,892</u>	<u>11,662</u>	<u>32,895</u>
Total	<u>35,554</u>	<u>23,892</u>	<u>11,662</u>	<u>32,895</u>
Excess (Deficiency) of Revenue Over Expenditures	28,602	1,777	(26,825)	(8,372)
Fund Balance - January 1	<u>36,990</u>	<u>36,990</u>	-	<u>45,362</u>
Fund Balance - December 31	<u>\$65,592</u>	<u>\$38,767</u>	<u>\$ (26,825)</u>	<u>\$36,990</u>

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
*TRANSIENT ROOM TAX (UVCVB)*  
*NON MAJOR SPECIAL REVENUE FUND*  
FOR THE YEAR ENDED DECEMBER 31, 2011  
With Comparative Totals for 2010

	2011		Variance Favorable (Unfavorable)	2010 Actual Amounts
	Final Budget Amounts	Actual Amounts		
Revenue				
Taxes	\$1,788,000	\$1,902,378	\$ 114,378	\$1,705,311
Other	5,600	7,142	1,542	8,700
Total	<u>1,793,600</u>	<u>1,909,520</u>	<u>115,920</u>	<u>1,714,011</u>
Expenditures				
Salaries, Wages & Benefits	-	-	-	-
Materials, Supplies & Services	1,532,756	1,529,550	3,206	1,515,062
Debt Service	317,955	317,955	-	321,428
Total	<u>1,850,711</u>	<u>1,847,505</u>	<u>3,206</u>	<u>1,836,490</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(57,111)</u>	<u>62,015</u>	<u>119,126</u>	<u>(122,479)</u>
Other Financing Sources (Uses)				
Transfer In	-	-	-	-
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - January 1	<u>1,824,784</u>	<u>1,824,784</u>	<u>-</u>	<u>1,947,263</u>
Fund Balance - December 31	<u><u>\$1,767,673</u></u>	<u><u>\$1,886,799</u></u>	<u><u>\$ 119,126</u></u>	<u><u>\$1,824,784</u></u>

## UTAH COUNTY

### SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

#### BUDGET AND ACTUAL

#### SENIOR SERVICES

#### NONMAJOR SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Intergovernmental	\$ -	\$ -	\$ -	\$529,033
Other	-	-	-	75,042
Total	-	-	-	604,075
Expenditures				
Salaries, Wages & Benefits	-	-	-	242,510
Materials, Supplies & Services	-	-	-	425,867
Capital Outlay	-	-	-	1,381
Total	-	-	-	669,758
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	(65,683)
Other Financing Sources (Uses)				
Transfer In	-	-	-	47,907
Transfer Out	(11,774)	(11,774)	-	-
Total Other Financing Sources (Uses)	(11,774)	(11,774)	-	47,907
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(11,774)	(11,774)	-	(17,776)
Fund Balance - January 1	11,774	11,774	-	29,550
Fund Balance - December 31	\$ -	\$ -	\$ -	\$ 11,774

## UTAH COUNTY

### SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

#### BUDGET AND ACTUAL

#### *MUNICIPAL BUILDING AUTHORITY*

#### *NON MAJOR SPECIAL REVENUE FUND*

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Other	1,498,000	335,831	(1,162,169)	195,902
Total	1,498,000	335,831	(1,162,169)	195,902
Expenditures				
General Government	1,500,000	335,872	(1,164,128)	195,902
Total	1,500,000	335,872	(1,164,128)	195,902
Excess (Deficiency) of Revenue Over Expenditures	(2,000)	(41)	1,959	-
Other Financing Sources (Uses)				
Transfer In	2,000	41	(1,959)	-
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	2,000	41	(1,959)	-
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	-	-	-	-
Fund Balance - January 1	-	-	-	-
Fund Balance - December 31	\$ -	\$ -	\$ -	\$ -

**UTAH COUNTY**  
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
*ASSESSING & COLLECTING*  
*NONMAJOR SPECIAL REVENUE FUND*  
 FOR THE YEAR ENDED DECEMBER 31, 2011  
 With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	88,249	88,249	-	116,953
Misc Income	-	-	-	3,392
Total	<u>88,249</u>	<u>88,249</u>	<u>-</u>	<u>120,345</u>
Expenditures				
General Government	<u>1,514,866</u>	<u>1,185,409</u>	<u>329,457</u>	<u>1,581,008</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(1,426,617)</u>	<u>(1,097,160)</u>	<u>329,457</u>	<u>(1,460,663)</u>
Other Financing Sources (Uses)				
Transfer In	-	-	-	817,210
Transfer Out	<u>(1,143,589)</u>	<u>(140,571)</u>	<u>1,003,018</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(1,143,589)</u>	<u>(140,571)</u>	<u>1,003,018</u>	<u>817,210</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	<u>(2,570,206)</u>	<u>(1,237,731)</u>	<u>1,332,475</u>	<u>(643,453)</u>
Fund Balance - January 1	<u>6,508,747</u>	<u>6,508,747</u>	<u>-</u>	<u>7,152,200</u>
Fund Balance - December 31	<u><u>\$3,938,541</u></u>	<u><u>\$5,271,016</u></u>	<u><u>\$1,332,475</u></u>	<u><u>\$6,508,747</u></u>

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
*SERVICE AREA 6*  
*NONMAJOR SPECIAL REVENUE FUND*  
FOR THE YEAR ENDED DECEMBER 31, 2011  
With Comparative Totals for 2010

	2011		Variance Favorable (Unfavorable)	2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts		
Revenue				
Property Tax	\$1,710,000	\$1,713,852	\$ 3,852	\$1,709,861
Other	10,000	9,583	(417)	10,148
Total	<u>1,720,000</u>	<u>1,723,435</u>	<u>3,435</u>	<u>1,720,009</u>
Expenditures				
Materials, Supplies & Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>38</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>1,720,000</u>	<u>1,723,435</u>	<u>3,435</u>	<u>1,719,971</u>
Other Financing Sources (Uses)				
Transfer In	-	-	-	-
Transfer Out				
Law Enforcement	(2,078,366)	(2,078,366)	-	(1,355,000)
Planning				
Total Other Financing Sources (Uses)	<u>(2,078,366)</u>	<u>(2,078,366)</u>	<u>-</u>	<u>(1,355,000)</u>
Excess (Deficiency) of Revenue Over Transfers	(358,366)	(354,931)	3,435	364,971
Fund Balance - January 1	<u>2,492,838</u>	<u>2,492,838</u>	<u>-</u>	<u>2,127,867</u>
Fund Balance - December 31	<u><u>\$2,134,472</u></u>	<u><u>\$2,137,907</u></u>	<u><u>\$ 3,435</u></u>	<u><u>\$2,492,838</u></u>

## UTAH COUNTY

### SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

#### BUDGET AND ACTUAL

#### SERVICE AREA 7

#### NONMAJOR SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Property Tax	\$480,000	\$588,742	\$ 108,742	\$583,417
Intergovernmental	51,291	51,620	329	54,800
Other	4,639	3,957	(682)	4,165
Total	<u>535,930</u>	<u>644,319</u>	<u>108,389</u>	<u>642,382</u>
Expenditures				
Fire Allotments	<u>826,238</u>	<u>763,834</u>	<u>62,404</u>	<u>669,996</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(290,308)</u>	<u>(119,515)</u>	<u>170,793</u>	<u>(27,614)</u>
Other Financing Sources (Uses)				
Transfer In	220,000	220,000	-	217,500
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>220,000</u>	<u>220,000</u>	<u>-</u>	<u>217,500</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	(70,308)	100,485	170,793	189,886
Fund Balance - January 1	<u>632,024</u>	<u>632,024</u>	<u>-</u>	<u>442,138</u>
Fund Balance - December 31	<u><u>\$561,716</u></u>	<u><u>\$732,509</u></u>	<u><u>\$ 170,793</u></u>	<u><u>\$632,024</u></u>

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
*SERVICE AREA 8*  
*NONMAJOR SPECIAL REVENUE FUND*  
FOR THE YEAR ENDED DECEMBER 31, 2011  
With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Property Tax	\$ 540,000	\$ 687,487	\$ 147,487	\$ 712,821
Intergovernmental	243,052	243,052	-	251,925
Other	5,887	9,442	3,555	6,958
Total	<u>788,939</u>	<u>939,981</u>	<u>151,042</u>	<u>971,704</u>
Expenditures				
Materials, Supplies & Services	<u>2,500</u>	<u>-</u>	<u>2,500</u>	<u>38</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>786,439</u>	<u>939,981</u>	<u>153,542</u>	<u>971,666</u>
Other Financing Sources (Uses)				
Transfer In	-	-	-	-
Operating Transfers To				
General Fund	-	-	-	-
Planning & Zoning	<u>(648,600)</u>	<u>(527,169)</u>	<u>121,431</u>	<u>(515,582)</u>
Total Other Financing Sources (Uses)	<u>(648,600)</u>	<u>(527,169)</u>	<u>121,431</u>	<u>(515,582)</u>
Excess (Deficiency) of Revenue Over Transfers	137,839	412,812	274,973	456,084
Fund Balance - January 1	<u>1,333,677</u>	<u>1,333,677</u>	<u>-</u>	<u>877,593</u>
Fund Balance - December 31	<u><u>\$1,471,516</u></u>	<u><u>\$1,746,489</u></u>	<u><u>\$ 274,973</u></u>	<u><u>\$ 1,333,677</u></u>

## UTAH COUNTY

### SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

#### BUDGET AND ACTUAL

#### SERVICE AREA 9

#### NONMAJOR SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Property Tax	\$ 79,987	\$136,310	\$ 56,323	\$110,968
Intergovernmental	129,954	129,954	-	131,928
Other	4,013	4,732	719	4,765
Total	213,954	270,996	57,042	247,661
Expenditures				
Material, Supplies & Services	2,500	-	2,500	38
Excess (Deficiency) of Revenue Over Expenditures	211,454	270,996	59,542	247,623
Other Financing Sources (Uses)				
Transfer In	-	-	-	-
Transfer Out	(220,000)	(220,000)	-	(217,500)
Total Other Financing Sources (Uses)	(220,000)	(220,000)	-	(217,500)
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	(8,546)	50,996	59,542	30,123
Fund Balance - January 1	792,740	792,740	-	762,617
Fund Balance - December 31	\$784,194	\$843,736	\$ 59,542	\$792,740

**UTAH COUNTY**  
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
*SPECIAL COUNTY ROAD DISTRICT*  
*NONMAJOR SPECIAL REVENUE FUND*  
 FOR THE YEAR ENDED DECEMBER 31, 2011  
 With Comparative Totals for 2010

	2011		Variance Favorable (Unfavorable)	2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts		
Revenues				
Intergovernmental	\$ 560,482	\$ 470,525	\$ (89,957)	\$ 761,035
Other Revenue	8,018	12,203	4,185	7,974
Total Revenue	568,500	482,728	(85,772)	769,009
Expenditures	1,488,500	-	1,488,500	42
Excess (Deficiency) of Revenue Over Expenditures	(920,000)	482,728	1,402,728	768,967
Other Financing Sources (Uses)				
Transfer In	-	-	-	-
Transfer Out	(80,000)	(80,000)	-	-
Total Other Financing Sources (Uses)	(80,000)	(80,000)	-	-
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	(1,000,000)	402,728	1,402,728	768,967
Fund Balance - January 1	1,971,963	1,971,963	-	1,202,996
Fund Balance - December 31	<u>\$ 971,963</u>	<u>\$2,374,691</u>	<u>\$1,402,728</u>	<u>\$1,971,963</u>

**UTAH COUNTY**  
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
*TOURISM, RECREATION, CULTURAL, AND CONVENTION (TRCC)*  
*NONMAJOR SPECIAL REVENUE FUND*  
 FOR THE YEAR ENDED DECEMBER 31, 2011  
 With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Sales & Restaurant Taxes	\$5,625,000	\$5,656,922	\$ 31,922	\$5,163,716
Intergovernmental	18,541	18,541	-	24,171
Misc Income	45,566	53,473	7,907	83,065
Total Revenue	<u>5,689,107</u>	<u>5,728,936</u>	<u>39,829</u>	<u>5,270,952</u>
Expenditures				
Culture & Recreation	<u>2,751,970</u>	<u>1,690,629</u>	<u>1,061,341</u>	<u>1,539,489</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>2,937,137</u>	<u>4,038,307</u>	<u>1,101,170</u>	<u>3,731,463</u>
Other Financing Sources (Uses)				
Transfer In	-	-	-	2,405,829
Transfer Out	(2,981,312)	(3,081,149)	(99,837)	(3,745,348)
Total Other Financing Sources (Uses)	<u>(2,981,312)</u>	<u>(3,081,149)</u>	<u>(99,837)</u>	<u>(1,339,519)</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(44,175)	957,158	1,001,333	2,391,944
Fund Balance - January 1	<u>7,434,772</u>	<u>7,434,772</u>	<u>-</u>	<u>5,042,828</u>
Fund Balance - December 31	<u><u>\$7,390,597</u></u>	<u><u>\$8,391,930</u></u>	<u><u>\$1,001,333</u></u>	<u><u>\$7,434,772</u></u>

**UTAH COUNTY**  
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
*WILDLAND FIRE SERVICE*  
 NONMAJOR SPECIAL REVENUE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2011  
 With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Fees	\$ -	\$ -	\$ -	\$ 791,752
Other Revenue	-	-	-	298
Total Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>792,050</u>
Expenditures				
Salaries, Wages & Benefits	-	-	-	896,441
Materials, Supplies & Services	-	-	-	591,933
Capital	-	-	-	2,933
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,491,307</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(699,257)</u>
Other Financing Sources (Uses)				
Transfer In	-	-	-	700,546
Transfer Out	<u>(39,019)</u>	<u>(39,019)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(39,019)</u>	<u>(39,019)</u>	<u>-</u>	<u>700,546</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(39,019)	(39,019)	-	1,289
Fund Balance - January 1	<u>39,019</u>	<u>39,019</u>	<u>-</u>	<u>37,730</u>
Fund Balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,019</u>

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
*CHILDREN'S JUSTICE*  
NONMAJOR SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2011  
With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Intergovernmental	\$ 895,176	\$782,275	\$ (112,901)	\$726,258
Charges for Services	65,024	75,245		88,226
Other	84,350	61,741	(22,609)	75,726
Total	<u>1,044,550</u>	<u>919,261</u>	<u>(135,510)</u>	<u>890,210</u>
Expenditures				
Salaries, Wages & Benefits	821,514	812,892	8,622	787,272
Materials, Supplies & Services	156,319	118,773	37,546	108,713
Capital Outlay	22,263	2,002	20,261	8,515
Total	<u>1,000,096</u>	<u>933,667</u>	<u>66,429</u>	<u>904,500</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>44,454</u>	<u>(14,406)</u>	<u>(69,081)</u>	<u>(14,290)</u>
Other Financing Sources				
Transfer In	86,397	16,217	(70,180)	-
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>86,397</u>	<u>16,217</u>	<u>(70,180)</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	130,851	1,811	(139,261)	(14,290)
Fund Balance - January 1	<u>156,205</u>	<u>156,205</u>	<u>-</u>	<u>170,495</u>
Fund Balance - December 31	<u>\$ 287,056</u>	<u>\$158,016</u>	<u>\$ (129,040)</u>	<u>\$156,205</u>

## UTAH COUNTY

### SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

#### BUDGET AND ACTUAL

#### *GRANTS/OUTSIDE FUNDING FUND*

#### *NONMAJOR SPECIAL REVENUE FUND*

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Intergovernmental	\$ 1,136,254	\$ 148,483	\$ (987,771)	\$ -
Other Revenue	-	-	-	-
Total Revenue	1,136,254	148,483	(987,771)	-
Expenditures	1,136,254	148,483	987,771	-
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	-
Other Financing Sources (Uses)				
Transfer In	-	-	-	-
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	-	-	-	-
Fund Balance - January 1	-	-	-	-
Fund Balance - December 31	\$ -	\$ -	\$ -	\$ -

**UTAH COUNTY**

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

BUDGET AND ACTUAL

*CONTRACT LAW ENFORCEMENT FUND*

*NONMAJOR SPECIAL REVENUE FUND*

FOR THE YEAR ENDED DECEMBER 31, 2011

With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for Services	2,347,159	2,049,245	(297,914)	-
Other	30,736	31,669	933	-
Total	<u>2,377,895</u>	<u>2,080,914</u>	<u>(296,981)</u>	<u>-</u>
Expenditures				
Salaries, Wages & Benefits	1,595,018	1,472,266	122,752	-
Materials, Supplies & Services	698,180	547,164	151,016	-
Capital Outlay	84,697	78,983	5,714	-
Total	<u>2,377,895</u>	<u>2,098,413</u>	<u>279,482</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>-</u>	<u>(17,499)</u>	<u>(17,499)</u>	<u>-</u>
Other Financing Sources				
Transfer In	-	17,499	17,499	-
Transfer Out	-	-	-	-
Total Other Financing Sources (Us	<u>-</u>	<u>17,499</u>	<u>17,499</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - January 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**UTAH COUNTY**  
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
*JAIL INMATE BENEFIT FUND*  
*NONMAJOR SPECIAL REVENUE FUND*  
 FOR THE YEAR ENDED DECEMBER 31, 2011  
 With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for Services	290,013	330,857	40,844	-
Other	116,384	117,594	1,210	-
Total	<u>406,397</u>	<u>448,451</u>	<u>42,054</u>	<u>-</u>
Expenditures				
Salaries, Wages & Benefits	174,286	157,115	17,171	-
Materials, Supplies & Services	205,225	194,849	10,376	-
Capital Outlay	61,560	11,489	50,071	-
Total	<u>441,071</u>	<u>363,453</u>	<u>77,618</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(34,674)</u>	<u>84,998</u>	<u>119,672</u>	<u>-</u>
Other Financing Sources				
Transfer In	348,014	348,014	-	-
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>348,014</u>	<u>348,014</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	313,340	433,012	119,672	-
Fund Balance - January 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 313,340</u>	<u>\$ 433,012</u>	<u>\$ 119,672</u>	<u>\$ -</u>

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
*SUBSTANCE ABUSE*  
*NONMAJOR SPECIAL REVENUE FUND*  
FOR THE YEAR ENDED DECEMBER 31, 2011  
With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenues				
Intergovernmental	\$6,748,082	\$6,164,657	\$ (583,425)	\$6,024,505
Total	<u>6,748,082</u>	<u>6,164,657</u>	<u>(583,425)</u>	<u>6,024,505</u>
Expenditures				
Salaries, Wages & Benefits	4,148,053	3,899,989	248,064	3,740,273
Materials, Supplies & Services	3,180,118	2,718,739	461,379	2,715,705
Capital Outlay	716	716	-	146
Total	<u>7,328,887</u>	<u>6,619,444</u>	<u>709,443</u>	<u>6,456,124</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(580,805)</u>	<u>(454,787)</u>	<u>126,018</u>	<u>(431,619)</u>
Other Financing Sources (Uses)				
Transfer In	223,136	223,136	-	520,511
Transfer Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>223,136</u>	<u>223,136</u>	<u>-</u>	<u>520,511</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures	<u>(357,669)</u>	<u>(231,651)</u>	<u>126,018</u>	<u>88,892</u>
Fund Balance - January 1	<u>691,659</u>	<u>691,659</u>	<u>-</u>	<u>602,767</u>
Fund Balance - December 31	<u>\$ 333,990</u>	<u>\$ 460,008</u>	<u>\$ 126,018</u>	<u>\$ 691,659</u>

**UTAH COUNTY**  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
DEBT SERVICE FUND  
MAJOR DEBT SERVICE FUND  
Year Ended December 31, 2011  
With Comparative Totals for 2010

	2011			2010 Actual Amounts
	Final Budget Amounts	Actual Amounts	Variance Favorable (Unfavorable)	
Revenue				
Property Taxes	\$ 2,763,428	\$ 1,345,643	\$ (1,417,785)	\$ 5,168,257
Intergovernmental	3,450,150	3,449,896	(254)	-
Other	252	20,212	19,960	304,366
Total	<u>6,213,830</u>	<u>4,815,751</u>	<u>(1,398,079)</u>	<u>5,472,623</u>
Expenditures				
Debt Service:				
Fiscal Charges	27,000	27,000	-	-
Principal Retirement	9,020,000	9,020,000	-	8,986,981
Interest and Fiscal Charges	11,670,376	11,644,783	25,593	11,333,191
Total	<u>20,717,376</u>	<u>20,691,783</u>	<u>25,593</u>	<u>20,320,172</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(14,503,546)</u>	<u>(15,876,032)</u>	<u>(1,372,486)</u>	<u>(14,847,549)</u>
Other Financing Sources (Uses)				
Transfers In	14,603,175	14,593,415	(9,760)	14,655,033
Transfers Out	-	-	-	(2,405,829)
Total Other Source and (Uses)	<u>14,603,175</u>	<u>14,593,415</u>	<u>(9,760)</u>	<u>12,249,204</u>
Excess (Def) of Revenues and Other Sources over Expenditure and (Uses)	<u>99,629</u>	<u>(1,282,617)</u>	<u>(1,382,246)</u>	<u>(2,598,345)</u>
Fund Balance - January 1	<u>14,591,524</u>	<u>14,591,524</u>	<u>-</u>	<u>17,189,869</u>
Fund Balance - December 31	<u>\$ 14,691,153</u>	<u>\$ 13,308,907</u>	<u>\$ (1,382,246)</u>	<u>\$ 14,591,524</u>

**UTAH COUNTY**  
**SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET TO ACTUAL**  
*Major Capital Projects Fund*  
Year Ended December 31, 2011

	<b>Final Budget Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
Revenues			
Local sources:			
Miscellaneous revenues	\$ 120,655	\$ 154,505	\$ 33,850
Earnings on investments & other revenue	225,036	198,968	(26,068)
Total revenues	<u>345,691</u>	<u>353,473</u>	<u>7,782</u>
Expenditures			
Capital Outlay	45,084,350	27,886,946	17,197,404
Total expenditures	<u>45,084,350</u>	<u>27,886,946</u>	<u>17,197,404</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(44,738,659)</u>	<u>(27,533,473)</u>	<u>17,205,186</u>
Other Financing Sources (Uses)			
Transfer in	-	2,555,284	2,555,284
Transfers Out	-	-	-
Issuance of Bonds	3,320,000	3,320,000	-
Payments for current redemption of bonds	(3,370,000)	(3,370,000)	-
Bond premium and discounts	105,610	105,610	-
Total other financing sources (uses)	<u>55,610</u>	<u>2,610,894</u>	<u>2,555,284</u>
Net change in fund balances	<u>(44,683,049)</u>	<u>(24,922,579)</u>	<u>19,760,470</u>
Fund balance - beginning	44,801,155	44,801,155	-
Fund balance - ending	<u>\$ 118,106</u>	<u>\$ 19,878,576</u>	<u>\$ 19,760,470</u>

**UTAH COUNTY**  
**Combining Statement of Net Assets**  
**Internal Service Funds**  
DECEMBER 31, 2011

<u>ASSETS</u>	<u>Internal Service Funds</u>						Total
	<u>Motor Pool</u>	<u>Kitchen</u>	<u>Telephone</u>	<u>Radio</u>	<u>Building Maintenance</u>	<u>Information Systems</u>	
<b>Current Assets</b>							
Cash	\$3,251,501	\$1,325,171	\$734,922	\$180,116	\$1,249,504	\$968,661	\$7,709,875
Accounts Receivable	15,626	89,855	5,387	112,158	251,918	57,805	532,749
Inventory	87,991	193,766				42,872	324,629
Prepaid Expenses							0
Total Current Assets	<u>3,355,118</u>	<u>1,608,792</u>	<u>740,309</u>	<u>292,274</u>	<u>1,501,422</u>	<u>1,069,338</u>	<u>8,567,253</u>
<b>Capital Assets</b>							
Equipment, Vehicles, Furniture	11,384,806	119,278	837,901	1,973,111	301,211	1,518,092	16,134,399
Accumulated Depreciation	(7,014,760)	(109,274)	(462,186)	(1,805,381)	(82,896)	(1,269,029)	(10,743,526)
Net Property, Plant & Equipment	<u>4,370,046</u>	<u>10,004</u>	<u>375,715</u>	<u>167,730</u>	<u>218,315</u>	<u>249,063</u>	<u>5,390,873</u>
<b>Total Assets</b>	<u>7,725,164</u>	<u>1,618,796</u>	<u>1,116,024</u>	<u>460,004</u>	<u>1,719,737</u>	<u>1,318,401</u>	<u>13,958,126</u>
 <u>LIABILITIES AND NET ASSETS</u>							
<b>Liabilities</b>							
Account Payable	\$62,363	\$91,629	\$94,258	\$69,888	\$162,741	\$170,706	\$651,585
Total Liabilities	<u>62,363</u>	<u>91,629</u>	<u>94,258</u>	<u>69,888</u>	<u>162,741</u>	<u>170,706</u>	<u>651,585</u>
<b>Net Assets</b>							
Invested in Capital Assets	4,370,046	10,004	375,715	167,730	218,315	249,063	5,390,873
Unrestricted	<u>3,292,755</u>	<u>1,517,163</u>	<u>646,051</u>	<u>222,386</u>	<u>1,338,681</u>	<u>898,632</u>	<u>7,915,668</u>
Total Net Assets	<u>\$7,662,801</u>	<u>\$1,527,167</u>	<u>\$1,021,766</u>	<u>\$390,116</u>	<u>\$1,556,996</u>	<u>\$1,147,695</u>	<u>\$13,306,541</u>

**UTAH COUNTY**  
**Combining Statement of Revenues, Expenses**  
**And Changes In Net Assets**  
**Internal Service Funds**  
Year Ended December 31, 2011

	Internal Service Funds						Total
	Motor Pool	Kitchen	Telephone	Radio	Building Maintenance	Information Systems	
Operating Revenue							
Rent and Maintenance	\$ -	\$ -	\$ -	\$ -	\$ 6,895,293	\$ -	\$ 6,895,293
Leases	3,307,854	-	642,147	814,588	-	2,894,718	7,659,307
Meal Sales	-	2,273,091	-	-	-	-	2,273,091
Other Revenues	107,381	1,204	3,856	2	8,083	110,584	231,110
Total Operating Revenue	<u>3,415,235</u>	<u>2,274,295</u>	<u>646,003</u>	<u>814,590</u>	<u>6,903,376</u>	<u>3,005,302</u>	<u>17,058,801</u>
Operating Expenses							
Personnel Services	757,552	589,605	220,701	144,004	1,854,917	2,056,201	5,622,980
Supplies and Materials	1,672,271	1,532,720	328,591	939,930	2,295,020	699,357	7,467,889
Depreciation	1,153,243	12,042	68,483	53,685	18,113	95,746	1,401,312
Total Operating Expenses	<u>3,583,066</u>	<u>2,134,367</u>	<u>617,775</u>	<u>1,137,619</u>	<u>4,168,050</u>	<u>2,851,304</u>	<u>14,492,181</u>
Operating Income (Loss)	<u>(167,831)</u>	<u>139,928</u>	<u>28,228</u>	<u>(323,029)</u>	<u>2,735,326</u>	<u>153,998</u>	<u>2,566,620</u>
Non-Operating Revenue (Expense)							
Interest	17,368	6,669	4,182	3,586	7,694	4,343	43,842
Grants and Other	-	-	-	-	-	-	-
Sale of Assets	2,774	-	-	-	-	5,055	7,829
Total Non-Operating Income (Expense)	<u>20,142</u>	<u>6,669</u>	<u>4,182</u>	<u>3,586</u>	<u>7,694</u>	<u>9,398</u>	<u>51,671</u>
Net Income (Loss) Before Operating Transfers	<u>(147,689)</u>	<u>146,597</u>	<u>32,410</u>	<u>(319,443)</u>	<u>2,743,020</u>	<u>163,396</u>	<u>2,618,291</u>
Operating Transfers In	-	-	-	-	75,863	-	75,863
Operating Transfers Out	-	-	-	-	(2,391,317)	-	(2,391,317)
Net Operating Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,315,454)</u>	<u>-</u>	<u>(2,315,454)</u>
Net Income (Loss) Before Capital Contributions	<u>(147,689)</u>	<u>146,597</u>	<u>32,410</u>	<u>(319,443)</u>	<u>427,566</u>	<u>163,396</u>	<u>302,837</u>
Capital Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income	<u>(147,689)</u>	<u>146,597</u>	<u>32,410</u>	<u>(319,443)</u>	<u>427,566</u>	<u>163,396</u>	<u>302,837</u>
Net Assets - Beg	<u>7,810,490</u>	<u>1,380,570</u>	<u>989,356</u>	<u>709,559</u>	<u>1,129,430</u>	<u>984,299</u>	<u>13,003,704</u>
Net Assets - End	<u>\$ 7,662,801</u>	<u>\$ 1,527,167</u>	<u>\$ 1,021,766</u>	<u>\$ 390,116</u>	<u>\$ 1,556,996</u>	<u>\$ 1,147,695</u>	<u>\$ 13,306,541</u>

**UTAH COUNTY**  
**Combining Statement of Fund Cash Flows**  
**Internal Service Funds**  
Year Ended December 31, 2011

	Internal Service Funds						Totals
	Motor Pool	Kitchen	Telephone	Radio	Building Maintenance	Information Systems	
<b>Cash flows from operating activities:</b>							
Receipts from interfund services provided	\$ 3,414,609	\$ 2,280,119	\$ 658,598	\$ 764,395	\$ 6,703,092	\$ 3,014,288	\$ 16,835,101
Payment for Salaries, Wages, Benefits	(757,552)	(589,605)	(220,701)	(144,004)	(1,854,917)	(2,056,201)	(5,622,980)
Payment for Supplies, Materials, Services	(1,600,470)	(1,539,705)	(246,027)	(922,570)	(2,308,359)	(637,136)	(7,254,267)
Net cash provided (used) by operating activities	<u>1,056,587</u>	<u>150,809</u>	<u>191,870</u>	<u>(302,179)</u>	<u>2,539,816</u>	<u>320,951</u>	<u>3,957,854</u>
<b>Cash flows from noncapital financing activities:</b>							
Operating transfers (net)	-	-	-	-	(2,315,454)	-	(2,315,454)
<b>Cash flows from capital and related financing activities:</b>							
Purchases of capital assets	(1,529,845)	-	(189,479)	(68,899)	(190,150)	(134,550)	(2,112,923)
Receipts from sale of capital assets	2,774	-	-	-	10,758	5,055	18,587
Net cash provided (used) by capital and related act.	<u>(1,527,071)</u>	<u>-</u>	<u>(189,479)</u>	<u>(68,899)</u>	<u>(179,392)</u>	<u>(129,495)</u>	<u>(2,094,336)</u>
<b>Cash flows from investing activities:</b>							
Grants and other	-	22,207	-	-	-	-	22,207
Interest received	17,368	6,669	4,182	3,586	7,694	4,343	43,842
Net increase in cash and cash equivalents	<u>(453,116)</u>	<u>179,685</u>	<u>6,573</u>	<u>(367,492)</u>	<u>52,664</u>	<u>195,799</u>	<u>(385,887)</u>
<b>Cash and Cash Equivalents - Beginning</b>	<u>3,704,617</u>	<u>1,145,486</u>	<u>728,349</u>	<u>547,608</u>	<u>1,196,840</u>	<u>772,862</u>	<u>8,095,762</u>
<b>Cash and Cash Equivalents - Ending</b>	<u>\$ 3,251,501</u>	<u>\$ 1,325,171</u>	<u>\$ 734,922</u>	<u>\$ 180,116</u>	<u>\$ 1,249,504</u>	<u>\$ 968,661</u>	<u>\$ 7,709,875</u>
						968,661	
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>							
Operating income (loss)	\$ (167,831)	\$ 139,928	\$ 28,228	\$ (323,029)	\$ 2,735,326	\$ 153,998	\$ 2,566,620
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation and Amortization	1,153,243	12,042	68,483	53,685	18,113	95,746	1,401,312
(Increase) decrease in accounts receivable	626	5,824	12,595	(50,193)	(192,201)	8,986	(214,363)
(Increase) decrease in inventory	45,976	(16,927)	-	-	-	-	29,049
Increase (decrease) in accounts payable	24,573	9,942	82,564	17,358	(21,422)	62,221	175,236
Total adjustments	<u>1,224,418</u>	<u>10,881</u>	<u>163,642</u>	<u>20,850</u>	<u>(195,510)</u>	<u>166,953</u>	<u>1,391,234</u>
Net cash provided (used) by operating activities	<u>\$ 1,056,587</u>	<u>\$ 150,809</u>	<u>\$ 191,870</u>	<u>\$ (302,179)</u>	<u>\$ 2,539,816</u>	<u>\$ 320,951</u>	<u>\$ 3,957,854</u>
<b>Noncash investing, capital, and financing activities:</b>	none	none	none	none	none	none	none

**UTAH COUNTY**  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Balance January 1 2011	Additions	Deductions	Balance December 31 2011
<b><u>Auditor's Trusts</u></b>				
<b>Assets</b>				
Cash	\$ 3,400,137	\$ 973,710	\$ 979,640	\$ 3,394,207
Accounts Receivable	71,346	372,557	71,346	372,557
Prepays	-	3,787	-	3,787
Total	<u>\$3,471,483</u>	<u>\$1,350,054</u>	<u>\$1,050,986</u>	<u>\$3,770,551</u>
<b>Liabilities</b>				
Accounts Payable	\$ 391,644	\$ 823,836	\$ 391,644	\$ 823,836
Due Other Governments	3,079,839	526,218	659,342	2,946,715
	<u>\$3,471,483</u>	<u>\$1,350,054</u>	<u>\$1,050,986</u>	<u>\$3,770,551</u>
<b><u>Treasurer's Trust</u></b>				
<b>Assets</b>				
Cash	\$ 78,630,810	\$377,997,936	\$401,957,882	\$ 54,670,864
Taxes Receivable	923,442	953,828	923,442	953,828
Total Assets	<u>\$79,554,252</u>	<u>\$378,951,764</u>	<u>\$402,881,324</u>	<u>\$55,624,692</u>
<b>Liabilities</b>				
Due Other Governments	<u>\$ 79,554,252</u>	<u>\$378,951,764</u>	<u>\$402,881,324</u>	<u>\$ 55,624,692</u>
<b><u>Totals - All Agency Funds</u></b>				
<b>Assets</b>				
Cash	\$ 82,025,017	\$378,971,646	\$402,937,522	\$ 58,059,141
Taxes Receivable	923,442	953,828	923,442	953,828
Accounts Receivable	372,557	372,557	71,346	673,768
Prepays	3,787	3,787	-	7,574
Total Assets	<u>\$83,324,803</u>	<u>\$380,301,818</u>	<u>\$403,932,310</u>	<u>\$59,694,311</u>
<b>Liabilities</b>				
Due to Other Governments	\$ 82,500,967	\$379,477,982	\$403,540,666	\$ 58,438,283
Accounts Payable	823,836	823,836	391,644	1,256,028
Total Liabilities	<u>\$ 83,324,803</u>	<u>\$380,301,818</u>	<u>\$403,932,310</u>	<u>\$ 59,694,311</u>

**UTAH COUNTY**  
**Combining Statement of Net Assets**  
**Discretely Presented Component Units**  
December 31, 2011

ASSETS	Timpanogos Special Service District	North Pointe Solid Waste Special Service District	North Fork Special Service District	Utah Valley Convention and Visitors Bureau	Wasatch Mental Health	Total
<b>Current Assets</b>						
Cash and Investments	\$ 28,231,497	\$ 7,462,116	\$ 756,882	\$ 244,824	\$ 10,589,287	\$ 47,284,606
Accounts Receivable	2,668,497	462,102	398,288	44,560	2,007,246	5,580,693
Taxes Receivable	-	-	61,788	-	-	61,788
Inventory	1,152	-	-	11,136	-	12,288
Other	87,787	35,928	-	3,520	2,004,850	2,132,085
Total	<u>30,988,933</u>	<u>7,960,146</u>	<u>1,216,958</u>	<u>304,040</u>	<u>14,601,383</u>	<u>55,071,460</u>
<b>Capital Assets</b>						
Land	2,673,916	761,973	95,583	-	945,543	4,477,015
Construction in Progress	62,380,255	-	32,416	-	309,614	62,722,285
Water Rights	-	-	437,671	-	-	437,671
Depreciable Assets - Net	57,834,867	2,192,044	6,333,368	48,339	5,442,131	71,850,749
Total	<u>122,889,038</u>	<u>2,954,017</u>	<u>6,899,038</u>	<u>48,339</u>	<u>6,697,288</u>	<u>139,487,720</u>
Other Assets	34,983,345	-	88	208,734	411,925	35,604,092
Total Assets	<u>188,861,316</u>	<u>10,914,163</u>	<u>8,116,084</u>	<u>561,113</u>	<u>21,710,596</u>	<u>230,163,272</u>
<b>LIABILITIES &amp; NET ASSETS</b>						
<b>Current Liabilities</b>						
Accounts Payable	2,302,270	390,557	17,153	78,882	2,378,721	5,167,583
Accrued Interest	388,104	-	2,552	-	-	390,656
Deferred Revenue	-	-	-	-	1,429,523	1,429,523
Other Current Liabilities	1,070,605	68,287	11,494	73,685	-	1,224,071
Current Portion of Long-Term Deb	3,125,000	-	42,446	3,812	-	3,171,258
Total Current Liabilities	<u>6,885,979</u>	<u>458,844</u>	<u>73,645</u>	<u>156,379</u>	<u>3,808,244</u>	<u>11,383,091</u>
<b>Long-Term Liabilities</b>						
Mortgage or Leases Payable	-	-	-	2,284	-	2,284
Bonds Payable	84,207,662	-	3,345,383	-	-	87,553,045
Compensated Absences and OPEB	-	-	-	-	1,673,778	1,673,778
Total Long-Term Liabilities	<u>84,207,662</u>	<u>-</u>	<u>3,345,383</u>	<u>2,284</u>	<u>1,673,778</u>	<u>89,229,107</u>
Total Liabilities	<u>91,093,641</u>	<u>458,844</u>	<u>3,419,028</u>	<u>158,663</u>	<u>5,482,022</u>	<u>100,612,198</u>
<b>Net Assets</b>						
Invested In Capital Assets - Net	54,347,377	2,954,017	3,511,211	-	6,697,288	67,509,893
Restricted For Debt Service	16,192,342	-	-	-	-	16,192,342
Unrestricted	27,227,956	7,501,302	1,185,848	402,450	9,531,286	45,848,842
Total Net Assets	<u>\$ 97,767,675</u>	<u>\$ 10,455,319</u>	<u>\$ 4,697,059</u>	<u>\$ 402,450</u>	<u>\$ 16,228,574</u>	<u>\$ 129,551,077</u>

**UTAH COUNTY**  
**Combining Statement of Revenues, Expenses and Changes in Net Assets**  
**Discretely Presented Component Units**  
Year Ended December 31, 2011

	Timpanogos Special Service District	North Pointe Solid Waste Special Service District	North Fork Special Service District	Utah Valley Convention and Vistors Bureau	Wasatch Mental Health	Total
Operating Revenue						
Charges for Services	\$ 13,360,884	\$ 6,930,672	\$ 1,042,410	\$ 1,469,256	\$ 26,592,695	\$ 49,395,917
Operating Expense						
Cost of Services	3,228,038	1,367,689	360,784	659,976	19,984,052	25,600,539
General and Administrative	2,089,616	5,051,261	322,264	760,606	5,158,762	13,382,509
Depreciation	2,246,735	377,806	255,054	11,042	524,650	3,415,287
Total Operating Expense	7,564,389	6,796,756	938,102	1,431,624	25,667,464	42,398,335
Operating Income (Loss)	5,796,495	133,916	104,308	37,632	925,231	6,997,582
Nonoperating Revenue (Expenses)						
Interest Revenue	507,365	43,645	1,897	-	130,029	682,936
Interest Expense and Fiscal Charges	(4,671,693)	-	(110,793)	-	-	(4,782,486)
Other Revenue (Expense)	5,985,756	49,251	198,907	955	273,117	6,507,986
Total Nonoperating Revenue (Exp.)	1,821,428	92,896	90,011	955	403,146	2,408,436
Net Income (Loss)	7,617,923	226,812	194,319	38,587	1,328,377	9,406,018
Net Assets - Beginning	90,149,752	10,228,507	4,502,740	363,863	14,900,197	120,145,059
Net Assets - Ending	\$ 97,767,675	\$ 10,455,319	\$ 4,697,059	\$ 402,450	\$ 16,228,574	\$ 129,551,077

**UTAH COUNTY**  
**Combining Statement of Cash Flows**  
**Discretely Presented Component Units**  
Year Ended December 31, 2011

	<b>Timpanogos Special Service District</b>	<b>North Pointe Solid Waste Special Service District</b>	<b>North Fork Special Service District</b>	<b>Utah Valley Convention and Visitors Bureau</b>	<b>Wasatch Mental Health</b>	<b>Totals</b>
<b>Cash flows from operating activities:</b>						
Cash Received From Customers	\$ 13,228,351	\$ 7,325,480	\$ 1,107,896	\$ 1,440,743	\$ 28,144,398	\$ 51,246,868
Payment for Salaries, Wages, Benefits	(3,178,457)	(1,363,624)	(371,189)	(623,919)	(20,080,944)	(25,618,133)
Payment for Supplies, Materials, Services	(2,077,278)	(5,405,178)	(358,827)	(703,211)	(5,212,136)	(13,756,630)
Net cash provided (used) by operating activities	<u>7,972,616</u>	<u>556,678</u>	<u>377,880</u>	<u>113,613</u>	<u>2,851,318</u>	<u>11,872,105</u>
<b>Cash flows from noncapital financing activities:</b>						
Property Taxes Collected and Other	-	-	305,253	-	35,105	340,358
<b>Cash flows from capital and related financing activities:</b>						
Purchase of Capital Assets	(27,938,293)	(718,604)	(169,350)	(5,313)	(1,010,271)	(29,841,831)
Proceeds From Sale of Capital Assets	-	-	-	-	-	-
Proceeds From Issuance of Long Term Debt	-	-	-	-	-	-
Interest Paid on Long Term Debt	(4,923,085)	-	(217,729)	-	-	(5,140,814)
Principal Paid on Long Term Debt	(2,425,000)	-	(352,551)	(3,168)	-	(2,780,719)
Impact Fees and Capital Facility Fees and Other	4,429,359	-	10,205	-	-	4,439,564
Net cash provided (used) by capital and related	<u>(30,857,019)</u>	<u>(718,604)</u>	<u>(729,425)</u>	<u>(8,481)</u>	<u>(1,010,271)</u>	<u>(33,323,800)</u>
<b>Cash flows from investing activities:</b>						
Receipt of Note Receivable	-	-	-	-	13,831	13,831
Land Lease Receipts and Other	-	7,200	-	-	190,200	197,400
Purchase of Investments	-	-	-	(5,283)	1,532,322	1,527,039
Interest Received	1,587,012	85,696	1,897	-	130,029	1,804,634
Net cash provided (used) by investing activities	<u>1,587,012</u>	<u>92,896</u>	<u>1,897</u>	<u>(5,283)</u>	<u>1,866,382</u>	<u>3,542,904</u>
Net increase in cash and cash equivalents	<u>(21,297,391)</u>	<u>(69,030)</u>	<u>(44,395)</u>	<u>99,849</u>	<u>3,742,534</u>	<u>(17,568,433)</u>
<b>Cash and Cash Equivalents - Beginning</b>	<u>82,792,666</u>	<u>7,531,146</u>	<u>801,276</u>	<u>116,364</u>	<u>6,621,628</u>	<u>97,863,080</u>
<b>Cash and Cash Equivalents - Ending</b>	<u>\$ 61,495,275</u>	<u>\$ 7,462,116</u>	<u>\$ 756,881</u>	<u>\$ 216,213</u>	<u>\$ 10,364,162</u>	<u>\$ 80,294,647</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>						
Operating income (loss)	\$ 5,796,495	\$ 133,916	\$ 104,308	\$ 38,587	\$ 925,231	\$ 6,998,537
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation and amortization	2,246,735	377,806	255,054	11,042	524,650	3,415,287
(Increase) decrease in accounts receivable	(159,630)	17,486	65,486	(25,520)	1,614,851	1,512,673
(Increase) decrease in prepaid expenses and other	(23,196)	(12,502)	2,000	(846)	(1,493,859)	(1,528,403)
Increase (decrease) in accounts payable	-	36,407	(38,566)	51,650	(53,374)	(3,883)
Increase (decrease) in accrued liabilities	49,581	4,065	(10,402)	36,057	(445,400)	(366,099)
Increase (decrease) in other liabilities	62,631	(500)	-	2,643	355,111	419,885
Increase (decrease) in accrued interest	-	-	-	-	1,424,108	1,424,108
Total adjustments	<u>2,176,121</u>	<u>422,762</u>	<u>273,572</u>	<u>75,026</u>	<u>1,926,087</u>	<u>4,873,568</u>
Net cash provided (used) by operating activities	<u>\$ 7,972,616</u>	<u>\$ 556,678</u>	<u>\$ 377,880</u>	<u>\$ 113,613</u>	<u>\$ 2,851,318</u>	<u>\$ 11,872,105</u>
<b>Noncash investing, capital, and financing activities:</b>	none	none	none	none	none	none

**UTAH COUNTY**  
 STATEMENT OF TAXES LEVIED, COLLECTED, AND TREASURER'S RELIEF  
 FOR THE YEAR ENDED DECEMBER 31, 2011

Taxing Unit	Year-End Real Property Value	Year-End Centrally Assessed Value	Total Real & Centrally Assessed Value	Total Personal Property Value	Less: Real & Centrally Assessed RDA Value	Less: Personal Property RDA Value	RDA Adjusted Real Property Value	RDA Adjusted Personal Property Value	RDA Adjusted Taxable Value	Current Year Real Property Tax Rate	Prior Year Personal Property Tax Rate	Real & Cent. Assessed Taxes Charged	Personal Property Taxes Charged	Total Taxes Charged
Alpine City	616,455,157	7,450,895	623,906,052	5,775,692			623,906,052	5,775,692	629,681,744	0.001870	0.001226	1,166,704	7,081	1,173,785
Alpine School District	13,503,911,449	552,654,349	14,056,565,798	1,122,028,330	(780,036,777)	(500,316,157)	13,276,529,021	621,712,173	13,898,241,194	0.008812	0.008220	116,992,774	5,110,474	122,103,248
American Fork	1,372,480,900	34,471,416	1,406,952,316	86,890,597	(99,199,259)	(18,114,766)	1,307,753,057	68,775,831	1,376,528,888	0.002794	0.002630	3,653,862	180,880	3,834,742
Benjamin Cemetery	48,410,605	5,622,633	54,033,238	523,920			54,033,238	523,920	54,557,158	0.000167	0.000168	9,024	88	9,112
Cedar Fort Town	15,884,528	878,152	16,762,680	761,752			16,762,680	761,752	17,524,432	0.001244	0.001311	20,853	999	21,851
Cedar Hills	340,731,984	4,064,532	344,796,516	6,047,473			344,796,516	6,047,473	350,843,989	0.003153	0.002994	1,087,143	18,106	1,105,250
Central Utah Water	22,293,794,999	980,260,833	23,274,055,832	1,767,953,468	(1,172,968,240)	(582,425,234)	22,101,087,592	1,185,528,234	23,286,615,826	0.000436	0.000421	9,636,074	499,107	10,135,182
Draper	141,624,080	414,185	142,038,265	44,720			142,038,265	44,720	142,082,985	0.001996	0.001896	283,508	85	283,593
Eagle Mountain	625,336,082	31,624,306	656,960,388	4,829,597			656,960,388	4,829,597	661,789,985	0.001636	0.001510	1,074,787	7,293	1,082,080
Elk Ridge	107,391,262	1,414,515	108,805,777	755,170			108,805,777	755,170	109,560,947	0.002621	0.002494	285,180	1,883	287,063
Fairfield	6,966,033	460,062	7,426,095	0			7,426,095	-	7,426,095	0.001808	0.001921	13,426	-	13,426
Genola	47,706,142	4,636,707	52,342,849	495,634			52,342,849	495,634	52,838,483	0.000957	0.000953	50,092	472	50,564
Goshen	18,323,659	1,418,211	19,741,870	431,902			19,741,870	431,902	20,173,772	0.000981	0.000980	19,367	423	19,790
Highland	814,419,989	22,882,469	837,302,458	8,617,962			837,302,458	8,617,962	845,920,420	0.002004	0.001948	1,677,954	16,788	1,694,742
Jordan Valley Water	119,323,538	402,742	119,726,280	44,720			119,726,280	44,720	119,771,000	0.000424	0.000410	50,764	18	50,782
Lehi	2,413,402,390	31,424,870	2,444,827,260	528,788,745	(216,390,531)	(445,720,530)	2,228,436,729	83,068,215	2,311,504,944	0.002519	0.002370	5,613,432	196,872	5,810,304
Lehi Metro Water	2,413,402,390	31,424,870	2,444,827,260	528,788,745	(216,390,531)	(445,720,530)	2,228,436,729	83,068,215	2,311,504,944	0.000013	0.000012	28,979	997	29,966
Lindon City	823,692,882	13,488,692	837,181,574	104,281,386	(83,286,637)	(4,438,878)	758,894,937	99,842,508	853,737,445	0.002080	0.001873	1,568,101	187,005	1,755,106
Mapleton City	423,730,102	6,869,674	430,599,776	4,510,052			430,599,776	4,510,052	435,109,828	0.003570	0.003416	1,537,241	15,406	1,552,648
Nebo School District	4,854,324,598	339,750,228	5,194,074,826	382,348,954	(66,902,447)	(46,023,649)	5,127,172,379	336,325,305	5,463,497,684	0.009370	0.009173	48,041,605	3,085,112	51,126,717
North Fork Fire & Water	178,461,288	2,246,203	180,707,491	2,790,474			180,707,491	2,790,474	183,497,965	0.000992	0.000946	179,262	2,640	181,902
North Utah County Water	7,180,054,942	351,974,410	7,532,029,352	678,466,697	(330,069,665)	(463,835,296)	7,201,959,687	214,631,401	7,416,591,088	0.000028	0.000026	201,655	5,580	207,235
Orem	3,929,653,504	98,926,521	4,028,580,025	300,114,562	(391,466,190)	(51,308,685)	3,637,113,835	248,805,877	3,885,919,712	0.001879	0.001739	6,834,137	432,673	7,266,810
Orem Metro Water	3,929,653,504	98,926,521	4,028,580,025	300,114,562	(391,466,190)	(51,308,685)	3,637,113,835	248,805,877	3,885,919,712	0.000039	0.000036	141,847	8,957	150,804
Payson	630,362,605	9,174,522	639,537,127	44,854,939	(29,615,996)	(7,490,040)	609,921,131	37,364,899	647,286,030	0.001323	0.001272	806,926	47,528	854,454
Pleasant Grove	1,229,988,000	23,502,948	1,253,490,948	38,340,394	(14,479,878)		1,239,011,072	38,340,394	1,277,351,466	0.002256	0.002085	2,795,209	79,940	2,875,149
Provo City	3,935,558,952	87,893,378	4,023,452,330	263,576,184	(171,852,036)	(15,561,955)	3,851,600,292	248,014,229	4,099,614,521	0.002843	0.002394	10,950,100	593,746	11,543,846
Provo School District	3,935,558,952	87,856,256	4,023,415,208	263,576,184	(125,002,805)	(10,157,132)	3,898,412,403	253,419,052	4,151,831,455	0.007153	0.006706	27,885,344	1,699,428	29,584,772
Pole Canyon Local Dist	517,035	929,216	1,446,251	-			1,446,251	-	1,446,251	0.001641	0.000800	2,373	-	2,373
Salem City	281,863,007	5,194,961	287,057,968	10,028,097			287,057,968	10,028,097	297,086,065	0.002003	0.001336	574,977	13,398	588,375
Santaquin City	282,326,085	9,412,973	291,739,058	6,674,686			291,739,058	6,674,686	298,413,744	0.001830	0.001677	533,882	11,193	545,076
Saratoga Springs	719,352,229	12,448,008	731,800,237	12,733,764			731,800,237	12,733,764	744,534,001	0.003120	0.002744	2,283,217	34,941	2,318,158
Service Area #6	829,644,178	332,654,700	1,162,298,878	38,482,258			1,162,298,878	38,482,258	1,200,781,136	0.001372	0.001372	1,594,674	53,029	1,647,703
Service Area #7	667,359,946	39,052,555	706,412,501	31,122,038			706,412,501	31,122,038	737,534,539	0.000761	0.000670	537,580	20,852	558,432
Service Area #8	829,644,178	332,654,700	1,162,298,878	38,482,258			1,162,298,878	38,482,258	1,200,781,136	0.000548	0.000573	636,940	22,050	658,990
Service Area #9	161,358,732	293,445,645	454,804,377	7,331,965			454,804,377	7,331,965	462,136,342	0.000293	0.000300	133,258	2,200	135,457
Soldier Summit	925,500	156,500	1,082,000	28,255			1,082,000	28,255	1,110,255	0.003876	0.004476	4,194	126	4,320
South Valley Sewer Dist	119,299,838	388,259	119,688,097	43,010			119,688,097	43,010	119,731,107	0.000399	0.000372	47,756	16	47,772
Spanish Fork	1,266,315,297	16,998,811	1,283,314,108	132,009,391	(37,286,451)	(38,533,609)	1,246,027,657	93,475,782	1,339,503,439	0.001186	0.001134	1,477,789	106,002	1,583,790
Springville	1,249,961,563	29,561,424	1,279,522,987	153,357,756			1,279,522,987	153,357,756	1,432,880,743	0.002103	0.002213	2,690,837	339,381	3,030,218
Springville Drainage	292,013,878	994,338	293,008,216	20,559,794			293,008,216	20,559,794	313,568,010	0.000401	0.000435	117,496	8,944	126,440
Traverse Ridge	119,323,538	402,742	119,726,280	44,720			119,726,280	44,720	119,771,000	0.003803	0.003171	455,319	142	455,461
State Assess. & Collect.	22,293,794,999	980,260,833	23,274,055,832	1,767,953,468			23,274,055,832	1,767,953,468	25,042,009,300	0.000172	0.000162	4,003,138	286,408	4,289,546
Local Assess. & Collect.	22,293,794,999	980,260,833	23,274,055,832	1,767,953,468			23,274,055,832	1,767,953,468	25,042,009,300	0.000027	0.000024	628,400	42,431	670,830
Utah County	22,293,794,999	980,260,833	23,274,055,832	1,767,953,468	(1,172,968,240)	(582,425,234)	22,101,087,592	1,185,528,234	23,286,615,826	0.001098	0.001036	24,266,994	1,228,207	25,495,201
Utah County Jail Bond	22,293,794,999	980,260,833	23,274,055,832	1,767,953,468	(1,172,968,240)	(582,425,234)	22,101,087,592	1,185,528,234	23,286,615,826	0.000045	0.000072	994,549	85,358	1,079,907
Vineyard	84,392,315	192,287,005	276,679,320	14,912,616	(129,391,262)	(1,255,772)	147,288,058	13,656,844	160,944,902	0.002249	0.001815	331,251	24,787	356,038
Woodland Hills	86,232,074	706,896	86,938,970	638,139			86,938,970	638,139	87,577,109	0.005469	0.005213	475,469	3,327	478,796
American Fork RDA					99,199,259	18,114,766	99,199,259	18,114,766	117,314,025	0.013213	0.012405	1,310,720	239,350	1,550,070
American Fork Egg Farm										0.013213	0.012405	-	-	-
Lehi RDA					216,390,531	445,720,530	216,390,531	445,720,530	662,111,061	0.012951	0.012157	2,802,474	5,772,527	8,575,000
Lehi RDA (Micron)										0.012951	0.012157	-	-	-
Lindon Redevelopment				83,286,637	4,439,878		83,286,637	4,439,878	87,726,515	0.012471	0.011622	1,038,668	55,370	1,094,037
Orem RDA				237,289,212	30,785,211		237,289,212	30,785,211	268,074,423	0.012309	0.011524	2,920,793	378,935	3,299,728
Orem RDA (Additional)				154,176,978	20,523,474		154,176,978	20,523,474	174,700,452	0.003497	0.003304	539,157	71,771	610,927
Payson RDA										0.011974	0.011974	-	-	-
Payson RDA Bus Park				29,615,996	7,490,040		29,615,996	7,490,040	37,106,036	0.012272	0.011974	363,448	91,918	455,365
Pleasant Grove RDA				14,479,876			14,479,876		14,479,876	0.012675	0.011860	183,532		183,532
Provo RDA				125,002,805	10,157,132		125,002,805	10,157,132	135,159,937	0.011575	0.010629	1,446,907	117,569	1,564,476
Provo RDA (Additional)				46,849,233	5,404,823		46,849,233	5,404,823	52,254,056	0.004422	0.003923	207,167	23,900	231,067
Spanish Fork RDA				37,286,451	38,533,609		37,286,451	38,533,609	75,820,060	0.012135	0.011836	452,471	467,605	920,076
Vineyard RDA				129,391,262	1,255,772		129,391,262	1,255,772	130,647,034	0.012640	-	1,635,506	15,873	1,651,379
<b>TOTAL</b>	<b>172,116,313,905</b>	<b>8,020,447,165</b>	<b>180,136,761,070</b>	<b>13,984,015,434</b>	<b>(5,428,773,135)</b>	<b>(3,264,636,151)</b>	<b>174,707,987,935</b>	<b>10,719,379,283</b>	<b>185,427,367,218</b>			<b>297,296,276</b>	<b>21,717,191</b>	<b>319,013,467</b>

**UTAH COUNTY**  
STATEMENT OF TAXES LEVIED, COLLECTED, AND TREASURER'S RELIEF  
FOR THE YEAR ENDED DECEMBER 31, 2011

Taxing Unit	Treasurer's Relief			Total Relief	Current Year Taxes Collected	Collection Rate	Other Collections		Delinquent Collections		Total All Collections
	Unpaid Taxes	Abatements	Other				Motor Vehicles	Misc. Collections	Tax	Interest / Penalty	
Alpine City	93,827	2,500	(5,680)	90,647	1,083,138	92.28%	85,868	8,410	77,040	2,508	1,256,964
Alpine School District	9,310,710	531,155	250,211	10,092,076	112,011,172	91.73%	10,535,807	552,760	12,081,722	575,129	135,756,590
American Fork	250,763	23,040	(50,229)	223,574	3,611,168	94.17%	318,824	14,625	356,267	14,391	4,315,274
Benjamin Cemetery	653	90	11	754	8,357	91.72%	481	331	589	19	9,778
Cedar Fort Town	2,358	99	117	2,575	19,277	88.22%	2,896	465	1,183	54	23,874
Cedar Hills	41,838	5,951	601	48,390	1,056,859	95.62%	113,594	2,838	59,481	2,674	1,235,445
Central Utah Water	745,014	44,876	24,237	814,127	9,321,055	91.97%	896,214	69,230	917,312	42,383	11,246,194
Draper	19,963	1,913	(511)	21,365	262,228	92.47%	4,144	227	246,053	20,919	533,569
Eagle Mountain	86,998	4,851	213	92,062	990,018	91.49%	127,240	9,993	86,389	4,471	1,218,110
Elk Ridge	33,654	2,536	(1,264)	34,926	252,137	87.83%	28,877	19,012	48,766	2,832	351,625
Fairfield	737	225	4	965	12,461	92.81%	-	1,584	3,270	255	17,570
Genola	3,418	296	149	3,863	46,702	92.36%	5,939	975	3,289	163	57,067
Goshen	1,455	366	139	1,960	17,830	90.09%	4,533	179	921	28	23,490
Highland	131,092	7,634	(2,693)	136,034	1,558,708	91.97%	162,947	9,925	164,813	7,683	1,904,078
Jordan Valley Water	3,680	406	(108)	3,978	46,804	92.17%	999	63	52,365	4,594	104,824
Lehi	482,897	21,702	12,268	516,867	5,293,437	91.10%	535,430	28,833	538,483	23,390	6,419,573
Lehi Metro Water	2,492	112	48	2,652	27,315	91.15%	2,858	151	2,627	108	33,059
Lindon City	166,885	3,325	21,301	191,511	1,563,596	89.09%	118,167	6,722	155,669	7,542	1,851,696
Mapleton City	128,938	3,632	3,785	136,355	1,416,292	91.22%	133,565	15,475	159,220	6,928	1,731,481
Nebo School District	3,692,379	267,396	57,776	4,017,551	47,109,166	92.14%	4,696,931	751,565	4,245,490	200,693	57,003,845
North Fork Fire & Water	20,897	138	34	21,070	160,832	88.42%	883	82	17,492	409	179,698
North Utah County Water	15,319	891	4,671	20,881	186,354	89.92%	17,916	1,018	21,324	1,064	227,677
Orem	551,680	34,826	35,811	622,317	6,644,493	91.44%	655,919	16,900	537,168	25,336	7,879,817
Orem Metro Water	11,450	723	726	12,899	137,906	91.45%	13,720	351	11,151	528	163,656
Payson	53,316	6,286	2,392	61,994	792,460	92.74%	110,881	6,423	43,804	1,890	955,458
Pleasant Grove	194,218	14,692	5,671	214,581	2,660,568	92.54%	307,620	10,463	223,675	8,888	3,211,213
Provo City	733,750	40,122	(20,669)	753,203	10,790,642	93.48%	846,925	41,470	871,462	45,195	12,595,694
Provo School District	1,846,118	100,948	85,421	2,032,486	27,552,286	93.13%	2,313,938	108,417	2,284,594	118,068	32,377,303
Pole Canyon Local Dist	-	-	2	2	2,372	99.93%	-	1	735	4	3,112
Salem City	43,755	4,218	(3,577)	44,395	543,980	92.45%	50,204	2,169	40,425	1,744	638,522
Santaquin City	46,300	4,444	2,060	52,804	492,272	90.31%	59,477	15,505	102,894	4,093	674,241
Saratoga Springs	224,393	14,903	(510)	238,785	2,079,374	89.70%	190,534	19,443	350,654	15,137	2,655,141
Service Area #6	113,534	3,840	(2,134)	115,240	1,532,462	93.01%	12,555	33,467	130,580	4,773	1,713,838
Service Area #7	43,339	2,077	(4,627)	40,790	517,642	92.70%	6,314	8,408	54,556	1,813	588,733
Service Area #8	45,347	1,534	(72)	46,809	612,181	92.90%	5,265	13,441	54,661	1,935	687,482
Service Area #9	7,550	20	343	7,913	127,544	94.16%	57	3,902	4,574	245	136,322
Soldier Summit	120	-	13	133	4,187	96.91%	-	112	27	58	4,385
South Valley Sewer Dist	3,463	382	(102)	3,743	44,028	92.16%	924	57	45,701	3,896	94,606
Spanish Fork	91,490	8,815	905	101,209	1,482,581	93.61%	181,931	22,833	110,134	5,840	1,803,319
Springville	257,293	13,978	14,166	285,437	2,744,781	90.58%	271,893	18,902	230,301	10,641	3,276,518
Springville Drainage	12,711	325	1,495	14,531	111,908	88.51%	-	1,571	11,487	383	125,350
Traverse Ridge	33,009	3,645	(1,011)	35,644	419,817	92.17%	7,047	437	321,528	25,673	774,503
State Assess. & Collect.	293,905	17,703	19,736	331,344	3,958,202	92.28%	344,707	27,258	476,206	24,145	4,830,518
Local Assess. & Collect.	46,136	2,779	567	49,482	621,349	92.62%	54,111	4,084	74,754	3,790	758,088
Utah County	1,876,206	113,013	19,429	2,008,649	23,486,553	92.12%	2,263,724	194,773	2,271,346	1,769,392	29,985,787
Utah County Jail Bond	76,894	4,632	35,818	117,343	962,564	89.13%	92,775	7,802	93,086	72,515	1,228,743
Vineyard	21,677	-	2,606	24,283	331,755	93.18%	1,792	286	91,175	3,438	428,445
Woodland Hills	52,966	2,943	(771)	55,138	423,658	88.48%	31,449	26,269	35,799	1,168	518,344
American Fork RDA	29,390	-	220,498	249,888	1,300,182	83.88%	-	-	4,823	-	1,305,006
American Fork Egg Farm	-	-	-	-	-	-	-	-	-	-	-
Lehi RDA	56,508	-	322,192	378,700	8,196,300	95.58%	-	-	8,978	-	8,205,278
Lehi RDA (Micron)	-	-	-	-	-	-	-	-	-	-	-
Lindon Redevelopment	152,414	-	(44,231)	108,183	985,855	90.11%	-	-	99,713	-	1,085,568
Orem RDA	677,152	-	(413,522)	263,631	3,036,097	92.01%	-	-	99,532	-	3,135,630
Orem RDA (Additional)	-	-	48,963	48,963	561,964	91.99%	-	-	17,271	-	579,235
Payson RDA	53,318	-	-	53,318	-	0.00%	-	-	-	-	-
Payson RDA Bus Park	-	-	(24,293)	(24,293)	426,340	93.63%	-	-	27,791	-	454,131
Pleasant Grove RDA	117,394	-	(117,394)	-	183,532	100.00%	-	-	-	-	183,532
Provo RDA	271,267	-	(67,123)	204,144	1,360,332	86.95%	-	-	148,277	-	1,508,609
Provo RDA (Additional)	-	-	39,089	39,089	191,979	83.08%	-	-	18,430	-	210,409
Spanish Fork RDA	64,655	-	(31,507)	33,148	886,929	96.40%	-	-	51,133	-	938,062
Vineyard RDA	-	-	57,955	57,955	1,593,424	96.49%	-	-	-	-	1,593,424
<b>TOTAL</b>	<b>23,338,686</b>	<b>1,319,985</b>	<b>499,393</b>	<b>25,158,063</b>	<b>293,855,404</b>		<b>25,617,876</b>	<b>2,079,208</b>	<b>28,188,193</b>	<b>3,068,821</b>	<b>352,809,503</b>

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**STATISTICAL SECTION**

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**Utah County Government  
Net Assets by Component  
Last Nine Years  
(amounts expressed in thousands)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>Year 2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Governmental activities									
Invested in capital assets, net of related debt	\$ 86,642	\$ 93,970	\$ 82,939	\$ 90,253	\$ 105,233	\$ 119,433	\$ 142,039	\$ 177,039	\$ 207,283
Restricted	1,030	12,065	19,426	19,558	41,738	57,779	65,996	59,731	89,872
Unrestricted	62,687	56,792	70,162	74,919	55,411	42,505	39,507	44,299	23,636
Total governmental activities net assets	<u>\$ 150,359</u>	<u>\$ 162,827</u>	<u>\$ 172,527</u>	<u>\$ 184,730</u>	<u>\$ 202,382</u>	<u>\$ 219,717</u>	<u>\$ 247,542</u>	<u>\$ 281,069</u>	<u>\$ 320,791</u>
Business-type activities									
None									
Total business-type activities net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>				
Primary government									
Invested in capital assets, net of related debt	\$ 86,642	\$ 93,970	\$ 82,939	\$ 90,253	\$ 105,233	\$ 119,433	\$ 142,039	\$ 177,039	\$ 207,283
Restricted	1,030	12,065	19,426	19,558	41,738	57,779	65,996	59,731	89,872
Unrestricted	62,687	56,792	70,162	74,919	55,411	42,505	39,507	44,299	23,636
Total primary government net assets	<u>\$ 150,359</u>	<u>\$ 162,827</u>	<u>\$ 172,527</u>	<u>\$ 184,730</u>	<u>\$ 202,382</u>	<u>\$ 219,717</u>	<u>\$ 247,542</u>	<u>\$ 281,069</u>	<u>\$ 320,791</u>

**Utah County Government**  
**Changes in Net Assets**  
**Last Nine Years**  
(amounts expressed in thousands)

	<b>Year</b>								
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
<b>Expenses</b>									
Governmental activities:									
General government	\$ 22,147	\$ 17,625	\$ 27,603	\$ 22,530	\$ 28,738	\$ 34,435	\$ 32,490	\$ 26,063	\$ 22,277
Public safety	21,059	23,858	27,948	30,316	34,002	36,630	39,441	40,388	43,146
Public health	19,978	21,359	22,756	23,305	25,128	26,836	26,904	28,268	30,297
Highways and streets	4,383	4,330	4,859	5,134	5,566	6,158	5,942	4,738	10,168
Parks and recreation	3,667	3,544	3,860	4,763	7,240	6,048	5,690	5,319	3,185
Interest on long-term liabilities	2,895	2,775	2,197	3,009	2,314	1,960	4,435	11,379	11,398
Total governmental activities expenses	<u>74,129</u>	<u>73,491</u>	<u>89,223</u>	<u>89,057</u>	<u>102,988</u>	<u>112,067</u>	<u>114,902</u>	<u>116,155</u>	<u>120,471</u>
Business-type activities:									
None	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government expenses	<u>\$ 74,129</u>	<u>\$ 73,491</u>	<u>\$ 89,223</u>	<u>\$ 89,057</u>	<u>\$ 102,988</u>	<u>\$ 112,067</u>	<u>\$ 114,902</u>	<u>\$ 116,155</u>	<u>\$ 120,471</u>
<b>Program Revenues</b>									
Governmental activities:									
Charges for services:									
General government	\$ 9,430	\$ 10,306	\$ 13,846	\$ 13,958	\$ 16,065	\$ 20,346	\$ 20,275	\$ 10,791	\$ 15,887
Public safety	4,073	5,383	5,651	6,968	7,170	7,773	8,922	9,606	9,657
Public health	3,323	3,369	3,912	2,652	2,652	6,055	6,431	6,309	6,415
Highways and streets	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-	-
Interest on long-term liabilities	-	-	-	-	-	-	-	-	-
Operating grants and contributions	19,899	20,570	19,786	19,573	20,990	14,332	16,209	22,439	23,575
Capital grants and contributions	-	-	3,487	-	-	-	-	-	-
Total governmental activities program revenues	<u>36,725</u>	<u>39,628</u>	<u>46,682</u>	<u>43,151</u>	<u>46,877</u>	<u>48,506</u>	<u>51,837</u>	<u>49,145</u>	<u>55,534</u>
Total primary government program revenues	<u>\$ 36,725</u>	<u>\$ 39,628</u>	<u>\$ 46,682</u>	<u>\$ 43,151</u>	<u>\$ 46,877</u>	<u>\$ 48,506</u>	<u>\$ 51,837</u>	<u>\$ 49,145</u>	<u>\$ 55,534</u>

**Changes in Net Assets (continued)**

	<b>Year</b>								
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
Net (expense)/revenue									
Governmental activities	\$ (37,404)	\$ (33,863)	\$ (42,541)	\$ (45,906)	\$ (56,111)	\$ (63,561)	\$ (63,065)	\$ (67,010)	\$ (64,937)
Business-type activities	-	-	-	-	-	-	-	-	-
Total primary government net expense	<u>\$ (37,404)</u>	<u>\$ (33,863)</u>	<u>\$ (42,541)</u>	<u>\$ (45,906)</u>	<u>\$ (56,111)</u>	<u>\$ (63,561)</u>	<u>\$ (63,065)</u>	<u>\$ (67,010)</u>	<u>\$ (64,937)</u>
<b>General Revenues and Other Changes in Net Assets</b>									
Governmental activities:									
Taxes									
Property taxes	\$ 26,229	\$ 27,672	\$ 29,075	\$ 30,782	\$ 30,327	\$ 34,782	\$ 38,404	\$ 38,872	\$ 40,167
Sales taxes <sup>1</sup>	17,097	18,804	21,096	23,887	39,532	42,187	50,591	55,366	59,556
Investment earnings	748	688	1,650	3,307	3,567	2,492	1,228	1,810	765
Capital charges	-	-	-	-	-	-	-	-	-
(Loss)/Gain on Disposal or Impairment of Capital Assets	-	(980)	300	-	-	-	-	-	-
Miscellaneous <sup>1</sup>	383	148	122	135	337	1,434	667	4,488	4,171
Total governmental activities	<u>44,457</u>	<u>46,332</u>	<u>52,243</u>	<u>58,111</u>	<u>73,763</u>	<u>80,895</u>	<u>90,890</u>	<u>100,536</u>	<u>104,659</u>
Business-type activities:									
None	-	-	-	-	-	-	-	-	-
Total business-type activities	-	-	-	-	-	-	-	-	-
Total primary government	<u>\$ 44,457</u>	<u>\$ 46,332</u>	<u>\$ 52,243</u>	<u>\$ 58,111</u>	<u>\$ 73,763</u>	<u>\$ 80,895</u>	<u>\$ 90,890</u>	<u>\$ 100,536</u>	<u>\$ 104,659</u>
<b>Change in Net Assets</b>									
Governmental activities	\$ 7,053	\$ 12,469	\$ 9,702	\$ 12,205	\$ 17,652	\$ 17,334	\$ 27,825	\$ 33,526	\$ 39,722
Business-type activities <sup>2</sup>	-	-	-	-	-	-	-	-	-
Total primary government	<u>\$ 7,053</u>	<u>\$ 12,469</u>	<u>\$ 9,702</u>	<u>\$ 12,205</u>	<u>\$ 17,652</u>	<u>\$ 17,334</u>	<u>\$ 27,825</u>	<u>\$ 33,526</u>	<u>\$ 39,722</u>

<sup>1</sup>From 2004-2007, the short-term motor vehicle leasing sales tax was included in miscellaneous revenue on the Statement of Activities. This schedule has been updated to reflect the short-term motor vehicle sales tax in the sales tax category rather than the miscellaneous category.

<sup>2</sup>The County has no business-type activities.

**Utah County Government  
Governmental Activities Tax Revenues By Source  
Last Nine Years  
(amounts expressed in thousands)**

<u>Year</u>	<u>Property Tax</u>	<u>Option Sales Tax</u>	<u>Local Sales Tax</u>	<u>Hotel Sales Tax</u>	<u>Restaurant Sales Tax</u>	<u>Car Rental Sales Tax</u>	<u>Section 2216 Sales Tax (Public Transit)</u>	<u>Section 2218 Sales Tax (Roads)<sup>2</sup></u>	<u>Total</u>
2003	\$ 26,229	\$ 12,094	\$ 1,133	\$ 912	\$ 2,957				\$ 43,325
2004	27,672	13,224	1,147	919	3,183	\$ 331 <sup>1</sup>			46,476
2005	29,075	15,011	1,220	1,016	3,302	547			50,171
2006	30,782	17,796	1,280	1,191	2,962	657			54,668
2007	30,327	19,256	1,286	1,488	3,993	691	\$ 12,819 <sup>1</sup>		69,860
2008	34,782	18,108	897	2,143	4,381	640	16,017		76,968
2009	37,812	16,539	1,311	1,719	4,397	601	14,307	\$ 11,724 <sup>1</sup>	88,410
2010	38,872	17,027	1,766	1,705	4,515	649	14,681	\$ 11,361	90,576
2011	40,162	17,906	1,724	1,902	4,928	729	16,045	\$ 13,365	96,761

<sup>1</sup> First year of tax

<sup>2</sup> Per statute, 40% of the Part 19 sales tax collected is transferred to UDOT for deposit into the County of the Second Class State Highway Projects Fund and 20% of the Part 19 sales tax collected is transferred to UDOT for deposit into the Local Corridor Preservation Fund. The remaining 40% of the tax collected is transferred directly to Utah County. Even though only 40% of the tax collected is directly due to Utah County, the full amount of tax is included on this schedule.

**Utah County Government  
Governmental Activities Sales Tax Rates By Source  
Last Nine Fiscal Years**

<u>Year</u>	<u>Option Sales Tax</u>	<u>Local Sales Tax</u>	<u>Hotel Sales Tax</u>	<u>Restaurant Sales Tax</u>	<u>Car Rental Sales Tax</u>	<u>Section 2216 Sales Tax</u>	<u>Section 2218 Sales Tax</u>
2003	0.25%	1.00%	3.00%	1.00%	na	na	na
2004	0.25%	1.00%	3.00%	1.00%	7.00% <sup>3</sup>	na	na
2005	0.25%	1.00%	3.00%	0.90% <sup>4</sup>	7.00%	na	na
2006	0.25%	1.00%	3.00%	0.70% <sup>5</sup>	7.00%	na	na
2007	0.25%	1.00%	4.25% <sup>6</sup>	1.00% <sup>7</sup>	7.00%	0.25% <sup>8</sup>	na
2008	0.25%	1.00%	4.25%	1.00%	7.00%	0.30% <sup>9</sup>	na
2009	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25% <sup>10</sup>
2010	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%
2011	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%

<sup>3</sup> Tax enacted April 1, 2004.

<sup>4</sup> Tax change enacted January 1, 2005.

<sup>5</sup> Tax change enacted January 1, 2006.

<sup>6</sup> Supplemental tax of 1.25% enacted April 1, 2007.

<sup>7</sup> Tax change enacted January 1, 2007 to 0.65%. Tax change enacted April 1, 2007 to 1.00%.

<sup>8</sup> Tax enacted April 1, 2007. The results of an opinion question included on the ballot during the 2006 general election indicated that voters approved of this tax (69 percent for the tax and 31 percent against the tax).

<sup>9</sup> Tax change enacted January 1, 2008.

<sup>10</sup> Tax enacted January 1, 2009.

**Utah County Government**  
**Fund Balances of Governmental Funds**  
**Last Nine Years**  
**(amounts expressed in thousands)**

	<b>Year</b>								
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
General fund									
Assigned	\$ -	\$ 6,489	\$ 3,569	\$ -	\$ -	\$ 1,925	\$ 373	\$ 2,723	\$ 1,472
Unassigned	14,527	6,587	7,003	16,460	17,125	13,334	11,430	11,831	15,861
Total general fund	<u>\$ 14,527</u>	<u>\$ 13,076</u>	<u>\$ 10,572</u>	<u>\$ 16,460</u>	<u>\$ 17,125</u>	<u>\$ 15,259</u>	<u>\$ 11,803</u>	<u>\$ 14,554</u>	<u>\$ 17,333</u>
All other governmental funds									
Restricted for:									
Transient room tax	\$ 1,881	\$ 1,766	\$ 1,824	\$ 1,764	\$ 1,754	\$ 2,108	\$ 1,947	\$ 1,825	\$ 1,887
Assessing and collecting	-	-	6,489	5,002	2,946	3,668	7,152	6,509	5,271
Public transit tax	-	-	-	-	12,941	28,907	162,395	144,203	37,013
TRCC tax	4,438	5,726	7,132	7,529	7,362	3,906	5,043	7,435	8,392
Special service areas	2,880	2,373	2,495	2,610	3,002	3,547	5,459	7,260	7,874
Bond proceeds	3,457	1,851	-	-	-	-	-	38,789	35,316
Debt service	3,305	4,546	5,753	6,976	7,489	8,000	7,931	5,006	3,729
Other purposes	891	1,247	1,386	1,768	2,229	878	-	-	-
Committed for:									
Public health and welfare	9,400	10,043	11,023	10,830	10,560	7,051	5,284	4,960	5,455
Public safety	-	-	-	-	-	-	-	-	433
Capital projects	11,216	16,204	29,628	25,231	13,478	9,526	7,569	6,014	8,563
Debt service	-	-	2,585	6,551	9,246	9,265	9,258	9,585	9,580
Committed	-	-	-	-	-	-	-	-	-
Assigned	1,623	1,721	1,886	1,529	930	112	110	97	-
Unassigned	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 39,091</u>	<u>\$ 45,477</u>	<u>\$ 70,201</u>	<u>\$ 69,790</u>	<u>\$ 71,937</u>	<u>\$ 76,968</u>	<u>\$ 212,148</u>	<u>\$ 231,683</u>	<u>\$ 123,513</u>

**Utah County Government**  
**Changes in Fund Balances of Governmental Funds**  
**Last Nine Years**  
(amounts expressed in thousands)

	<b>Year</b>								
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
<b>Revenues</b>									
Taxes	\$ 43,324	\$ 46,145	\$ 49,623	\$ 54,012	\$ 69,168	\$ 76,969	\$ 88,996	\$ 97,280	\$ 99,723
Licenses and permits	96	97	101	101	99	101	293	346	296
Intergovernmental	22,608	22,480	24,243	23,703	24,714	25,861	29,587	26,190	30,565
Charges for services	12,967	15,689	16,776	16,740	19,114	19,137	19,104	19,579	21,747
Fines and forfeitures	1,055	1,377	2,076	2,606	2,937	3,056	2,853	3,030	3,230
Interest	748	688	1,650	3,307	3,580	2,499	1,228	1,786	767
Miscellaneous	383	465	669	792	1,028	1,778	666	1,469	3,865
Total revenues	<u>81,181</u>	<u>86,941</u>	<u>95,138</u>	<u>101,261</u>	<u>120,640</u>	<u>129,401</u>	<u>142,727</u>	<u>149,680</u>	<u>160,193</u>
<b>Expenditures</b>									
General government	31,995	23,486	25,918	36,946	41,938	41,482	59,364	81,985	57,133
Public safety	20,616	23,653	27,394	29,672	33,346	36,243	38,227	39,152	42,077
Public health	19,911	21,332	22,570	22,974	19,366	26,662	26,518	27,744	30,083
Highways and public improvements	4,340	4,447	4,863	4,997	11,232	6,205	5,741	4,410	115,119
Parks and recreation	3,427	3,627	3,609	4,481	6,972	10,615	5,382	5,012	2,879
Debt service									
Principal	2,664	3,219	3,329	4,372	4,957	5,108	5,280	9,277	9,327
Interest and fiscal charges	2,036	1,982	2,285	2,557	2,500	2,362	4,079	11,365	11,682
Total expenditures	<u>84,989</u>	<u>81,746</u>	<u>89,968</u>	<u>105,999</u>	<u>120,311</u>	<u>128,677</u>	<u>144,591</u>	<u>178,945</u>	<u>268,300</u>
Excess of revenues over (under) expenditures	(3,808)	5,195	5,170	(4,738)	329	724	(1,864)	(29,265)	(108,107)

**Changes in Fund Balances of Governmental Funds (continued)**

	<b>Year</b>								
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
<b>Other financing sources (uses)</b>									
Transfers in	11,046	14,312	18,842	18,155	15,668	19,999	18,823	29,086	25,549
Transfers out	(11,060)	(14,568)	(18,529)	(15,677)	(13,308)	(17,557)	(15,221)	(22,831)	(22,886)
Bonds issued	-	-	16,182	7,737	-	-	129,986	45,291	3,320
Refunding bonds issued	-	-	23,872	-	-	-	-	-	-
Payments for bond redemption	-	-	(23,615)	-	-	-	-	-	(3,370)
Bond premiums and discounts	-	-	-	-	-	-	-	-	106
Capital leases	-	-	-	-	123	-	-	-	-
Sale of capital assets	-	-	300	-	-	-	-	-	-
Total other financing sources (uses)	<u>(14)</u>	<u>(256)</u>	<u>17,052</u>	<u>10,215</u>	<u>2,483</u>	<u>2,442</u>	<u>133,588</u>	<u>51,546</u>	<u>2,719</u>
Net change in fund balances	<u>\$ (3,822)</u>	<u>\$ 4,939</u>	<u>\$ 22,222</u>	<u>\$ 5,477</u>	<u>\$ 2,812</u>	<u>\$ 3,166</u>	<u>\$ 131,724</u>	<u>\$ 22,281</u>	<u>\$ (105,388)</u>

**Utah County Government**  
**General Utah County Property Tax Information**  
**Last Ten Years**  
(amounts expressed in thousands)

Year	Real Property	Centrally Assessed Property	Personal Property	Less:		RDA Adjusted Taxable Value	Tax Rate	Total Taxes Charged	Total Taxes Collected	Collection Rate	
				Real & Centrally Assessed RDA Value	Less: Personal Property RDA Value						
2002	\$ 14,039,895	1	na	1,341,822	\$ (693,568)	(347,192)	\$ 14,340,957	0.000860	\$ 12,389	\$ 11,012	88.89%
2003	14,539,346	1	na	1,142,746	(671,951)	(205,555)	14,804,586	0.000862	12,760	11,719	91.84%
2004	15,362,730	1	na	1,099,699	(698,070)	(162,047)	15,602,312	0.000878	13,684	12,563	91.81%
2005	16,327,963	1	na	1,077,036	(724,142)	(129,650)	16,551,207	0.000866	14,345	13,124	91.49%
2006	18,898,271	1	na	1,119,024	(742,083)	(129,199)	19,146,013	0.000924	17,634	16,204	91.90%
2007	24,468,903	1	na	1,276,153	(994,764)	(135,278)	24,615,014	0.000745	18,542	16,586	89.45%
2008	25,679,425	\$ 892,257	2,443,057	(1,201,477)	(1,194,682)	26,618,580	0.000727	19,352	16,956	87.52%	
2009	24,645,814	939,209	2,123,419	(1,244,046)	(826,096)	25,638,300	0.000785	20,126	17,748	88.51%	
2010	23,454,923	974,728	1,963,760	(1,135,109)	(721,133)	24,537,169	0.001036	25,421	22,790	89.65%	
2011	22,293,795	980,261	1,767,953	(1,172,968)	(582,425)	23,286,616	0.001098	25,569	23,486	91.85%	

<sup>1</sup>Amount includes both real property and centrally assessed property.

**Utah County Government**  
**Property Tax Rate Information**  
Last Ten Years

Year	Utah County	State Assessing & Collecting	Local Assessing & Collecting	Jail Bond	Total Rate <sup>2</sup>	Service Area 6 <sup>3</sup>	Service Area 7 <sup>3</sup>	Service Area 8 <sup>3</sup>	Service Area 9 <sup>3</sup>
2002	0.000860	0.000177	0.000171	0.000174	0.001382	0.001084	0.000623	0.000599	0.000184
2003	0.000862	0.000181	0.000177	0.000191	0.001411	0.001110	0.000632	0.000608	0.000195
2004	0.000878	0.000180	0.000180	0.000187	0.001425	0.001078	0.000604	0.000581	0.000196
2005	0.000866	0.000173	0.000178	0.000174	0.001391	0.001091	0.000614	0.000591	0.000195
2006	0.000924	0.000139	0.000044	0.000155	0.001262	0.001072	0.000600	0.000577	0.000194
2007	0.000745	0.000121	0.000036	0.000098	0.001000	0.000962	0.000524	0.000504	0.000188
2008	0.000727	0.000121	0.000175	0.000082	0.001105	0.000982	0.000529	0.000508	0.000202
2009	0.000785	0.000142	0.000183	0.000093	0.001203	0.001400	0.000661	0.000559	0.000283
2010	0.001036	0.000162	0.000024	0.000072	0.001294	0.001378	0.000670	0.000573	0.000300
2011	0.001098	0.000172	0.000027	0.000045	0.001342	0.001372	0.000761	0.000548	0.000293

<sup>2</sup>Most residents of the County will pay the total rate.

<sup>3</sup>Only citizens who live in the unincorporated area of the County will pay the tax rates assessed in the service areas.

**Utah County Government**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Years**  
(amounts expressed in thousands, except per capita amount)

Year	Governmental Activities			Business-Type Activities <sup>1</sup>	Total Primary Government	Percentage of Personal Income <sup>2</sup>	Per Capita <sup>2</sup>
	General Obligation Bonds	Revenue Bonds	Lease Obligations				
2002	\$ 23,400	\$ 23,160	\$ 2,100		\$ 48,660	0.59%	\$ 122
2003	20,970	23,160	1,866		45,996	0.54%	112
2004	19,235	21,940	1,602		42,777	0.48%	99
2005	17,440	36,140	1,337		54,917	0.55%	121
2006	15,455	41,630	1,075		58,160	0.53%	121
2007	13,390	39,065	899		53,354	0.44%	104
2008	11,250	36,385	931		48,566	0.37%	92
2009	9,020	164,055	629		173,704	1.39%	319
2010	6,695	202,515	307		209,517	1.62%	406
2011	4,220	195,920	-		200,140	na	377

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> The county does not have any business-type activities.

<sup>2</sup> See the Schedule of Demographic and Economic Statistics on page 107 for personal income and population data.

**Utah County Government  
Legal Debt Margin Information  
Last Nine Years  
(amounts expressed in thousands)**

	Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 314,000	\$ 472,000	\$ 540,000	\$ 620,000	\$ 817,000	\$ 896,204	\$ 850,246	\$ 819,641	\$ 778,821
Total net debt applicable to limit	<u>17,665</u>	<u>14,689</u>	<u>11,687</u>	<u>8,479</u>	<u>5,901</u>	<u>3,250</u>	<u>1,089</u>	<u>1,689</u>	<u>491</u>
Legal debt margin	<u>\$ 296,335</u>	<u>\$ 457,311</u>	<u>\$ 528,313</u>	<u>\$ 611,521</u>	<u>\$ 811,099</u>	<u>\$ 892,954</u>	<u>\$ 849,157</u>	<u>\$ 817,952</u>	<u>\$ 778,330</u>
Total net debt applicable to the limit as a percentage of debt limit	5.63%	3.11%	2.16%	1.37%	0.72%	0.36%	0.13%	0.21%	0.06%

**Legal Debt Margin Calculation for 2011:**

Total fair market value	\$ 38,965,592
Debt limit (2% of total fair market value)	779,312
Debt applicable to limit:	
General obligation bonds	4,220
Less: Amount set aside for repayment of general obligation debt	<u>(3,729)</u>
Total net debt applicable to limit	<u>491</u>
Legal debt margin	<u>\$ 778,821</u>

**Utah County Government**  
**Ratios of General Bonded Outstanding Debt by Type**  
**Last Ten Years**  
(amounts expressed in thousands, except per capita amount)

<b>Year</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated RDA Adjusted Taxable Value<sup>1</sup></b>	<b>Per Capita<sup>2</sup></b>
2002	\$ 23,400	\$ 2,671	\$ 20,729	0.14%	\$ 52
2003	20,970	3,305	17,665	0.12%	43
2004	19,235	4,546	14,689	0.09%	34
2005	17,440	5,753	11,687	0.07%	26
2006	15,455	6,976	8,479	0.04%	18
2007	13,390	7,489	5,901	0.02%	12
2008	11,250	8,000	3,250	0.01%	6
2009	9,020	7,931	1,089	0.00%	2
2010	6,695	5,006	1,689	0.01%	3
2011	4,220	3,729	491	0.00%	1

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> See the General Utah County Property Tax Information on page 103 for property value data.

<sup>2</sup> See the Schedule of Demographic and Economic Statistics on page 107 for personal income and population data.

**Utah County Government  
Demographic and Economic Statistics  
Last Ten Years**

<b>Year</b>	<b>Population<sup>1</sup></b>	<b>Personal Income (amounts expressed in thousands)<sup>2</sup></b>	<b>Per Capita Personal Income<sup>2</sup></b>	<b>Median Age<sup>3</sup></b>	<b>School Enrollment<sup>4</sup></b>	<b>Unemployment Rate<sup>5</sup></b>
2002	397,269	\$8,197,981	\$20,640	25.1	85,414	5.8%
2003	409,465	\$8,528,563	\$20,998	25.0	88,121	5.3%
2004	434,114	\$8,999,688	\$21,622	25.4	91,071	4.8%
2005	454,694	\$10,048,232	\$23,330	25.1	92,788	4.0%
2006	482,291	\$11,055,927	\$24,662	24.2	94,938	2.9%
2007	512,902	\$12,252,051	\$26,092	24.3	98,336	2.5%
2008	529,755	\$13,173,054	\$27,015	24.5	102,103	3.4%
2009	545,307	\$12,495,514	\$24,753	24.6	105,874	7.3%
2010	516,564	\$12,946,888	\$24,906	24.6	108,556	7.9%
2011	530,499	na	na	na	111,736	6.5%

<sup>1</sup>U.S. Census Bureau, Population Division, Table 1. Annual Estimates of the Resident Population for Counties of Utah: April 1, 2010 to July 1, 2011 (CO-EST2011-01-49). Most recent estimate released April 2012.

<sup>2</sup> U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System, Table CA1-3, April 2012.  
Estimates are in current dollars (not adjusted for inflation). Per Capital estimates reflect population estimates available as of April 2012.  
Last updated April 25, 2012. Retrieved June 19, 2012.

<sup>3</sup>U.S. Census Bureau, 2010 Census.

<sup>4</sup> Utah State Office of Education, School Finance & Statistics (as of fall enrollment for each year). District enrollment only for Kindergarten-Grade 12.  
Retrieved June 19, 2012.

<sup>5</sup> Utah Department of Workforce Services. Annual average unemployment rate, seasonally adjusted. Retrieved June 19, 2012.

**Utah County Government  
Principal Employers  
Current Year**

<b>Employer</b>	<b>Industry</b>	<b>Employees</b>
Brigham Young University	Higher Education (Private)	15,000-19,999
Alpine School District	Public Education	5,000-6,999
Utah Valley Regional Medical Center	Healthcare	4,000-4,999
Nebo School District	Public Education	3,000-3,999
Utah Valley University	Higher Education (Public)	3,000-3,999
State of Utah	State Government	3,000-3,999
Wal-Mart	Warehouse Clubs & Supercenters	2,000-2,999
Utah Office Supply	Office Supplies	1,000-1,999
Provo City School District	Public Education	1,000-1,999
IM Flash Technologies	Electronic Product Manufacturing	1,000-1,999

Source: Utah Department of Workforce Services, Workforce Research and Analysis. Last updated September 2011.

Retrieved June 19, 2012.

**UTAH COUNTY**

**COMMUNICATION WITH THOSE CHARGED WITH  
GOVERNANCE**

**DECEMBER 31, 2011**



**GILBERT & STEWART**  
CERTIFIED PUBLIC ACCOUNTANTS  
A PROFESSIONAL CORPORATION  
ESTABLISHED 1974

RANDEL A HEATON, CPA  
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June 21, 2012

Utah County Commission  
Utah County  
Provo, UT

We have audited the financial statements of Utah County, as of and for the year ended December 31, 2011. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and Government Auditing Standards, as well as certain information related to the planned scope and timing of or audit. We have communicated such information in our letter to you dated May 5, 2012. Professional standards also require that we communicate to you the following information related to our audit.

### Significant Audit Findings

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Utah County are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2011. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Management's estimate of the capital assets' useful life is based on the historical life of similar assets. We evaluated the key factor and assumptions used to develop the capital assets' useful life in determining that it is reasonable in relation to the financial statements taken as a whole.

### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. No misstatements were noted during our audit that needed to be corrected.

### *Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated June 21, 2012.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

## Utah State Compliance Findings – Current Year

### 11-01 General Compliance – Justice Courts

**Finding:** Utah State law requires a Justice Court to file reports and submit payment to the State Treasurer by the 10<sup>th</sup> of each month. During the year the County Justice Court was generally in compliance with these provisions. However, one month the report and payment was over 30 days late.

**Recommendation:** We recommend that the County continue to improve processes and procedures to ensure compliance with these provisions.

**County's Response:** We concur with the finding and recommendation. Processes are in place to ensure that reports and payments will be submitted on time.

## Utah State Compliance Findings – Prior Year

### 10-01 General Compliance – Cash Management

**Finding:** Utah State law requires a public treasurer's fidelity bond to be secured in a specified amount as prescribed by the Utah Money Management Act. Because of a significant increase in budgeted revenues the County did not maintain the bond at the required level during the year.

**Recommendation:** We recommend that the County increase the bond to the required level as required.

**County's Response:** We spoke with our insurance provider who indicated that the bond amount was verified by the State and was at the required level. However, we concur with the finding and are in the process of increasing the bond to the required level.

**Current Status:** The County is now in compliance.

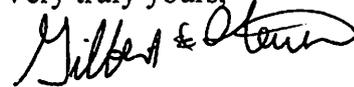
During our audit we also note items of improvement to internal controls and processes that will improve financial reporting and the control structure. Below are these items for your consideration.

1. We noted that manual overrides are periodically used during the payroll processing function. These overrides are sometimes required to make certain changes during the process. We noted however that the current system does not provide a log or other tracking mechanism to provide accountability and control over these overrides. We recommend that the system be modified to provide for logs and tracking to provide control over this function.

2. We recommend that the County consider having each employee enter their time directly into the time entry system avoiding the manual re-keying process. The supervisor would then review, print and approve these entries but would not actually be required to re-enter the amounts.
3. In connection with management of Federal programs; We noted instances where grant reports were submitted to the grantee with incorrect amounts. In most of these instances the reports were submitted with zero expenditures even though the County had expenditures during the reporting period. We recommend reminding employees who manage grants that grant reports submitted to the grantee should match the expenses recorded in the general ledger system during the reporting period. Improvement was made during the year but we noted the problem still exists in the County Attorney's Office with untimely draw downs and reports not tying to actual expenditures for the period being reported on.

This information is intended solely for the use of management of Utah County, the County Commission, and the Utah State Auditor and is not intended and should not be used by anyone other than these specified parties.

Very truly yours,



GILBERT & STEWART

*Certified Public Accountants*

**UTAH COUNTY**

**SINGLE AUDIT AND STATE OF UTAH  
LEGAL COMPLIANCE REPORTS**

**YEAR ENDED DECEMBER 31, 2011**

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**UTAH COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

<u>Federal Grantor/Pass Through Grantor Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Thru Grantor's Number</u>	<u>Expenditures</u>
<b><u>Corporation for National Service</u></b>			
Foster Grandparent Program	94.011		\$ 266,860
Senior Companion Program	94.016		227,941
Total Corporation for National Service			<u>494,801</u>
<b><u>U.S. Department of Agriculture</u></b>			
ARRA - Capital Improvement and Maintenance Passed Through Utah Department of Health	10.687		652,438
Special Supplemental Nutrition Program for Women, Infants, and Children-Client Services	10.557	11-1225	861,109
Special Supplemental Nutrition Program for Women, Infants, and Children-Client Services	10.557	12-0714	283,345
Special Supplemental Nutrition Program for Women, Infants, and Children-Breast Feeding	10.557	12-0714	40,253
Special Supplemental Nutrition Program for Women, Infants, and Children-Breast Feeding	10.557	11-1225	172,221
Special Supplemental Nutrition Program for Women, Infants, and Children-Nutrition	10.557	11-1225	217,989
Special Supplemental Nutrition Program for Women, Infants, and Children-Nutrition	10.557	12-0714	71,662
Special Supplemental Nutrition Program for Women, Infants, and Children-Food (Commodities)	10.557		7,417,804
Special Supplemental Nutrition Program for Women, Infants, and Children-Administration	10.557	11-1225	208,192
Special Supplemental Nutrition Program for Women, Infants, and Children-Administration	10.557	12-0714	16,648
Special Supplemental Nutrition Program for Women, Infants, and Children - Peer Counseling	10.557	11-1225	105,021
Special Supplemental Nutrition Program for Women, Infants, and Children - Peer Counseling	10.557	10-0714	38,146
Special Supplemental Nutrition Program for Women, Infants, and Children - Orem Clinic Relocation	10.557		8,645
Summer Food Service Program for Children	10.559	12-0225	800
Total U.S. Department of Agriculture			<u>10,094,273</u>
<b><u>U.S. Department of Transportation</u></b>			
Passed Through State Department of Public Safety			
State & Community Highway Safety	20.600	CP11-02-07	41,651
State & Community Highway Safety	20.600	CP12-02-07	9,456
Total U.S. Department of Transportation			<u>51,107</u>

**UTAH COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

Federal Grantor/Pass Through Grantor Program Title	CFDA Number	Grantor's Number	Expenditures
<b><u>U.S. Department of Health and Human Services</u></b>			
Drug-Free Communities and Support	93.276		103,537
Passed Through Utah Department of Human Services			
Block Grants for Prevention & Treatment of Substance Abuse - CTC	93.959	09-2034	37,701
Block Grants for Prevention & Treatment of Substance Abuse - Drug Courts	93.959	09-0591	247,309
Block Grants for Prevention and Treatment of Substance Abuse	93.959	09-2480	1,821,873
Substance Abuse and Mental Health Services - Access to Recovery	93.275	11-2120	291,120
Child Abuse & Neglect State Grants	93.669	12-1254	43,445
Child Abuse Prevention	93.590	11-1396	41,051
Substance Abuse - Significant Projects	93.243	10-1321	187,392
Passed Through Utah Department of Health			
Emergency System for Advance Registration of Volunteering Professionals	93.089		2,500
Passed Through Wasatch County Health Department			
Bioterrorism Hospital Preparedness	93.889		100
Passed Through Bear River District			
Bioterrorism Hospital Preparedness	93.889		500
Affordable Care Act Abstinence Education Program	93.235	11-0561	306
Affordable Care Act Abstinence Education Program	93.235	12-0286	30,000
Centers for Disease Control & Prevention - Investigations and Technical Assistance	93.283	12-0126	179,785
Centers for Disease Control & Prevention - Investigations and Technical Assistance	93.283	10-2536	141,780
Cooperative Agreements for State-Based Diabetes Control Programs & Evaluation of Surveillance Systems	93.988	10-2536	17,000
Maternal and Child Health Services Block Grants to States	93.994	12-0126	17,213
Maternal and Child Health Services Block Grants to States	93.994	11-0561	43,583
Maternal and Child Health Services Block Grants to States	93.994	10-2536	14,757
Maternal and Child Health Services Block Grants to States	93.994	12-0285	73,732
Preventive Health & Health Services Block Grant	93.991	12-0126	61,078
Preventive Health & Health Services Block Grant	93.991	10-2536	52,995
Immunization Grant	93.268	11-1957	114,875
Bioterrorism Hospital Preparedness	93.889	11-1160	74,072
Bioterrorism Hospital Preparedness	93.889	12-0842	47,017
Medical Assistance Program	93.778	11-1102	23,814
Medical Assistance Program	93.778	12-0726	21,475
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	11-1957	4,400
Project Grants & Cooperative Agreements for Tuberculosis Control Programs	93.116	11-1957	9,855
Project Grants & Cooperative Agreements for HIV Prevention Activities - Health Department Based	93.940	11-1957	10,500
Public Health Emergency Preparedness	93.069	11-1165	325,106
Public Health Emergency Preparedness	93.069	10-1414	178,322
Public Health Emergency Preparedness	93.069	12-0797	204,720
Public Health Emergency Preparedness	93.069	10-1263	246,980

**UTAH COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

<u>Federal Grantor/Pass Through Grantor Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Thru Grantor's Number</u>	<u>Expenditures</u>
<b><u>U.S. Dept. of Health and Human Services (Continued)</u></b>			
<b>Passed Through Utah Department of Health (Continued)</b>			
<b>Affordable Care Act: Building Epidemiology</b>			
Laboratory, Etc Cooperative Agreements	93.521	11-1727	10,360
Public Health Emergency Response -Asthma	93.070	12-0126	5,443
Public Health Emergency Response -Asthma	93.070	10-2536	5,306
<b>Passed Through Mountainland Assoc. of Government</b>			
Social Services Block Grant	93.667		14,550
Social Services Block Grant	93.667		10,000
<b>Passed through National Association of County and City Health Officials</b>			
Medical Reserve Corp. Small Grant	93.008	MRC-11 200	5,000
Medical Reserve Corps	93.008	2010-051009	14,875
<b>Passed through Utah State University</b>			
Temporary Assitance for Needy Families	93.558		3,744
Total US Dept. of Health & Human Services			<u>4,739,171</u>
<b><u>U.S. Department of Justice</u></b>			
ARRA - Public Safety Partnership & Community Policing	16.710		18,702
Coverdell Forensics Sciences	16.742		22,429
ARRA - Byrne Memorial Justice Assistance	16.804		15,764
State Criminal Alien Assistance	16.606		138,639
Bulletproof Vest Partnership Program	16.607		2,713
<b>Passed Through State Comm. on Criminal &amp; Juv. Justice</b>			
ARRA - Crime Victim Assistance - VOCA	16.801	10-Vrec-06	9,588
Crime Victim Assistance - VOCA	16.575	09-Voca-68	22,863
Crime Victim Assistance - VOCA	16.575	10-Voca-69	19,666
Crime Victim Assistance - VOCA	16.575	10-Voca-68	27,856
Crime Victim Assistance - VOCA	16.575	09-Voca-67	30,590
Crime Victim Assistance - Treatment	16.575	09-Voca-66	41,376
Crime Victim Assistance - Treatment	16.575	10-Voca-67	47,399
Crime Victim Assistance - Victim/Witness Coordinator	16.575	09-Voca-65	20,933
Crime Victim Assistance - Victim/Witness Coordinator	16.575	10-Voca-66	15,729
Residential Substance Abuse Treament For State Prisoners	16.593	10R04	105,166
Byrne Memorial Justice Assistance	16.738	9A99	7,195
Byrne Memorial Justice Assistance	16.738	8A59	7,840
ARRA - Violence Against Women Formula Grant	16.588	09-WREC-10	72,363
ARRA - Violence Against Women Formula Grant	16.588	09-WREC 22	7,639
<b>Passed Through Utah Chapter of the National Children's Alliance</b>			
National Children's Alliance Missing Children's Asistance	16.543	8-Prov-UT-SA11	10,000
ARRA - Byrne Memorial Justice Assistance	16.803	9AR-74	41,198
ARRA - Byrne Memorial Justice Assistance	16.803	9AR-86	2,114
<b>Passed Through Utah Office of the Attorney General</b>			
ARRA-Internet Crimes Against Children	16.800	2009-SN-B9-K045	21,689
ARRA-Violence Against Women Formula Grant	16.588	10-VAWA-40	22,011
Total U.S. Department of Justice			<u>731,462</u>
<b><u>Environmental Protection Agency</u></b>			
<b>Passed Through Utah Dept. of Environmental Quality</b>			
<b>Capitalization Grants for Drinking Water State Revolving Funds</b>			
	66.468	11-0080	9,600
Performance Partnership Grants	66.605	11-0080	9,144
Total Environmental Protection Agency			<u>18,744</u>

**UTAH COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

<u>Federal Grantor/Pass Through Grantor Program Title</u>	<u>CFDA Number</u>	<u>Grantor's Number</u>	<u>Expenditures</u>
<b><u>U.S. Department of Homeland Security</u></b>			
Disaster Grants- Public Assistance	97.036		46,177
Passed Through State Division of Homeland Security			
Emergency Management Performance Grants	97.042	EMPG-2011-DBM-025	65,000
Chemical Stockpile Emergency Preparedness Program	97.040	HLS-CSEPP-2009-003	2,504
Chemical Stockpile Emergency Preparedness Program	97.040	HLS-CSEPP-2010-003	11,552
Chemical Stockpile Emergency Preparedness Program	97.040	HLS-CSEPP-2010-003	169,046
Interoperable Emergency Communications	97.055	2010-HLS-IECGP-006	14,890
Homeland Security Grant Program	97.067	DES-2008-SHSP-002	60
Homeland Security Grant Program	97.067	DES-2009-SHSP-002	98,257
Homeland Security Grant Program	97.067	DES-2010-SHSP-002	132,227
Homeland Security Grant Program	97.067		69,593
Homeland Security Grant Program	97.067	HLS-2008-CCP-007	2,906
Homeland Security Grant Program	97.067	PILAR-2009-CCP-002	6,803
Homeland Security Grant Program	97.067	DEM-2010-CCP-002	2,000
Passed Through Salt Lake Valley MMRS			
Homeland Security Grant Program	97.067		9,553
Total U.S. Department of Homeland Security			<u>630,568</u>
 <b><u>U.S. Department of Housing &amp; Urban Development</u></b>			
Community Development Block Grant	14.218		<u>148,482</u>
 <b><u>U.S. Department of Interior</u></b>			
Mineral Leasing Act	15.437		<u>80,000</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b><u>\$ 16,988,608</u></b>

**UTAH COUNTY**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Expenditures of Federal Awards is a summary of activities related to the County expenditure of Federal awards. The schedule has been prepared on the same basis of accounting as the financial statements. Most of the awards are reimbursement based. Therefore, as expenditures of Federal funds are made, revenue is recognized.

**NOTE B - ACCOUNTS RECEIVABLE**

The financial statements include accounts receivable from Federal programs. These receivables are recorded according to the same basis of accounting as the financial statements. The receivables reflect Federal awards that have been expended by yearend and not yet reimbursed.



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**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***

Utah County  
Provo, Utah

June 21, 2012

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County as of and for the year ended December 31, 2011, which collectively comprise Utah County's basic financial statements and have issued our report thereon date June 21, 2012. We conducted our audit in accordance with 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.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Utah County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Utah County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Utah County's internal control over financial reporting.

*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 entity's financial statements will not be prevented, or detected and corrected on a timely basis.

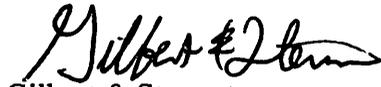
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Utah County's financial statements are free of 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 determination of financial statement amounts. 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*.

We also noted certain other matters that we reported to management of Utah County in a separate letter dated June 21, 2012.

This report is intended solely for the information and use of management, others within the entity, Utah State Auditor, and Federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Gilbert & Stewart

*Certified Public Accountants*



## GILBERT & STEWART

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### INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Utah County  
Provo, Utah

June 21, 2012

#### Compliance

We have audited Utah County's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Utah County's major federal programs for the year ended December 31, 2011. Utah County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Utah County's management. Our responsibility is to express an opinion on Utah County's compliance based on our audit.

We conducted our audit of compliance 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 OMB Circular A-133. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Utah County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Utah County's compliance with those requirements.

In our opinion, Utah County has complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

#### Internal Control Over Compliance

Management of Utah County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Utah County's internal

control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Utah County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

#### **Schedule of Expenditures of Federal Awards**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County as of and for the year ended December 31, 2011 and have issued our report thereon dated June 21, 2012. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Utah County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management, others within the entity, Utah State Auditor, and Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

  
Gilbert & Stewart  
*Certified Public Accountants*

**UTAH COUNTY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2011**

**A. SUMMARY OF AUDITOR'S RESULTS**

1. The auditor's report expresses an unqualified opinion on the financial statements of Utah County.
2. No significant deficiencies in internal control were disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Utah County, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs were disclosed.
5. The auditor's report on compliance for the major Federal award programs for Utah County expresses an unqualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in Part C of this schedule.
7. The programs tested as a major program included: WIC 10.557; Block Grants for Prevention and Treatment of Substance Abuse 93.959; Capital Improvements and Maintenance – ARRA 10.687; and Public Health Emergency Preparedness 93.069.
8. The threshold for distinguishing between Type A and B programs was \$509,658.
9. Utah County was determined to be a low-risk auditee.

**B. FINDINGS - FINANCIAL STATEMENTS AUDIT**

None

**C. FINDINGS AND QUESTIONED COSTS - MAJOR AWARD PROGRAMS**

None

**D. PRIOR YEAR FINDINGS AND QUESTIONED COSTS - MAJOR AWARD PROGRAMS**

None



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
 IN ACCORDANCE WITH THE  
 STATE OF UTAH LEGAL COMPLIANCE AUDIT GUIDE**

June 21, 2012

Provo, Utah

We have audited Utah County's compliance with general and major state program compliance requirements described in the *State of Utah Legal Compliance Audit Guide* for the year ended December 31, 2012. The general compliance requirements applicable to the County are identified as follows:

- |  |  |
|--|--|
| Public Debt                                  | Asset Forfeiture                                     |
| Cash Management                              | Uniform Building Code Standard                       |
| Purchasing Requirements                      | Statement of Taxes Charged, Collected, and Disbursed |
| Budgetary Compliance                         | Assessing and Collecting Property Taxes              |
| Truth in Taxation & Property Tax Limitations | Other General Compliance Requirements                |
| Liquor Law Enforcement                       | Impact Fees  |
| Justice Courts                               | Transient Room Tax                                   |
| B & C Road Funds                             | URS Compliance                                       |
|  | Fund Balance   |

The County received the following major assistance programs from the State of Utah:

- B Road Funds (Department of Transportation)
- Substance Abuse – State Treatment (Department of Human Service)
- Liquor Law Enforcement (State Tax Commission)
- Women & Children Grant (Department of Human Services)

Compliance with the requirements referred to above is the responsibility of the Utah County's management. Our responsibility is to express an opinion on compliance with those requirements 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 of Utah Legal Compliance Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above could have a material effect on the major assistance programs or general compliance requirements identified above. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, Utah County complied, in all material respects, with the general compliance requirements identified above and the compliance requirements that are applicable to each of its major state programs for the year ended December 31, 2011. However, the results of our auditing procedures disclosed other instances of noncompliance with those requirements, which are required to be reported in accordance with the *State of Utah legal Compliance Audit Guide* and which are described in our letter to management dated June 21, 2012 as items 2011-1.

The county's response to the findings identified in our audit is described in the accompanying letter to management. We did not audit the county's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the management of Utah County and the Office of the Utah State Auditor, and is not intended to be and should not be used by anyone other than these specified parties. However, the report is a matter of public record and its distribution is not limited

  
GILBERT & STEWART  
*Certified Public Accountants*