

UTAH COUNTY, UTAH

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2015



Published: June 27, 2016

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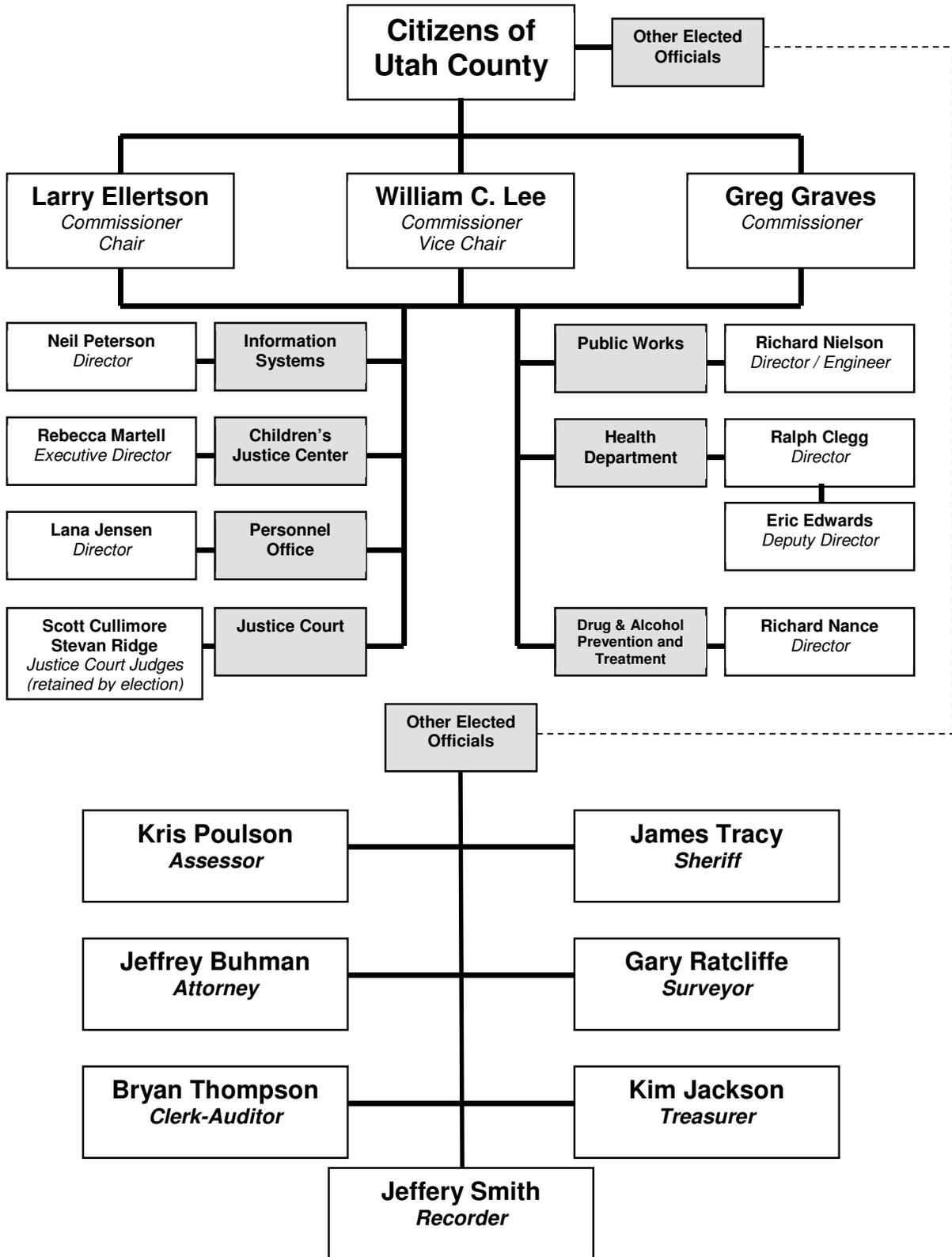
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UTAH COUNTY ORGANIZATIONAL CHART

As of December 31, 2015



FINANCIAL SECTION



GILBERT & STEWART
CERTIFIED PUBLIC ACCOUNTANTS
A PROFESSIONAL CORPORATION
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INDEPENDENT AUDITOR'S REPORT

To Honorable Board of County Commissioners
Utah County
Provo, Utah

Report on the Financial Statements

We have audited the accompanying 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, Utah, (the County) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions 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 or North Fork Special Service District, which are shown as discretely presented 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, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County, Utah, as of December 31, 2015 and the respective changes in financial position, and, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 13 to the financial statements, in 2015, the County adopted Government Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—An Amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-12 and 65-67, and the County's Road System Ratings and OPEB Schedule of Funding Progress and Pension Disclosures on pages 63-64 and 68-70 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory 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 them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2016, on our consideration of Utah County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Utah County's internal control over financial reporting and compliance.

Gilbert & Stewart

GILBERT & STEWART, CPA, PC

Provo, Utah 84601

June 27, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Utah County, Utah
Management's Discussion and Analysis
December 31, 2015**

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, 2015.

Financial Highlights

- At the close of the most recent fiscal year, the assets and deferred outflows of the County exceeded its liabilities by \$322,907,184 (net position). Of this amount, \$53,710,993 represents unrestricted net position, which may be used to meet the County's ongoing obligations to citizens and creditors. The County's total net position increased by \$21,311,800.
- At the close of the current fiscal year, the County's governmental funds reported combined fund balances of \$131,156,467, an increase of \$1,814,790 in comparison with the prior year. Approximately 12 percent of this amount (\$16,322,872) is available for spending at the County's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the general fund was \$23,897,003, or approximately 35 percent of total general fund expenditures.
- The County's total outstanding long-term debt decreased by \$13,390,000 during the current fiscal year due to:
 - Paid scheduled principal debt payments of \$9,090,000.
 - Called Series 2005 Sales Tax and Refunding Bonds and paid outstanding principal balance of \$4,300,000.

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 consist 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 intended to furnish additional detail to support the basic financial statements.

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 Position presents financial information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position 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 position.
- The Statement of Activities presents information showing how the County's net position changed during the fiscal year being reported. All changes in net position 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 for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

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 and welfare, roads and public improvements, 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 are 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 Special Service District, Utah Valley Road 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, Transportation Projects 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 reported 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 necessary to acquire 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 required supplementary information concerning the County's rating system for its roads, various budgetary schedules, funding progress for the County's post-employment benefits plan, and various pension-related schedules.

The combining statements for non-major governmental funds and internal service funds are presented in the Supplementary Information section.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of the County's financial position. The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$322,907,184 at the close of the most recent fiscal year.

The largest portion of the County's net position (\$197,175,004 or 61 percent) reflects its investment in capital assets (e.g. land, rights of way, buildings, and equipment), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to its citizens. Accordingly, 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 position (\$72,021,187 or 22 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$53,710,993 is unrestricted and may be used to meet the County's ongoing obligations to its citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all reported categories of net position. The same situation held true for the prior fiscal year.

The County's overall net position increased by \$21,311,800 (7 percent) from the prior fiscal year. The reasons for this overall increase are discussed in the following section.

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Utah County's Net Position

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Current assets	\$164,226,283	\$161,244,643	\$ 0	\$ 0	\$164,226,283	\$161,244,643
Capital assets	413,137,851	412,793,506	0	0	413,137,851	412,793,506
Other noncurrent assets	31,623	0	0	0	31,623	0
Total assets	577,395,757	574,038,149	0	0	577,395,757	574,038,149
Total deferred outflows of resources	11,348,840	364,708	0	0	11,348,840	364,708
Current liabilities	22,203,421	23,493,926			22,203,421	23,493,926
Noncurrent liabilities	240,759,882	230,967,550	0	0	240,759,882	230,967,550
Total liabilities	262,963,303	254,461,476	0	0	262,963,303	254,461,476
Total deferred inflows of resources	2,874,110	0	0	0	2,874,110	0
Net position:						
Net investment in capital assets	197,175,004	192,534,460	0	0	197,175,004	192,534,460
Restricted	72,021,187	75,917,785	0	0	72,021,187	75,917,785
Unrestricted	53,710,993	51,489,136	0	0	53,710,993	51,489,136
Total net position	\$322,907,184	\$319,941,381	\$ 0	\$ 0	\$322,907,184	\$319,941,381

Governmental activities. As the County has no business-type activities, the overall increase of the County's net position by \$21,311,800 is solely attributed to governmental activities. Key elements of this increase are as follows:

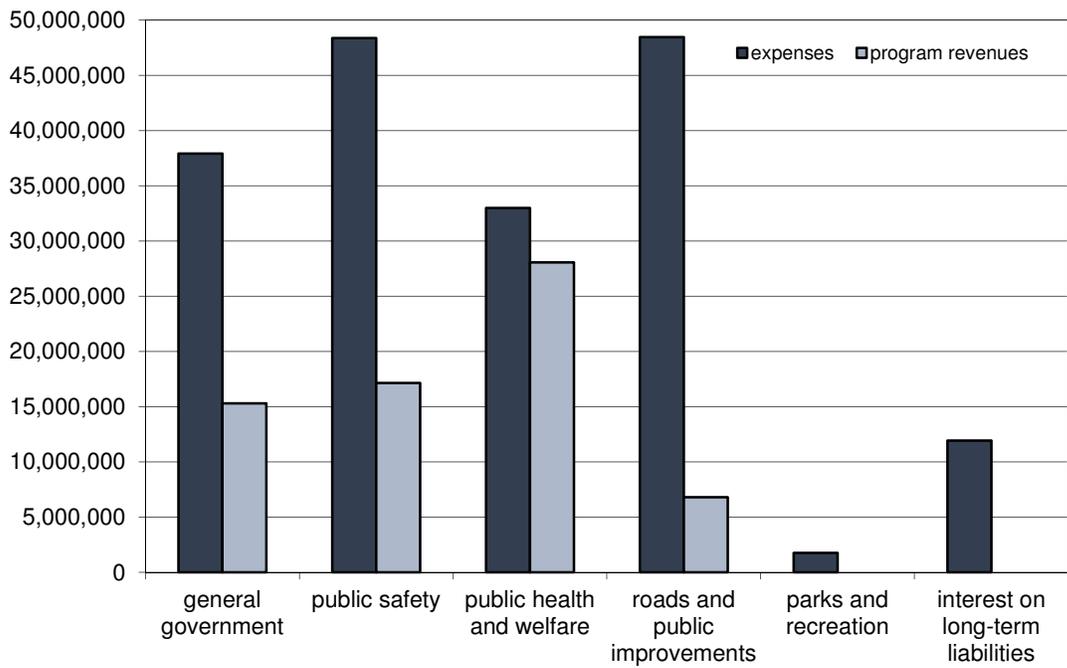
- Sales tax revenues collected were more than what was budgeted. The additional sales tax revenues were unspent, which increased the County's net position. The County generally forecasts its revenue with minimal increases so additional revenue that may be generated remains unspent and is, therefore, available for future spending. This practice allows the County to be fiscally prepared in case of an economic downturn.
- Purchase of Bridal Veil Falls in Provo Canyon.

Utah County's Changes in Net Position

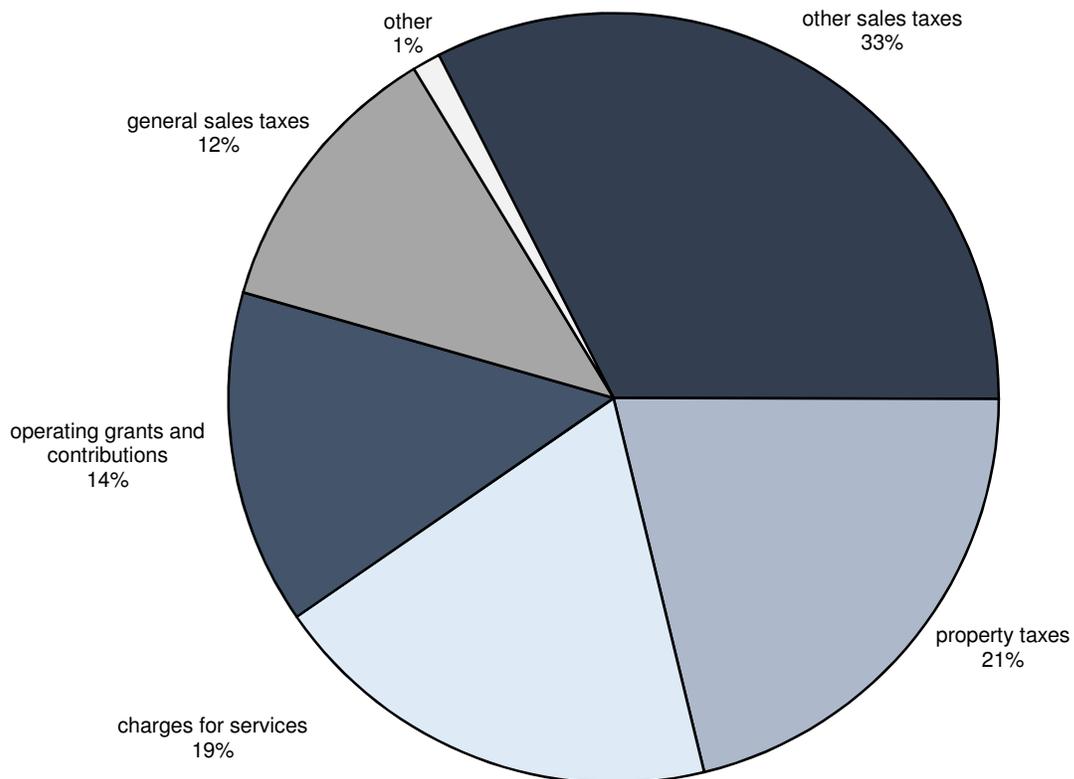
	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$38,832,340	\$37,225,856	\$ 0	\$ 0	\$38,832,340	\$37,225,856
Operating grants and contributions	28,501,325	30,521,356	0	0	28,501,325	30,521,356
Capital grants and contributions	0	0	0	0	0	0
General revenues:						
Property taxes	42,948,851	40,609,534	0	0	42,948,851	40,609,534
Other taxes	90,066,841	84,808,082	0	0	90,066,841	84,808,082
Other	2,382,557	3,396,556	0	0	2,382,557	3,396,556
Total revenues	202,731,914	196,561,384	0	0	202,731,914	196,561,384
Expenses:						
General government	\$37,907,519	\$38,497,526	0	0	\$37,907,519	\$38,497,526
Public safety	48,362,097	48,865,061	0	0	48,362,097	48,865,061
Public health and welfare	32,987,807	32,924,502	0	0	32,987,807	32,924,502
Roads and public improvements	48,452,743	44,087,793	0	0	48,452,743	44,087,793
Parks and recreation	1,759,817	1,771,513	0	0	1,759,817	1,771,513
Interest on long-term debt	11,950,131	12,326,231	0	0	11,950,131	12,326,231
Total expenses	181,420,114	178,472,626	0	0	181,420,114	178,472,626
Increase / (decrease) in net position	21,311,800	18,088,758	0	0	21,311,800	18,088,758
Net position – beginning	301,595,384*	301,852,623	0	0	301,595,384*	301,852,623
Net position – ending	\$322,907,184	\$319,941,381	\$ 0	\$ 0	\$322,907,184	\$319,941,381

*As restated due to implementation of GASB Statement No. 68

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 financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for discretionary use for a particular purpose by either an external party, the County itself, or a group or individual that has been delegated authority to assign resources for particular purposes by the Board of Utah County Commissioners.

At the end of the current fiscal year, the County's governmental funds reported combined fund balances of \$131,156,467, an increase of \$1,814,790 in comparison with the prior year. Approximately 12 percent of this amount (\$16,322,872) constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is (1) not in spendable form (\$0), (2) legally required to be maintained intact (\$0), (3) restricted for particular purposes (\$86,762,710), (4) committed for particular purposes (\$20,496,754), or (5) assigned for particular purposes (\$7,574,131).

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 \$16,322,872 while total fund balance reached \$27,487,199. 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 general fund expenditures. Unassigned fund balance represents approximately 24 percent of total general fund expenditures while total fund balance represents approximately 40 percent of total general fund expenditures.

The fund balance of the County's general fund decreased by \$893,625 during the current fiscal year. The primary reasons for this increase is a transfer to the capital projects fund in the amount of \$1,713,000. This transfer is needed to fund capital projects expected to take place within the next 3-5 years. Possible projects include a substance abuse treatment facility and a health services facility.

The Health fund, a major fund, had a \$1,205,355 decrease in fund balance during the current fiscal year. The decrease in fund balance was caused by a revenue shortfall in the community health services (nursing) division. The division generated \$5.7 million in revenues and \$9.2 million in expenses, creating a shortfall of \$3.5 million.

The Transportation Projects fund, a major fund, had a \$4,592,810 increase in fund balance during the current fiscal year. The increase in fund balance is due to construction projects starting later than anticipated.

The Capital Projects fund, a major fund, had a \$1,907,832 increase in fund balance during the current fiscal year. The increase in fund balance can mainly be attributed to a transfer of \$1,713,000 from the general fund for future capital projects.

The Debt Service fund, the remaining major governmental fund, had a decrease in fund balance during the current year of \$4,278,955 to bring the year-end fund balance to \$5,314,340. This decrease was due to the Series 2005 Sales Tax and Refunding bonds being called during 2015.

- **Proprietary funds.** The County’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the internal service funds at the end of the year amounted to \$4,720,035. The total increase in net position was \$1,009,285.

General Fund Budgetary Highlights

During the year there was a \$3,047,719 increase in appropriations between the original and final amended budgets. Appropriations for public safety increased by \$2,047,719 and appropriations for capital projects increased by \$1,000,000.

Capital Asset and Debt Administration

Capital assets. The County’s investment in capital assets for its governmental activities as of December 31, 2015 amounts to \$413,137,851 (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 0.08 percent.

Utah County’s Capital Assets (net of depreciation)

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 46,489,657	\$ 44,176,139	\$ 0	\$ 0	\$ 46,489,657	\$ 44,176,139
Rights of way	211,740	211,740	0	0	211,740	211,740
Construction in progress	0	0	0	0	0	0
Buildings	115,881,659	118,137,772	0	0	115,881,659	118,137,772
Improvements other than buildings	3,735,273	4,088,859	0	0	3,735,273	4,088,859
Equipment	9,405,618	8,765,092	0	0	9,405,618	8,765,092
Infrastructure	237,413,904	237,413,904	0	0	237,413,904	237,413,904
Total	\$413,137,851	\$412,793,506	\$ 0	\$ 0	\$413,137,851	\$412,793,506

Major capital asset events occurring during the current fiscal year include purchase of the Bridal Veil Falls property in Provo Canyon.

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 \$213,380,000. The full amount of the bonded debt, \$213,380,000, is debt that is secured solely by specific revenue sources; none of this debt is backed by the full faith and credit of the government (e.g. property taxes).

The County’s total debt decreased by \$13,390,000 (6 percent) during the current fiscal year. The key factor in this decrease was the Series 2005 Sales Tax and Refunding Bonds being called, which required a principal payoff of \$4.3 million.

Utah County's Outstanding Debt General Obligation and Revenue Bonds

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
General obligation bonds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Revenue bonds	213,380,000	226,770,000	0	0	213,380,000	226,770,000
Total	\$213,380,000	\$226,770,000	\$ 0	\$ 0	\$213,380,000	\$226,770,000

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 limit does not need to be calculated by the County as the County has no outstanding general obligation debt.

On April 21, 2015, the Board of County Commissioners approved a parameters resolution authorizing the issuance and sale of not more than \$65 million of Subordinated Transportation Sales Tax Revenue Bonds for the purpose of funding a Bus Rapid Transit system in the County.

Economic Factors and Next Year's Budgets and Rates

- The annual average unemployment rate for the County during 2015 was 3.2 percent (seasonally adjusted). This compares favorably to both the State's unemployment rate of 3.5 percent (seasonally adjusted) and to the average seasonally adjusted national unemployment rate of 5.3 percent (Source: U.S. Department of Labor, Bureau of Labor Statistics and Utah Department of Workforce Services).
- Utah County's estimated population in 2015 was 575,205. Utah County is the second most populous county in the state (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. In January 2016, CNNMoney headlines referred to the Provo-Orem area (Utah County) as "Boomtown America" because, according to the report, jobs in Provo-Orem grew at the fastest pace of any area in the United States last year and the unemployment rate of 2.7 percent is nearly half the national average of 5 percent. In Lehi, 13 new projects are under construction, including office buildings, hotels, general retail establishments, restaurants, and medical facilities. In Orem, the redevelopment of the University Mall is taking place at one of the busiest intersections in the state. Also approved for development in Orem is a nine-story office building (Jive Communications). A tech and manufacturing company in Provo is on the cusp of beginning a one-million square foot expansion project. In American Fork, the North Point Business Park has two large office buildings under construction and the Meadows Shopping Center continues to flourish. In Pleasant Grove, doTerra completed construction of a half-million square feet of new buildings and their large footprint has spurred a myriad of associated office and retail operations close by. Frontier Communications has maxed out its expansion at the old Novell campus on the south end of Provo and is moving into a new 50,000 square-foot building in Lindon. Springville has approved construction of a new 250,000 square-foot retail center anchored by Smith's Market Place. In June 2015, Intermountain Healthcare began work on a \$430 million replacement project for Utah Valley Hospital located in Provo (Source: Utah County's State of the County Address, 19 January 2016).
- 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

- 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 either 2015 or 2016.

These factors were considered in preparing the County's budget for 2016.

At the end of the current fiscal year, unassigned fund balance in the general fund amounted to \$16,322,872. The County has appropriated \$2,913,839 of this amount for spending in the 2016 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 or by email to auditor@utahcounty.gov.

BASIC FINANCIAL STATEMENTS

UTAH COUNTY
Statement of Net Position
December 31, 2015

	Primary Government Governmental Activities	Component Units
Assets and Deferred Outflows of Resources		
Assets:		
Cash and Investments	\$ 132,621,385	\$ 64,389,709
Receivables:		
Taxes Receivable	18,794,382	50,588
Other	11,151,686	7,253,161
Inventories	496,582	12,035
Other Current Assets	1,162,248	836,754
Capital Assets (net of depreciation):		
Land	46,489,657	7,165,232
Rights of Way and Water Rights	211,740	437,671
Construction In Progress	-	2,643,696
Buildings	115,881,659	8,905,245
Improvements Other Than Buildings	3,735,273	133,068,740
Equipment	9,405,618	5,030,436
Infrastructure	237,413,904	-
Net Pension Asset	31,623	20,509
Other Non Current Assets	-	769,279
Total Assets	<u>577,395,757</u>	<u>230,583,055</u>
Deferred Outflow of Resources	<u>11,348,840</u>	<u>2,137,438</u>
Total Assets and Deferred Outflow of Resources	<u>588,744,597</u>	<u>232,720,493</u>
Liabilities and Deferred Inflows of Resources		
Liabilities:		
Accounts Payable and Accruals	\$ 8,729,007	\$ 1,686,211
Accrued Interest	819,625	259,987
Unearned Revenues	5,229,789	1,804,259
Other Liabilities	-	75,627
Revenue Bonds, Notes and Capital Leases - Due Within One Year	7,425,000	3,233,136
Noncurrent liabilities:		
Revenue Bonds and Notes - Due More Than One Year	207,718,222	52,701,921
Other Noncurrent Liabilities	-	144,261
Capital Leases - Due More Than One Year	-	-
Net Pension Liability	21,942,088	7,194,509
Compensated Absences and Other Post Employment Benefits	11,099,572	259,760
Total Liabilities	<u>262,963,303</u>	<u>67,359,671</u>
Deferred Inflow of Resources	<u>2,874,110</u>	<u>949,874</u>
Total Liabilities and Deferred Inflow of Resources	<u>265,837,413</u>	<u>68,309,545</u>
Net Position:		
Net investment in capital assets	197,175,004	104,331,017
Restricted for:		
Debt Service	5,314,340	260,717
Assessing and Collecting Property Tax	4,505,426	-
Transient Room Tax	373,131	-
Public Transit Tax	54,349,105	-
Restaurant Tax	7,479,185	-
Unrestricted	<u>53,710,993</u>	<u>59,819,214</u>
Total Net Position	<u>\$ 322,907,184</u>	<u>\$ 164,410,948</u>

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

UTAH COUNTY
Statement of Activities
Year Ended December 31, 2015

Functions Primary Government	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units
					Total Governmental Activities	Total	
Governmental activities:							
General Government	\$ 37,907,519	\$ 15,302,988	\$ -	\$ -	\$ (22,604,531)	\$ (22,604,531)	\$ -
Public Safety	48,362,097	13,131,870	4,027,002	-	(31,203,225)	(31,203,225)	-
Public Health	32,987,807	10,397,482	17,672,366	-	(4,917,959)	(4,917,959)	-
Highways and Streets	48,452,743	-	6,801,957	-	(41,650,786)	(41,650,786)	-
Parks and Recreation	1,759,817	-	-	-	(1,759,817)	(1,759,817)	-
Interest on Long-term Liabilities	11,950,131	-	-	-	(11,950,131)	(11,950,131)	-
Total County	<u>\$ 181,420,114</u>	<u>\$ 38,832,340</u>	<u>\$ 28,501,325</u>	<u>\$ -</u>	<u>(114,086,449)</u>	<u>(114,086,449)</u>	<u>-</u>
Component Units							
Timpanogos Special Service District	\$ 14,943,809	\$ 16,102,627	\$ -	\$ -	\$ -	\$ -	\$ 1,158,818
North Pointe Solid Waste Special Service District	7,760,860	8,023,450	-	-	-	-	262,590
North Fork Special Service District	1,152,204	1,119,897	-	-	-	-	(32,307)
Utah Valley Convention and Visitors Bureau	1,590,489	1,718,958	-	-	-	-	128,469
Wasatch Mental Health	28,841,698	32,906,907	-	-	-	-	4,065,209
	<u>\$ 54,289,060</u>	<u>\$ 59,871,839</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ 5,582,779</u>
General revenues:							
Property Taxes					42,948,851	42,948,851	-
Sales Taxes					79,157,753	79,157,753	-
Restaurant Tax					7,980,664	7,980,664	-
Transient Room Tax					2,928,424	2,928,424	-
Earnings on Investments					694,866	694,866	343,540
Impact Fees and Other							8,298,055
Miscellaneous					1,687,691	1,687,691	-
Total general revenues					<u>135,398,249</u>	<u>135,398,249</u>	<u>8,641,595</u>
Change in net position					21,311,800	21,311,800	14,224,374
Net position - beginning - as restated					<u>301,595,384</u>	<u>301,595,384</u>	<u>150,186,574</u>
Net position - ending					<u>\$ 322,907,184</u>	<u>\$ 322,907,184</u>	<u>\$ 164,410,948</u>

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

UTAH COUNTY
Balance Sheet
Governmental Funds
December 31, 2015

	Major Funds				Debt Service	Total Nonmajor Funds	Total Governmental Funds
	General	Health	Transportation Projects	Capital Projects			
ASSETS							
Cash and investments	\$ 29,283,300	\$ 4,612,560	\$ 61,349,205	\$ 8,597,751	\$ 5,198,000	\$ 17,230,525	\$ 126,271,341
Receivables:							
Tax receivables	10,424,192	-	4,065,940	-	152	4,304,097	18,794,381
Other receivables	1,652,726	839,125	3,214,221	1,500	1,288	5,134,566	10,843,426
Due from other funds	3,071,000	-	-	-	-	-	3,071,000
Other assets	130,406	58,294	249,460	-	117,150	483,187	1,038,497
Total assets	<u>\$ 44,561,624</u>	<u>\$ 5,509,980</u>	<u>\$ 68,878,826</u>	<u>\$ 8,599,251</u>	<u>\$ 5,316,590</u>	<u>\$ 27,152,375</u>	<u>\$ 160,018,645</u>
LIABILITIES							
Accounts payable and accruals	\$ 3,402,002	\$ 552,800	\$ 446,370	\$ 1,166	\$ 2,250	\$ 3,297,393	\$ 7,701,981
Unearned revenues	1,297,568	428	3,300,000	-	-	623,171	5,221,167
Due to other funds	-	-	-	-	-	2,784,000	2,784,000
Other liabilities	10,450,539	-	-	-	-	-	10,450,539
Total liabilities	<u>15,150,109</u>	<u>553,228</u>	<u>3,746,370</u>	<u>1,166</u>	<u>2,250</u>	<u>6,704,563</u>	<u>26,157,687</u>
DEFERRED INFLOWS OF RESOURCES	<u>1,924,316</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>780,174</u>	<u>2,704,490</u>
FUND BALANCES							
Restricted:							
Transient room tax	-	-	-	-	-	373,131	373,131
Assessing and collecting	-	-	-	-	-	4,505,426	4,505,426
Public transit taxes	-	-	57,084,616	-	-	-	57,084,616
TRCC tax	-	-	-	-	-	7,479,185	7,479,185
Special service areas/districts	-	-	-	-	-	5,587,678	5,587,678
Bond proceeds	-	-	8,047,840	94,638	-	-	8,142,478
Debt service	-	-	-	-	-	-	-
Statutory minimum balance	3,590,196	-	-	-	-	-	3,590,196
Committed:							
Public health and welfare	-	4,956,751	-	-	-	925,019	5,881,771
Public safety	-	-	-	-	-	797,197	797,197
Capital projects	-	-	-	8,503,447	-	-	8,503,447
Debt service	-	-	-	-	5,314,340	-	5,314,340
Assigned:							
Medicaid reserve	600,000	-	-	-	-	-	600,000
Assessing and collecting	3,775,838	-	-	-	-	-	3,775,838
Equipment replacement	3,065,762	-	-	-	-	-	3,065,762
Drug and alcohol treatment	132,531	-	-	-	-	-	132,531
Unassigned	16,322,872	-	-	-	-	-	16,322,872
Total fund balances	<u>27,487,199</u>	<u>4,956,751</u>	<u>65,132,455</u>	<u>8,598,085</u>	<u>5,314,340</u>	<u>19,667,637</u>	<u>131,156,467</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 44,561,624</u>	<u>\$ 5,509,980</u>	<u>\$ 68,878,826</u>	<u>\$ 8,599,251</u>	<u>\$ 5,316,590</u>	<u>\$ 27,152,375</u>	<u>\$ 160,018,645</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 Position
December 31, 2015

Total fund balances for governmental funds \$ 131,156,468

Total net position reported for governmental activities in the statement of net position 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	\$ 46,489,657	
Rights of Way	211,740	
Buildings net of accum. depreciation of \$29,676,195	115,881,659	
Improvements other than buildings net of accum. depreciation \$4,340,240	3,735,273	
Equipment net of accum. depreciation of \$17,118,212	9,405,618	
Infrastructure	237,413,904	413,137,851

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. (819,625)

The net pension asset is not an available resource and therefore is not reported in the governmental funds 31,623

Unamortized bond premiums originally shown as revenue in the governmental funds (2,865,740)

Some of the County's property taxes will be collected after year-end but are not available soon enough to pay current period expenditures, and are therefore reported as deferred inflows of resources in the funds. 2,704,490

Unamortized deferred outflow of resources - refundings 291,766

Unamortized bond discounts originally shown as expenditures the governmental funds 1,102,518

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 funds unrestricted net position at year-end are: 5,955,991

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 position. Balances at year-end are:

Revenue bonds	(213,380,000)	
Net Pension liability	(21,942,088)	
Deferred outflows of resources related to pensions	11,057,073	
Deferred inflow of resources related to pensions	(2,874,110)	
Compensated absences and OPEB	(649,033)	(227,788,158)

Total net position of governmental activities \$ 322,907,184

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
For the Year Ended December 31, 2015

	Major Funds					Total Nonmajor Funds	Total Governmental Funds
	General	Health	Transportation Projects	Capital Projects	Debt Service		
REVENUES							
Property taxes	\$ 29,328,754	\$ -	\$ -	\$ -	\$ 7,119	\$ 13,168,043	\$ 42,503,917
Sales taxes	24,107,617	-	55,050,137	-	-	10,909,087	90,066,842
Franchise taxes	3,745	-	-	-	-	-	3,745
Licenses and permits	357,424	-	-	-	-	26,715	384,139
Intergovernmental	849,037	12,127,779	3,014,271	-	3,224,290	9,858,331	29,073,707
Charges for services	14,205,191	7,637,549	3,912,739	-	-	9,538,037	35,293,516
Fines and forfeitures	2,545,799	-	-	-	-	36,503	2,582,302
Interest	152,308	38,364	374,258	43,332	-	86,605	694,866
Miscellaneous	254,039	58,639	648,714	151,500	-	571,054	1,683,946
Total revenues	71,803,914	19,862,330	63,000,119	194,832	3,231,410	44,194,374	202,286,979
EXPENDITURES							
Current:							
General government	22,886,799	-	-	-	-	18,356,657	41,243,456
Public safety	44,662,897	-	-	-	-	4,187,587	48,850,483
Public health and welfare	921,060	23,684,644	-	-	-	9,290,683	33,896,387
Roads and public improvements	-	-	48,300,821	-	-	365,021	48,665,841
Parks and recreation	379,352	-	-	-	-	1,123,868	1,503,220
Debt service:							
Principal	-	-	-	-	13,390,000	-	13,390,000
Interest	-	-	-	-	12,240,831	-	12,240,831
Fiscal charges	-	-	-	-	36,412	-	36,412
Capital outlay:							
General government	5,599	-	-	463,636	-	2,288,518	2,757,752
Public safety	25,765	-	-	-	-	457,266	483,031
Public health and welfare	-	6,595	-	-	-	-	6,595
Parks and recreation	-	-	-	-	-	-	-
Total expenditures	68,881,471	23,691,239	48,300,821	463,636	25,667,244	36,069,599	203,074,009
Excess (deficiency) of revenues over expenditures	2,922,443	(3,828,909)	14,699,299	(268,804)	(22,435,834)	8,124,775	(787,030)
OTHER FINANCING SOURCES (USES)							
Transfers in	4,148,274	2,623,554	742,229	2,176,636	18,163,999	1,011,257	28,865,948
Transfers out	(7,964,341)	-	(10,848,718)	-	(7,119)	(7,443,950)	(26,264,128)
Issuance of bonds	-	-	-	-	-	-	-
Payments to refunding escrow	-	-	-	-	-	-	-
Bond premiums (discounts)	-	-	-	-	-	-	-
Total other financing sources (uses)	(3,816,068)	2,623,554	(10,106,489)	2,176,636	18,156,879	(6,432,692)	2,601,820
Net change in fund balances	(893,625)	(1,205,355)	4,592,810	1,907,832	(4,278,955)	1,692,083	1,814,790
Fund balances - beginning	28,380,824	6,162,106	60,539,646	6,690,253	9,593,294	17,975,554	129,341,678
Fund balances - ending	\$ 27,487,199	\$ 4,956,751	\$ 65,132,455	\$ 8,598,085	\$ 5,314,340	\$ 19,667,637	\$ 131,156,467

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, 2015

Net change in fund balances for governmental funds	\$ 1,814,791
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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	\$ 6,177,021	
Depreciation expense	<u>(5,656,403)</u>	520,618

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	444,935
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Expenses in the statement of activities that do not use current financial resources are not reported as expenses in the funds	635,032
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The net effect of various miscellaneous transactions involving capital assets (i.e. trade ins, disposals, or annexations).	(903,301)
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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	-	
Repayment of bond principal	13,390,000	
Net amortization of bond premiums and discounts	241,866	
Net negative pension expense	4,231,516	
Increases (decreases) in deferred outflow of resources	<u>(72,942)</u>	17,790,440

Internal service funds are used by management to charge the costs of information systems, fleet, building maintenance, communications, and other services to individual funds.	1,009,285
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Change in net position of governmental activities	<u><u>\$ 21,311,800</u></u>
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UTAH COUNTY
Statement of Net Position
Proprietary Funds
December 31, 2015

	Governmental Activities - Internal Service Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
Current assets:	
Cash and investments	\$ 6,350,044
Accounts receivable	308,260
Inventory	496,582
Prepaid expenses	123,752
Total current assets	7,278,639
Noncurrent assets:	
Net pension asset	2,395
Capital assets:	
Equipment, vehicles, furniture	21,945,093
Accumulated depreciation	(13,771,090)
Net capital assets	8,174,003
Total noncurrent assets	8,176,398
Total assets	15,455,037
Deferred outflows of resources:	
Pension-related deferred outflows	995,399
Total assets and deferred outflows of resources	16,450,436
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
Current liabilities:	
Accounts payable and accruals	1,027,025
Unearned revenues	8,622
Due to other funds	287,000
Total current liabilities	1,322,647
Noncurrent liabilities:	
Net pension liability	1,975,414
Total noncurrent liabilities	1,975,414
Total liabilities	3,298,061
Deferred inflows of resources:	
Pension-related deferred inflows	258,336
Total liabilities and deferred inflows of resources	3,556,397
NET POSITION	
Restricted - invested in capital assets, net of related debt	8,174,003
Unrestricted	4,720,035
Total net position	\$ 12,894,039

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

UTAH COUNTY
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2015

	Governmental Activities - Internal Service Funds
Operating revenues:	
Charges to other funds	\$ 17,001,576
Charges to outside agencies	1,728,445
Other revenues	23,757
Total operating revenues	18,753,779
Operating expenses:	
Salaries, wages, and benefits	5,862,386
Materials, supplies, and services	7,704,976
Depreciation	2,189,086
Total operating expenses	15,756,448
Operating income (loss)	2,997,331
Non-operating revenues (expenses):	
Interest income	41,049
Intergovernmental income	78,339
Intergovernmental expenses	-
Gain (loss) on sale of fixed assets	494,385
Total non-operating income (loss)	613,774
Net income (loss) before operating transfers	3,611,105
Transfers:	
Transfers in	-
Transfers out	(2,601,820)
Total transfers	(2,601,820)
Net income (loss)	1,009,285
Net position at beginning of year, as restated	11,884,753
Net position at end of year	\$ 12,894,039

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

UTAH COUNTY
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015

	Governmental Activities - Internal Service Funds
Cash flows from operating activities:	
Receipts from customers and users	\$ 19,197,512
Payments to suppliers	(7,617,604)
Payments to employees	(6,232,433)
Net cash provided (used) by operating activities	5,347,475
Cash flows from non-capital financing activities:	
Transfers in	-
Transfers out	(2,601,820)
Net cash provided (used) by non-capital financing activities	(2,601,820)
Cash flows from capital and related financing activities:	
Payments for acquisitions of capital assets	(2,791,083)
Proceeds from sales of capital assets	494,385
Intergovernmental revenue	78,339
Net cash provided (used) by capital and related financing activities	(2,218,359)
Cash flows from investing activities:	
Interest received	41,049
Net change in cash and cash equivalents	568,346
Cash and cash equivalents - beginning	5,781,698
Cash and cash equivalents - ending	\$ 6,350,044
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ 2,997,331
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	2,189,086
(Increase) decrease in accounts receivable	269,733
(Increase) decrease in prepaid expenses	60,868
(Increase) decrease in inventory	(135,830)
Increase (decrease) in accounts payable	162,333
Increase (decrease) in accrued payroll	16,933
Increase (decrease) in unearned revenue	-
Increase (decrease) in amounts due to other funds	174,000
Change in net pension assets, deferred outflows of resources, liabilities, and deferred inflows of resources	(386,980)
Total adjustments	2,350,144
Net cash provided (used) by operating activities	\$ 5,347,475
Noncash investing, capital, and financing activities:	none

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

UTAH COUNTY
Statement of Fiduciary Net Position
Agency Funds
December 31, 2015

	Agency Funds
ASSETS	
Cash and investments	\$ 64,016,251
Taxes receivable	268,282
Accounts receivable	752,198
Other assets	3,534
Total assets	<u>\$ 65,040,266</u>
LIABILITIES	
Due to other taxing units or entities	\$ 303,072
Other liabilities	64,737,194
Total liabilities	<u>\$ 65,040,266</u>

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

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, 2015.

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 for which 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 that organization.

As required by generally accepted accounting principles, these financial statements present information for both Utah County (the primary government) and its component units. The component units are included as part of 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 can be obtained from either the Utah State Auditor or the Utah County Auditor's Office.

Blended Component Units

The County's financial statements include the following blended component units:

- Utah County Municipal Building Authority
- Soldier Summit Special Service District
- Utah County Special Service Area No. 6
- Utah County Special Service Area No. 7
- Utah County Special Service Area No. 8
- Utah County Special Service Area No. 9
- Utah Valley Road Special Service District

"Blended" means that the component unit balances and transactions are combined with balances and transactions of the County. The component units are blended because they have substantially the same governing board as the County and management of the County has operational control. All of these blended component units are presented as nonmajor special revenue funds.

NOTE 1 (Continued)

Discretely Presented Component Units

The 'component units' columns in the combined financial statements include the financial data of the County's other component units. The data are reported in a separate column to emphasize that the component units are legally separate from the County. The criteria for presenting the component units in the combined financial statements include: selection of the governing board, designation of management, ability of the County to exert significant influence, and financial interdependency. Based on these 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 municipalities of Lehi, American Fork, Alpine, Pleasant Grove, Highland, Cedar Hills, Eagle Mountain and Saratoga Springs.

Administrative Office: 5050 West 6400 North, American Fork, UT 84003
Fiscal Year Ending: December 31, 2015
Report dated April 20, 2016

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

Administrative Office: 2008 West 200 South, Lindon, UT 84042
Fiscal Year Ending: December 31, 2015
Report dated March 14, 2016

Wasatch Mental Health Special Service District - Provides mental health services for the residents of Utah County.

Administrative Office: 750 North 200 West, Provo, UT 84604
Fiscal Year Ending: June 30, 2015
Report dated November 10, 2015

North Fork Special Service District - Provides water service and fire protection to the North Fork area of Provo Canyon, including the Sundance area.

Administrative Office: RR3 Box B1, Provo, UT 84604
Fiscal Year Ending: December 31, 2015
Report dated June 16, 2016

NOTE 1 (Continued)

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

Administrative Office: 220 West Center Street, Suite 100, Provo, UT 84601
Fiscal Year Ending: December 31, 2015
Report dated March 24, 2016

Related Organizations

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, UTAH
Financial Statements
Year Ended December 31, 2015

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 (Continued)

CONDENSED FINANCIAL STATEMENTS
DISCRETELY PRESENTED COMPONENT UNITS
STATEMENT OF NET POSITION

	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
ASSETS						
Current assets	\$ 50,159,009	\$ 5,156,116	\$ 1,223,695	\$ 263,386	\$ 15,740,061	\$ 72,542,267
Capital assets, net of accumulated depreciation	134,354,952	7,564,852	7,006,658	47,584	8,276,954	157,251,000
Other noncurrent assets	2,070	1,081	4,109	205,692	576,836	789,788
Total assets	<u>184,516,031</u>	<u>12,722,049</u>	<u>8,234,462</u>	<u>516,662</u>	<u>24,593,851</u>	<u>230,583,055</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>425,430</u>	<u>328,767</u>	<u>28,453</u>	<u>-</u>	<u>1,354,788</u>	<u>2,137,438</u>
Total assets and deferred outflows of resources	<u>\$ 184,941,461</u>	<u>\$ 13,050,816</u>	<u>\$ 8,262,915</u>	<u>\$ 516,662</u>	<u>\$ 25,948,639</u>	<u>\$ 232,720,493</u>
LIABILITIES						
Current liabilities	\$ 1,175,677	\$ 530,276	\$ 124,685	\$ 118,187	\$ 5,110,395	\$ 7,059,220
Noncurrent liabilities	50,861,993	579,313	2,819,152	-	6,039,993	60,300,451
Total liabilities	<u>52,037,670</u>	<u>1,109,589</u>	<u>2,943,837</u>	<u>118,187</u>	<u>11,150,388</u>	<u>67,359,671</u>
DEFERRED INFLOWS OF RESOURCES	<u>123,238</u>	<u>57,129</u>	<u>12,460</u>	<u>-</u>	<u>757,047</u>	<u>949,874</u>
NET POSITION						
Net position	<u>132,780,553</u>	<u>11,884,098</u>	<u>5,306,618</u>	<u>398,475</u>	<u>14,041,204</u>	<u>164,410,948</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 184,941,461</u>	<u>\$ 13,050,816</u>	<u>\$ 8,262,915</u>	<u>\$ 516,662</u>	<u>\$ 25,948,639</u>	<u>\$ 232,720,493</u>

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Operating revenues	\$ 16,102,627	\$ 8,023,450	\$ 1,119,897	\$ 1,718,958	\$ 32,906,907	\$ 59,871,839
Operating expenses:						
Depreciation	3,874,997	523,117	263,719	15,787	554,344	5,231,964
Other operating expenses	7,927,928	7,215,115	798,100	1,574,702	28,287,354	45,803,199
Operating income (loss)	<u>4,299,702</u>	<u>285,218</u>	<u>58,078</u>	<u>128,469</u>	<u>4,065,209</u>	<u>8,836,676</u>
Non-operating revenues (expenses)	<u>4,804,321</u>	<u>5,822</u>	<u>76,367</u>	<u>-</u>	<u>501,188</u>	<u>5,387,698</u>
Change in net position	9,104,023	291,040	134,445	128,469	4,566,397	14,224,374
Net position - beginning	<u>123,676,530</u>	<u>11,593,058</u>	<u>5,172,173</u>	<u>270,006</u>	<u>9,474,807</u>	<u>150,186,574</u>
Net position - ending	<u>\$ 132,780,553</u>	<u>\$ 11,884,098</u>	<u>\$ 5,306,618</u>	<u>\$ 398,475</u>	<u>\$ 14,041,204</u>	<u>\$ 164,410,948</u>

NOTE 1 (Continued)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., Statement of Net Position and Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. 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 collected. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider 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.

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.

NOTE 1 (Continued)

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 revenues 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 *Transportation Projects Special Revenue Fund* accounts for activities associated with the collection and disbursement of taxes and other revenues dedicated to roads, highways, and public transit.

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:

Department of Drug and Alcohol Prevention and Treatment ("DDAPT"); Municipal Building Authority of Utah County; Service Area No. 6; Service Area No. 7; Service Area No. 8; Service Area No. 9; Utah Valley Road Special Service District; Soldier Summit Special Service District; Grants/Outside Funding; Children's Justice Center; Inmate Benefit; Contract Law Enforcement; Transient Room Tax; Tourism, Recreation, Cultural and Convention Facilities Tax; and Assessing and Collecting.

The County government includes internal service funds. All internal service fund assets, liabilities, and net position 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.

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 to the taxing entities within the County as of December 31.

NOTE 1 (Continued)

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

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, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

1. Cash & Cash Equivalents and Investments

The County's cash and cash equivalents are generally considered short-term, highly liquid investments with a maturity of three months or less from the purchase date.

Investments are recorded at fair value in accordance with GASB Statement No. 72 – Fair Value Measurement and Application. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

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

The Utah State Treasurer's Public Treasurers' Investment Fund ("PTIF") operates in accordance with appropriate state laws and regulations. The reported value of the County's cash in the PTIF is the same as the fair value of the PTIF shares.

2. 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.

The cost of normal maintenance and repairs that do not add to the value of the asset nor materially extend assets lives are not capitalized.

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

NOTE 1 (Continued)

Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

	<u>Primary Government</u>	<u>Component Units</u>
Buildings	50 Years	7-50 Years
Improvements Other Than Buildings	20 Years	5-50 Years
Equipment	4-20 Years	3-40 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.

3. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Food commodity inventory is valued at fair market value. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. Compensated Absences

At December 31, 2015, the County was liable for accumulated vacation and compensatory pay for all employees and 720 hours of sick pay for retirement-eligible employees. The liability was computed according to the County’s Personnel Rules & Regulations, and totaled \$3,971,519.

5. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities section of the Statement of Net Position.

In the fund financial statements, 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 withheld from the actual debt proceeds received, are reported as debt service expenditures.

6. Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Utah Retirement Systems Pension Plan (“URS”) and additions to/deductions from URS’s fiduciary net position have been determined on the same basis as they are reported by URS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 1 (*Continued*)

7. *Deferred Outflows/Inflows of Resources*

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial element, deferred outflow of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time.

In addition to liabilities, the Statement of Net Position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow or resources (revenue) until that time. The County reports delinquent property taxes as deferred inflows of resources since the taxes have been levied but are not recognized as revenue until they are collected.

8. *Fund Equity*

Beginning with fiscal year 2011, the County implemented GASB Statement No. 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 County is bound to honor them. The County first determines and reports nonspendable balances, then restricted, then committed, and so forth. 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 projects—typically capital projects.
 - c) Statutorily required minimum fund balance in the general fund, which is currently set forth as 5 percent of total general fund revenues.

NOTE 1 (Continued)

- **Committed.** This category includes amounts that can only be used for specific purposes established by formal action of the Board of County Commissioners. Fund balance commitments can only be removed or changed by the same type of action (i.e., 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:

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 Board of County Commissioners after advisement by the County Auditor and other finance personnel. Assigned fund balances include reserves related to drug and alcohol treatment, including a Medicaid reserve fund, and equipment replacement.

- **Unassigned.** Residual balances in the general fund are classified as unassigned. When both restricted and unrestricted resources are available for use, it is the County's policy to use committed resources first, followed by assigned resources, then unassigned resources as they are needed.

9. Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

E. 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. Property taxes are collected on two types of assets: 1) personal property, which represents business assets other than real estate, and 2) real estate and improvements. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through a tax sale process that is conducted when property taxes have been delinquent for five years. 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 taxes are due. Property valuation notices are mailed to property owners in July.

NOTE 1 (Continued)

Property owners can appeal the assessed valuation no later than September 15. Tax notices are mailed to property owners on or before November 1. Payments are due November 30.

Property taxes due in November that are uncollected by the following April are reported as a receivable from property taxes on the financial statements. Because these taxes are not considered available to liquidate liabilities of the current period, they are offset by a deferred inflow of resources.

The County Treasurer, acting as a tax collector, must settle and disburse all tax collections to all taxing entities on a routine basis. Tax collections are recorded as funds held in trust until disbursement. The County adheres to the following procedures set forth by the Utah State Tax Commission:

- | | |
|------------|---|
| 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 hearings. |
| June 22 | All taxing entities to adopt tentative budgets and proposed tax rates and report them to the County Auditor. |
| July 22 | County Auditor prepares and mails 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 | Utah State Tax Commission approves tax rates. |
| November 1 | County Auditor delivers the equalized assessment roll to the County Treasurer with affidavit. |
| November 1 | County Auditor charges the County Treasurer to account for all taxes levied. |
| November 1 | County Treasurer mails tax notices. Tax notices for calendar-year entities include notice of budget hearings. |
| December 1 | Taxes on real property become delinquent. |

F. 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 – BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets are prepared and adopted in accordance with the Uniform Fiscal Procedures Act enacted by the State of Utah. Once a budget has been adopted, it remains in effect until it has been formally revised. Furthermore, in accordance with state law, all appropriations lapse at the end of the budget year. If any obligations are contracted for and are in excess of the adopted budget, they are neither a valid nor enforceable claim against the County. Budgets are adopted on a basis consistent with generally accepted accounting principles. All funds of the County have legally adopted budgets.

The County adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

1. On or before November 1, the County Auditor prepares a tentative budget for the next budget year. The tentative budget is made available to the public for inspection for a number of days, as provided by law, prior to adoption of the budget.
2. The Board of County Commissioners establishes the time and place of a public hearing to consider adoption of the budget and publishes notice of the hearing at least seven days prior to the hearing in at least one issue of a newspaper of general circulation published within the County.
3. After the public notice has been published, a public hearing is held regarding the budget.
4. After the public hearing, the Board of County Commissioners makes final adjustments to the tentative budget.
5. On or before December 31, the Board of County Commissioners adopts a final balanced budget by resolution.
6. Control of budgeted expenditures is exercised, under state law, at the departmental level. The County Auditor, however, acting as budget officer, has authority to transfer unexpended budgeted amounts within departments.
7. By resolution, the Board of County Commissioners may transfer unexpended budgeted amounts from one department in a fund to another department in the same fund.
8. By resolution, the Board of County Commissioners may reduce the budget appropriation for any department provided that both five days' notice of the proposed action is given to all Commissioners and to the director of the department affected and also that such director is permitted to be heard on the proposed reduction. Notice may be waived in writing by the affected department or by any member of the Board of County Commissioners.

NOTE 2 (Continued)

9. The total budget appropriation of any governmental fund may be increased only after a public hearing has been held and a public notice of that hearing has been posted for a certain number of days as set forth by state law and the amended budget is adopted by resolution of the Board of County Commissioners.
10. Encumbrances lapse at year end. Therefore, no encumbrances are presented in the financial statements.

During the budget year, the County modified the budget using the above procedures.

The appropriated budget is prepared by fund, function, and department. The legal level of budgetary control is the departmental level.

The Uniform Fiscal Procedures Act requires the County to restrict expenditures to authorized budget balances. The various Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Budgetary Basis identify departments and funds, if any, which have over-expended budgeted amounts and, therefore, do not comply with state law.

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the County’s deposits may not be returned to it. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2015, the County’s custodial credit risk for deposits was as follows:

Custodial Credit Risk	Balance December 31, 2015
Insured	\$ 750,000
Uninsured	7,144,869
Total	\$ 7,894,869

The County’s bank balance is \$7,894,869, of which \$750,000 is covered by federal depository insurance. Uninsured deposits are not collateralized. As of December 31, 2015, \$7,144,869 of the County’s bank balances was uninsured and uncollateralized.

NOTE 3 (Continued)

Investments

The State of Utah Money Management Council (“Council”) has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the state, and review the rules adopted under the authority of the State of Utah Money Management Act that relate to the deposit and investment of public funds.

The County follows the requirements of the Utah Money Management Act (Utah Code, Title 51, Chapter 7) in handling its depository and investment transactions. The Utah Money Management Act (“Act”) requires the depositing of County funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal government and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Council.

Statutes authorize the County to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse repurchase agreements; commercial paper that is classified as “first tier” by two nationally recognized statistical rating organizations; bankers’ acceptances; obligations of the United States Treasury including bills, notes, and bonds; obligations, other than mortgage derivative products, issued by United States government-sponsored enterprises (United States Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac), and Federal National Mortgage Association (Fannie Mae); bonds, notes, and other evidence of indebtedness of political subdivisions of the State; fixed-rate corporate obligations and variable-rate securities rated “A” or higher, or the equivalent of “A” or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Act; and the Utah State Public Treasurers’ Investment Fund.

The Utah State Treasurer’s Office operates the Public Treasurers’ Investment Fund (“PTIF”). The PTIF is available for investment of funds administered by any Utah public treasurer and is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Act. The Act established the Council which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gains or losses on investments.

Fair Value of Investments

The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

NOTE 3 (Continued)

At December 31, 2015, the County had the following recurring fair value measurements:

	12/31/2015	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by fair value level				
Debt securities:				
Utah Public Treasurers' Investment Fund	\$ 190,940,874	\$ 0	\$ 190,940,874	\$ 0
Total debt securities	190,940,874	0	190,940,874	0
Equity securities:				
None	0	0	0	0
Other:				
None	0	0	0	0
Total investments by fair value level	\$ 190,940,874	\$ 0	\$ 190,940,874	\$ 0
Investments measured at the net asset value (NAV)				
None	0			
Total investments measured at fair value	\$ 190,940,874			

Debt and equity securities classified in Level 2 are valued using the following approach:

- **Utah Public Treasurers' Investment Fund.** Application of the December 31, 2015 fair value factor, as calculated by the Utah State Treasurer, to the County's average daily balance in the Fund. The fair value factor at December 31, 2015 is 1.00302067. The fair value of the PTIF investment is approximately equal to the value of the pool shares with a difference of \$576,769, which is immaterial.

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's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State's Money Management Act ("Act"). Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all investments in commercial paper, bankers' acceptances, fixed-rate negotiable deposits, and fixed-rate corporate obligations to 270 days—15 months or less. The Act further limits the remaining term to maturity on all investments in obligations of the United States Treasury; obligations issued by United States government-sponsored enterprises; and bonds, notes, and other evidence of indebtedness of political subdivisions of the state to five years. In addition, variable-rate negotiable deposits and variable-rate securities may not have a remaining term to final maturity exceeding three years.

NOTE 3 (Continued)

As of December 31, 2015, the County's investments had the following maturities:

Investment Types	Fair Value	Investment Maturities (in years)			
		Less than 1	1-5	6-10	More than 10
State of Utah Public Treasurers' Investment Fund <i>(held by County)</i>	\$ 182,798,396	\$ 182,798,396	-	-	-
State of Utah Public Treasurers' Investment Fund <i>(held by bond trustee)</i>	8,142,478	8,142,478	-	-	-
Total	<u>\$ 190,940,874</u>	<u>\$ 190,940,874</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County's policy for reducing its exposure to credit risk is to comply with the State's Money Management Act, as previously discussed.

At December 31, 2015, the County's investments had the following quality ratings:

Investment Type	Fair Value	Quality Ratings			
		AAA	AA	A	Unrated
State of Utah Public Treasurers' Investment Fund <i>(held by County)</i>	\$ 182,798,396	\$ -	\$ -	\$ -	\$ 182,798,396
State of Utah Public Treasurers' Investment Fund <i>(held by bond trustee)</i>	8,142,478	-	-	-	8,142,478
Total	<u>\$ 190,940,874</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 190,940,874</u>

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's policy for reducing this risk of loss is to comply with the rules of the Money Management Council. Rule 17 of the Money Management Council limits investments in a single issuer of commercial paper and corporate obligations to 5-10 percent, depending upon the total dollar amount held in the portfolio.

UTAH COUNTY, UTAH
Financial Statements
Year Ended December 31, 2015

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3 (Continued)

The deposits and investments described above are included on the Statement of Net Position as per the following reconciliation:

Deposits	\$ 7,894,869
Investments	190,940,874
Cash on hand	<u>19,700</u>
Total cash	<u>\$ 198,855,443</u>
Primary government cash and investments	\$ 132,621,385
Deposits in transit/(outstanding checks)	2,217,807
Fiduciary restricted cash and investments	<u>64,016,251</u>
Total cash and investments	<u>\$ 198,855,443</u>

NOTE 4 - INTERFUND LOANS, BALANCES, AND TRANSFERS

At December 31, 2015, the County had the following interfund balances:

	<u>Due To</u>	<u>Due From</u>
General Fund	\$3,071,000	\$ -
DDAPT Special Revenue Fund	-	1,128,000
Grants/Outside Funding Special Revenue Fund	-	752,000
Children's Justice Center Special Revenue Fund	-	134,000
Contract Law Enforcement Special Revenue Fund	-	770,000
Jail Food Service Internal Service (Proprietary) Fund	-	287,000
Totals	<u>\$3,071,000</u>	<u>\$3,071,000</u>

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

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

	<u>Transfers TO:</u>						<u>Totals</u>
	General Fund	Health Fund	Capital Projects Fund	Debt Service Fund	Transportation Projects Fund	Other Governmental Funds	
Transfers FROM:							
Major governmental funds:							
General fund	\$ -	\$ 2,623,554	\$ 1,713,000	\$ 2,124,301	\$ 742,229	\$ 761,257	\$ 7,964,341
Transportation projects fund	-	-	-	10,848,718	-	-	10,848,718
Debt service fund	-	-	-	7,119	-	-	7,119
Other governmental funds	4,148,324	-	463,636	2,582,040	-	250,000	7,444,000
Internal service (proprietary) funds	-	-	-	2,601,820	-	-	2,601,820
Totals	<u>\$ 4,148,324</u>	<u>\$ 2,623,554</u>	<u>\$ 2,176,636</u>	<u>\$ 18,163,998</u>	<u>\$ 742,229</u>	<u>\$ 1,011,257</u>	<u>\$28,865,998</u>

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2015 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
PRIMARY GOVERNMENT				
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 44,176,139	\$ 2,313,518	\$ -	\$ 46,489,657
Rights of way	211,740	-	-	211,740
Construction in progress	-	-	-	-
Infrastructure	237,413,904	-	-	237,413,904
Total capital assets not being depreciated	<u>281,801,783</u>	<u>2,313,518</u>	<u>-</u>	<u>284,115,301</u>
Capital assets being depreciated:				
Buildings	145,102,366	455,488	-	145,557,854
Improvements other than buildings	8,225,978	-	(150,465)	8,075,513
Machinery and equipment	24,370,083	3,408,015	(1,254,268)	26,523,830
Total capital assets being depreciated	<u>177,698,427</u>	<u>3,863,503</u>	<u>(1,404,733)</u>	<u>180,157,197</u>
Less accumulated depreciation for:				
Buildings	26,964,594	2,711,601	-	29,676,195
Improvements other than buildings	4,137,119	300,182	(97,061)	4,340,240
Machinery and equipment	15,604,991	2,644,620	(1,131,399)	17,118,212
Total accumulated depreciation	<u>46,706,704</u>	<u>5,656,403</u>	<u>(1,228,460)</u>	<u>51,134,647</u>
Total capital assets, being depreciated, net	<u>130,991,723</u>	<u>(1,792,900)</u>	<u>(176,273)</u>	<u>129,022,550</u>
Governmental activities, capital assets, net	<u>\$ 412,793,506</u>	<u>\$ 520,618</u>	<u>\$ (176,273)</u>	<u>\$ 413,137,851</u>

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

Governmental activities:	
General government	\$ 1,628,043
Public health	365,546
Public safety	1,091,350
Highways and public improvements	78,550
Parks and recreation	300,182
Internal service funds (charged to individual funds based on usage)	2,192,732
Total depreciation expense, governmental activities	<u>\$ 5,656,403</u>

(The balance of this page is intentionally left blank.)

NOTE 6 – LONG-TERM OBLIGATIONS

Bonds

2005 Sales Tax and Refunding Bonds

On December 27, 2001, the Municipal Building Authority 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.

On May 21, 2014, the County issued \$6.755 million in Series 2014 Sales Tax Revenue Refunding Bonds to defease the portion of the outstanding Series 2005 Sales Tax Revenue and Refunding Bonds issued to finance the costs of expansion and improvements related to the Security Center. On November 1, 2015, the remaining portion of the Series 2005 bonds that were not refunded in 2014 were called and the outstanding principal balance was paid in full.

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 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%
	\$ 3,675,000	

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:

NOTE 6 (Continued)

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>
December 1 2016	\$ 2,710,000	3.25% to 4.00%
	<u>\$ 2,710,000</u>	

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 United States Treasury. Maturities of the Series 2009B Transportation Sales Tax Revenue Bonds are as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>
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%
	<u>\$ 85,490,000</u>	

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. On December 1, 2015, the bonds were retired in accordance with the maturity schedule.

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 United States Treasury. Maturities of the Series 2009B Vehicle Registration Fee Revenue Bonds are as follows:

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	

NOTE 6 (Continued)

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 a Convention Center in downtown Provo. Maturities of the Series 2010A Excise Tax Revenue Bonds are as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>
December 1 2016	\$ 780,000	5.125%
2017	825,000	5.125%
2018	860,000	5.125%
	<u>\$ 2,465,000</u>	

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 a Convention Center 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 United States Treasury. Maturities of the Series 2010B Excise Tax Revenue Bonds are as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>
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%
	<u>\$ 5,000,000</u>	

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 a Convention Center 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 and are, therefore, eligible for a 45-percent interest subsidy from the United States 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	

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. The Series 2010 Taxable Sales Tax Revenue Bonds were issued as Qualified Energy Conservation Bonds and are, therefore, eligible for a 70-percent interest subsidy from the United States Treasury. Maturities of the Series 2010 Taxable Sales Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
February 1 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%
	\$ 4,280,000	

2012 Sales Tax Revenue Bonds

On February 14, 2012, the County issued \$51.675 million in Series 2012 Sales Tax Revenue Bonds for the purpose of financing transportation projects within the County. Previous to the issuance of these bonds, the County entered into 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 percent. The issuance of these bonds not only reduced the interest payments due to UTA, but also provided immediate operational funding for FrontRunner South, which began service in Utah County in December 2012. Maturities of the Series 2012 Sales Tax Revenue Bonds are as follows:

NOTE 6 (Continued)

Due Date	Principal	Interest Rate
December 1 2016	\$ 960,000	3.00%
2017	930,000	4.00%
2018	945,000	4.00%
2019	945,000	4.00%
2020	950,000	4.00%
2021	945,000	5.00%
2022	950,000	5.00%
2023	950,000	3.00%
2024	925,000	3.00%
2025	890,000	3.00%
2026	850,000	3.00%
2027	800,000	3.00%
2028	755,000	4.00%
2029	675,000	4.00%
2030	640,000	4.00%
2031	585,000	4.00%
2032	430,000	4.00%
2033	410,000	4.00%
2034	315,000	4.00%
2035	6,070,000	4.00%
2036	6,315,000	4.00%
2037	6,570,000	4.00%
2038	6,830,000	4.00%
2039	7,100,000	4.00%
	<u>\$ 47,735,000</u>	

NOTE 6 (Continued)

2013 Excise Tax Revenue Bonds

On September 4, 2013, the County issued \$3.8 million in Series 2013 Excise Tax Revenue Bonds 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. The Museum of Natural Curiosity had its grand opening in May 2014. The \$28.5 million project was funded largely through private donations, but also received \$2 million from the State of Utah, \$1 million from Lehi City, and \$4.1 million from the County. The County's portion was mainly funded by the issuance of these bonds. Maturities of the Series 2013 Excise Tax Revenue Bonds are as follows:

Due Date	Principal	Interest Rate
December 1 2016	\$ 135,000	3.00%
2017	140,000	3.00%
2018	145,000	3.00%
2019	150,000	4.00%
2020	155,000	4.00%
2021	160,000	4.00%
2022	165,000	4.00%
2023	175,000	4.00%
2024	180,000	4.00%
2025	190,000	4.25%
2026	195,000	4.25%
2027	205,000	4.25%
2028	215,000	4.50%
2029	225,000	4.50%
2030	235,000	4.50%
2031	245,000	4.50%
2032	255,000	5.00%
2033	265,000	5.00%
	\$ 3,435,000	

NOTE 6 (Continued)

2014 Sales Tax Revenue Refunding Bonds

On May 21, 2014, the County issued \$6.755 million in Series 2014 Sales Tax Revenue Refunding Bonds to defease the portion of the outstanding Series 2005 Sales Tax Revenue and Refunding Bonds issued to finance the costs of expansion and improvements related to the Security Center. Maturities of the Series 2014 Sales Tax Revenue Refunding Bonds are as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>
December 1 2016	\$ 1,275,000	1.83%
2017	1,300,000	1.83%
2018	1,325,000	1.83%
2019	1,345,000	1.83%
2020	1,370,000	1.83%
	<u>\$ 6,615,000</u>	

The following table shows the difference between the cash flow requirements to service the Series 2005 Sales Tax Revenue and Refunding Bonds and the 2014 Sales Tax Revenue Refunding Bonds:

<u>Date</u>	<u>New (2014) Debt Service</u>	<u>Old (2005) Debt Service</u>	<u>Savings</u>	<u>Fiscal Total</u>
11/1/2014	\$ 54,941	\$ 151,794	\$ 96,853	\$ 96,853
5/1/2015	61,808	151,794	89,986	-
11/1/2015	201,808	151,794	(50,014)	39,972
5/1/2016	60,527	151,794	91,267	-
11/1/2016	1,335,527	1,286,794	(48,733)	42,534
5/1/2017	48,861	123,419	74,558	-
11/1/2017	1,348,861	1,318,419	(30,442)	44,116
5/1/2018	36,966	93,544	56,578	-
11/1/2018	1,361,966	1,348,544	(13,422)	43,156
5/1/2019	24,842	66,875	42,033	-
11/1/2019	1,369,842	1,371,875	2,033	44,066
5/1/2020	12,536	34,250	21,714	-
11/1/2020	1,382,535	1,404,250	21,715	43,429
Totals	<u>\$ 7,301,020</u>	<u>\$ 7,655,146</u>	<u>\$ 354,126</u>	<u>\$ 354,126</u>

The net present value of the benefit (economic gain) resulting from the advance refunding is \$341,933.

UTAH COUNTY, UTAH
Financial Statements
Year Ended December 31, 2015

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 (Continued)

The following table summarizes the changes in long-term debt for 2015:

	January 1 2015	Additions	Retirements	December 31 2015	Due in One Year
Governmental Activities:					
<i>General Obligation Bonds</i>					
<none>	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Obligation Bonds	-	-	-	-	-
<i>Revenue Bonds</i>					
2005 Sales Tax & Refunding Bonds	7,390,000	-	(7,390,000)	-	-
2006 Sales Tax Bonds	4,200,000	-	(525,000)	3,675,000	550,000
2009A Transportation Sales Tax Revenue Bonds	5,325,000	-	(2,615,000)	2,710,000	2,710,000
2009B Transportation Sales Tax Revenue Bonds	85,490,000	-	-	85,490,000	-
2009A Vehicle Registration Fee Revenue Bonds	700,000	-	(700,000)	-	-
2009B Vehicle Registration Fee Revenue Bonds	23,775,000	-	-	23,775,000	750,000
2010A Excise Tax Revenue Bonds	3,240,000	-	(775,000)	2,465,000	780,000
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 (QECCB)	4,460,000	-	(180,000)	4,280,000	265,000
2012 Sales Tax Revenue Bonds	48,665,000	-	(930,000)	47,735,000	960,000
2013 Excise Tax Revenue Bonds	3,570,000	-	(135,000)	3,435,000	135,000
2014 Sales Tax Revenue Refunding Bonds	6,755,000	-	(140,000)	6,615,000	1,275,000
Unamortized Bond Discounts	(1,161,393)	-	58,875	(1,102,518)	(58,875)
Unamortized Bond Premiums	3,166,481	-	(300,741)	2,865,740	300,741
Total Revenue Bonds	228,775,088	-	(13,631,866)	215,143,222	7,666,866
Total Bonds Payable	228,775,088	-	(13,631,866)	215,143,222	7,666,866
Compensated Absences	4,110,536	-	(139,017)	3,971,519	-
OPEB Liability	7,413,792	-	(285,739)	7,128,053	-
	<u>\$ 240,299,416</u>	<u>\$ -</u>	<u>\$ (14,056,622)</u>	<u>\$ 226,242,794</u>	<u>\$ 7,666,866</u>

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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 are as follows:

Fiscal Year	All Bonds		
	Principal	Interest	Total
2016	\$ 7,425,000	\$ 11,651,626	\$ 19,076,626
2017	7,705,000	11,382,681	19,087,681
2018	7,990,000	11,068,325	19,058,325
2019	8,280,000	10,736,988	19,016,988
2020	8,600,000	10,380,247	18,980,247
2021-2025	38,310,000	45,901,892	84,211,892
2026-2030	45,940,000	33,920,425	79,860,425
2031-2035	52,885,000	18,095,625	70,980,625
2036-2039	36,245,000	4,458,904	40,703,904
Totals	<u>\$ 213,380,000</u>	<u>\$ 157,596,714</u>	<u>\$ 370,976,714</u>

Compensated Absences and Other Postemployment Benefits

Employees are granted vacation and sick leave in amounts varying with tenure and hire date. An employee may accrue up to 240 hours of vacation and unlimited hours of sick leave. Active employees may convert sick leave to vacation or cash under certain options available under the plan. Upon retirement, up to 720 hours of sick leave may be paid as cash at 25 percent of the employee’s pay rate at time of retirement. As of December 31, 2015, the liability for accrued compensated absences amounted to \$3,971,519. As of December 31, 2015, the accrued liability for other postemployment benefits (“OPEB”) was \$7,128,053.

NOTE 7 - RETIREMENT PLANS

Utah Retirement Systems

Plan Description. Eligible plan participants are provided with pensions through the Utah Retirement Systems. The Utah Retirement Systems are comprised of the following pension trust funds:

- Public Employees Noncontributory Retirement System (“Noncontributory System”) and the Public Employees Contributory Retirement System (“Contributory System”) are multiple-employer, cost-sharing, public-employees retirement systems.
- The Public Safety Retirement System (“Public Safety System”) is a mixed-agent and cost-sharing, multiple-employer retirement system.

NOTE 7 (Continued)

- Tier 2 Public Employees Contributory Retirement System (“Tier 2 Public Employees System”) and the Tier 2 Public Safety and Firefighter Contributory Retirement System (“Tier 2 Public Safety and Firefighters System”) are multiple-employer, cost-sharing, public-employees retirement systems.

The Tier 2 Public Employees System became effective July 1, 2011. All eligible employees beginning on or after July 1, 2011 who have no previous service credit with any of the Utah Retirement Systems are members of the Tier 2 Retirement System.

The Utah Retirement Systems (“URS”) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The URS’ defined benefit plans are amended statutorily by the State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the URS under the direction of the Board, whose members are appointed by the Governor. The URS are fiduciary funds defined as pension (and other employee benefit) trust funds. URS is a component unit of the State of Utah. Title 49 of the Utah Code grants the authority to establish and amend the benefit terms. URS issues a publicly available financial report that can be obtained either by writing Utah Retirement Systems, 560 East 200 South, Salt Lake City, Utah 84102, or by visiting the website: www.urs.org.

Benefits provided. URS provides retirement, disability, and death benefits. Retirement benefits are as follows:

Summary of Benefits by System

System	Final average salary	Years of service required and/or age eligible for benefit	Benefit percent per year of service	COLA**
Noncontributory System	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2.0% per year all years	Up to 4%
Contributory System	Highest 5 years	30 years any age 20 years age 60* 10 years age 62*	1.25% per year to June 1975; 2.00% per year July 1975 to present	Up to 4%
Public Safety System	Highest 3 years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% to 4%, depending on the employer
Tier 2 Public Employees System	Highest 5 years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 years	25 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%

* with actuarial reductions

** All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit except for Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (“CPI”) increase for the year, although unused CPI increases not met may be carried forward to subsequent years.

NOTE 7 (Continued)

Contributions. As a condition of participation in the URS, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the URS Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable), is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates are as follows:

	<u>Employee Paid</u>	<u>Paid by Employer for Employee</u>	<u>Employer Contribution Rates</u>
Contributory System			
11 - Local Government Division Tier 1	N/A	6.000%	14.460%
111 - Local Government Division Tier 2	N/A	N/A	14.910%
Noncontributory System			
15 - Local Government Division Tier 1	N/A	N/A	18.470%
Public Safety Retirement System			
29 - Other Division B Contributory Tier 1	N/A	10.500%	22.290%
49 - Other Division B Noncontributory Tier 1	N/A	N/A	32.200%
122 - Other Division A Contributory Tier 2	N/A	N/A	20.390%

Pension Assets, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2014, we reported a net pension asset of \$31,623 and a net pension liability of \$21,942,088.

	<u>Proportionate Share</u>	<u>Net Pension Asset</u>	<u>Net Pension Liability</u>
Noncontributory System	3.1789053 %	\$ 0	\$ 13,803,555
Contributory System	1.3635599 %	0	393,310
Public Safety System	19.5867048 %	0	7,745,223
Tier 2 Public Employees System	0.5119697 %	15,515	0
Tier 2 Public Safety and Firefighter System	1.0888488 %	16,108	0
Total Net Pension Asset / Liability		<u>\$ 31,623</u>	<u>\$ 21,942,088</u>

The net pension asset and liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2014 and rolled forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability was based upon actual historical employer contributions to the plan from the census data submitted to the plan for pay periods ending in 2014.

NOTE 7 (Continued)

For the year ended December 31, 2014, we recognized pension expense of \$5,308,814. At December 31, 2014, we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 651,935	\$ 495,178
Changes in assumptions	0	2,378,932
Net difference between projected and actual earnings on pension plan investments	481,645	0
Changes in proportion and differences between contributions and proportionate share of contributions	0	0
Contributions subsequent to the measurement date	9,923,494	0
Total	\$ 11,057,074	\$ 2,874,110

\$9,923,494 was reported as deferred outflows of resources related to pensions resulting from contributions made by the County prior to the County's fiscal year end, but subsequent to the measurement date of December 31, 2014. These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2015	\$ (460,180)
2016	(412,088)
2017	(392,444)
2018	(374,756)
2019	(70,648)
Thereafter	(30,415)

Actuarial assumptions. The total pension liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases	3.50 - 10.50 percent, average, including inflation
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

NOTE 7 (Continued)

Active member mortality rates are a function of the member's gender, occupation, and age and are developed based upon plan experience. Retiree mortality assumptions are highlighted in the following table:

Retired Member Mortality	
Class of Member	
Educators	
Men EDUM (90%)	
Women EDUF (100%)	
Public Safety and Firefighters	
Men RP 2000mWC (100%)	
Women EDUF (120%)	
Local Government, Public Employees	
Men RP 2000mWC (100%)	
Women EDUF (120%)	
<i>EDUM = Constructed mortality table based on actual experience of male educators multiplied by given percentage</i>	
<i>EDUF = Constructed mortality table based on actual experience of female educators multiplied by given percentage</i>	
<i>RP 2000mWC = RP 2000 Combined mortality table for males with white collar adjustments multiplied by given percentage</i>	

The actuarial assumptions used in the January 1, 2014 valuation were based on the results of an actuarial experience study for the five-year period ending December 31, 2013.

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

Asset Class	Expected Return Arithmetic Basis		Long-Term Expected Portfolio Real Rate of Return
	Target Asset Allocation	Real Return Arithmetic Basis	
Equity securities	40 %	7.06 %	2.82 %
Debt securities	20 %	0.80 %	0.16 %
Real assets	13 %	5.10 %	0.66 %
Private equity	9 %	11.30 %	1.02 %
Absolute return	18 %	3.15 %	0.57 %
Cash and cash equivalents	0 %	0.00 %	0.00 %
Totals	100 %		5.23 %
	Inflation		2.75 %
	Expected arithmetic nominal return		7.98 %

NOTE 7 (Continued)

The 7.50% assumed investment rate of return is comprised of an inflation rate of 2.75%, a real return of 4.75% that is net of investment expense.

Discount rate. The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the proportionate share of the net pension asset and liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.50 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate:

	1% Decrease (6.50%)	Discount Rate (7.50%)	1% Increase (8.50%)
Proportionate share of			
Net pension (asset) / liability	\$52,538,371	\$21,910,465	\$(3,452,090)

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued URS financial report.

Deferred Compensation Plans

Utah County participates in a 401(k) plan administered by Prudential Financial, Inc. The County matches contributions to the plan, up to 6.2 percent of base wages. Contributions during the year were \$5,451,607, which is comprised of \$2,832,129 in employee deductions and \$2,619,478 in matching County contributions.

Utah County participates in a 457 Deferred Compensation Plan administered by Prudential Financial, Inc. Prudential Financial, Inc. has adopted GASB Statement No. 32 – Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans. Accordingly, assets and income of the 457 Plan are held in trust for the exclusive benefit of the participants or their beneficiaries rather than being held by the County as the employer. Consequently, plan assets are not included in the County’s financial statements.

NOTE 7 (Continued)

Effective January 1, 2015, contributions to 401(a) plans for elected officials were discontinued.

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 payment to Utah Local Governments Trust for insurance coverage. Property physical damage is insured to replacement value, automobile physical damage is insured to actual value with a \$500 deductible, and other liability is insured up to \$1 million, or the statutory limit. The County also provides workers' compensation coverage through Utah Local Governments Trust. 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 – JOINT VENTURE

The Provo City/Utah County Ice Sheet Authority ("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.

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NOTE 10 (Continued)

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

	As of June 30, 2015	
Total assets		\$ 12,321,456
Total liabilities		(121,125)
		<hr/>
Total net position		<u><u>\$ 12,200,331</u></u>
 For the year ended June 30, 2015		
Total operating revenues		\$ 944,892
Total operating expenses		(1,442,635)
Non-operating revenues (expenses)		379,804
		<hr/>
Net income (loss)		<u><u>\$ (117,939)</u></u>

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS

In addition to pension benefits described in Note 7, the County provides other post-employment benefits (“OPEB”) in accordance with County policy to all eligible employees. The other post-employment benefits currently provided by the County include healthcare benefits and post-employment income benefits for surviving spouses.

Eligibility

General employees are eligible for retiree healthcare coverage once they have 30 years of service with the County. Retiree healthcare coverage ends when the retiree turns 65.

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

All employees can retire according to the Utah Retirement System eligibility requirements, 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) to be eligible for retiree healthcare coverage through the County.

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

Explicit Subsidy

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

NOTE 11 (Continued)

Tier 1 – Employees who have completed 100 percent of the required years of service for retiree healthcare coverage will receive the same subsidy as active employees. The monthly contribution requirement for active employees effective January 1, 2015 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	\$0.00	\$0.00	\$236.16	\$478.46
SelectHealth PPO	\$130.20	\$263.50	\$130.20	\$263.50	\$366.36	\$741.96

Tier 2 – For employees who have completed at least 80 percent but less than 100 percent of the required years of service for retiree healthcare coverage, the County will pay up to \$803.19 per month for healthcare coverage. The County subsidy will increase annually according to the premium increase, but not more than 8 percent.

Tier 3 – For employees who have completed at least 50 percent but less than 80 percent of the required years of service for retiree healthcare coverage, the County will pay up to \$365 per month for healthcare coverage. The County subsidy will remain the same in the future.

Tier 4 – For employees who have completed less than 50 percent of the required years of service for retiree healthcare coverage, the County will pay up to \$178.40 per month for healthcare 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 active employees die prior to retirement (regardless of whether they are eligible for retirement), the surviving spouse is eligible for a post-employment income benefit. The plan will pay the employee’s surviving spouse 30 percent of the employee’s monthly income at the time of death to age 65 or re-marriage.

Medical Benefit

The same medical benefits are available to retirees as active employees. All health plans are fully-insured and experience-rated.

NOTE 11 (Continued)

The 2015 monthly premiums by plan effective January 1, 2015 are as follows:

<u>Plan</u>	<u>Employee Only</u>	<u>Employee + 1</u>
SelectHealth HDHP	\$472.30	\$956.90
SelectHealth PPO	\$602.50	\$1,220.40

Retirees enrolled in the high-deductible plans (“HDHP”) receive annual health savings account (“HSA”) contributions of \$800 for single coverage and \$1,600 for non-single coverage. The HSA contribution is assumed to increase with HSA trend rates.

Health Reimbursement Account Benefit

The County will provide a retiree Health Reimbursement Account (“HRA”) benefit of \$800 annually for public safety employees that were hired prior to July 1, 2011 and retired on or after December 1, 2012. The HRA will reimburse for out-of-pocket medical, prescription, dental, or vision expenses; however premiums are not reimbursed. This benefit terminates upon the retiree reaching age 65. Surviving spouses can request reimbursement for expenses incurred prior to the death of the retiree if there is a balance remaining. It has been assumed this benefit begins as of the valuation date.

Annual OPEB Cost and Net OPEB Obligation

	<i>2014</i>	<i>2015</i>
Annual Required Contribution (“ARC”) as of the end of the year	\$874,698	\$874,698
Interest on Net OPEB Obligation (“NOO”) to end of the year	94,849	114,279
NOO amortization adjustment to the ARC	(129,398)	(155,906)
Annual OPEB cost	\$840,149	\$833,071
Total annual employer contribution for pay-as-you-go	(408,372)	(445,125)
Total annual employer contribution for pre-funding	0	0
Change in NOO	\$431,777	\$387,946
NOO as of beginning of year	2,107,758	2,539,535
NOO as of end of year	\$2,539,535	\$2,927,481

NOTE 11 (Continued)

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 \$7,804,719 for its OPEB obligations through a balance sheet accrual, 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.

The annual covered payroll for the current year is \$46,678,034. The unfunded actuarial accrued liability (“UAAL”) of \$7,413,792 is equal to the actuarial accrued liability. The ratio of the UAAL to annual covered payroll is 16 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, 2014, an interest rate of 4.5 percent was used and an amortization period of 30 years.

NOTE 12 – SUBSEQUENT EVENTS

On April 21, 2015, the Board of County Commissioners approved a parameters resolution authorizing the issuance and sale of not more than \$65 million of Subordinated Transportation Sales Tax Revenue Bonds for the purpose of funding a Bus Rapid Transit system in the County. As of the date of this report, the bonds had not yet been issued.

NOTE 13 – RESTATED NET POSITION

The Governmental Accounting Standards Board (“GASB”) issued Statement No. 68 – Accounting for Financial Reporting of Pensions, which became effective for financial statement reporting periods beginning after June 15, 2015. As a result of implementing this statement, pension-related items, which were previously not recognized, are now required to be reported in the County’s financial statements. In the year of implementation, the County is required to include the pension-related amounts and restate the earliest Net Position presented.

Therefore, the effect of adding the pension-related items is reflected as a restatement of net position in the Statement of Activities for Governmental Activities of \$16,723,061 as well as \$1,622,936 in the Proprietary Funds Statement of Revenues, Expenses, and Change in Net Position, since these pension items do not relate to the current financial reporting period.

NOTE 14 – LEGAL COMPLIANCE

Total expenditures were within amounts budgeted in all funds. The Soldier Summit Special Service District Special Revenue Fund had a deficit fund balance at year end in the amount of \$21,912. The District has budgeted to remove this deficit in fiscal year 2016. The Soldier Summit Special Service District Special Revenue Fund also had a deficit cash balance at year end in the amount of \$36,724.

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**REQUIRED SUPPLEMENTARY
INFORMATION
(UNAUDITED)**

UTAH COUNTY
Ratings for Utah County's Roads System
For the year ended December 31, 2015

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, 2015 the County had 48.08 miles of dirt roads, 140.60 miles of gravel roads, 264.76 miles of chip-seal roads, and 91.93 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>
2011	\$4,163,862	\$3,263,490
2012	\$4,710,828	\$4,522,143
2013	\$5,269,770	\$4,247,527
2014	\$3,718,187	\$3,444,633
2015	\$3,913,834	\$3,802,299

Because of annexations, the total value of the County's roads system decreased from \$63,790,260 on December 31, 2014 to \$63,721,630 on December 31, 2015.

Report prepared by the Utah County Public Works Department.

UTAH COUNTY
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive/(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 30,000,000	\$ 30,000,000	\$ 29,328,754	\$ (671,246)
Sales taxes	23,417,000	24,278,000	24,107,617	(170,383)
Franchise taxes	4,000	4,000	3,745	(255)
Licenses and permits	337,000	348,343	357,424	9,081
Intergovernmental	891,287	852,413	849,037	(3,376)
Charges for services	13,708,058	14,216,920	14,205,191	(11,729)
Fines and forfeitures	2,855,000	2,515,390	2,545,799	30,409
Miscellaneous revenue	366,000	288,705	406,347	117,642
Total revenues	<u>71,578,345</u>	<u>72,503,771</u>	<u>71,803,914</u>	<u>(699,857)</u>
Expenditures:				
Current:				
General government	26,386,597	24,686,189	22,892,398	1,793,791
Public safety	44,233,985	47,936,682	44,688,662	3,248,020
Public health and welfare	863,794	970,014	921,060	48,954
Parks and recreation	444,603	457,038	379,352	77,686
Total expenditures	<u>71,928,979</u>	<u>74,049,923</u>	<u>68,881,471</u>	<u>5,168,452</u>
Excess (deficiency) of revenues over expenditures	<u>(350,634)</u>	<u>(1,546,152)</u>	<u>2,922,443</u>	<u>4,468,595</u>
Other financing sources (uses):				
Transfers in	3,510,520	4,440,134	4,148,274	(291,860)
Transfers out	(7,039,336)	(7,966,111)	(7,964,341)	1,770
Total other financing sources (uses)	<u>(3,528,816)</u>	<u>(3,525,977)</u>	<u>(3,816,068)</u>	<u>(290,091)</u>
Net change in fund balance	(3,879,450)	(5,072,129)	(893,625)	4,178,504
Fund balance - beginning	28,380,824	28,380,824	28,380,824	-
Fund balance - ending	<u>\$ 24,501,374</u>	<u>\$ 23,308,695</u>	<u>\$ 27,487,199</u>	<u>\$ 4,178,504</u>

UTAH COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Health Fund
Major Special Revenue Fund
Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive/(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 14,512,874	\$ 14,516,476	\$ 12,127,779	\$ (2,388,697)
Charges for services	8,596,130	8,637,684	7,637,549	(1,000,135)
Miscellaneous revenue	154,267	157,867	97,003	(60,864)
Total revenues	<u>23,263,271</u>	<u>23,312,027</u>	<u>19,862,330</u>	<u>(3,449,697)</u>
Expenditures:				
Salaries, wages, and benefits	12,755,215	13,213,467	12,458,693	754,774
Materials, supplies, and services	14,756,918	14,292,071	11,225,952	3,066,119
Capital outlay	12,000	18,595	6,595	12,000
Total expenditures	<u>27,524,133</u>	<u>27,524,133</u>	<u>23,691,239</u>	<u>3,832,894</u>
Excess (deficiency) of revenues over expenditures	<u>(4,260,862)</u>	<u>(4,212,106)</u>	<u>(3,828,909)</u>	<u>383,197</u>
Other financing sources (uses):				
Transfers in	2,647,033	2,648,524	2,623,554	(24,970)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>2,647,033</u>	<u>2,648,524</u>	<u>2,623,554</u>	<u>(24,970)</u>
Net change in fund balance	(1,613,829)	(1,563,582)	(1,205,355)	358,227
Fund balance - beginning	6,162,106	6,162,106	6,162,106	-
Fund balance - ending	<u>\$ 4,548,277</u>	<u>\$ 4,598,524</u>	<u>\$ 4,956,751</u>	<u>\$ 358,227</u>

UTAH COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Transportation Projects Fund
Major Special Revenue Fund
Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive/(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Sales taxes	\$ 54,100,000	\$ 54,687,880	\$ 55,050,137	\$ 362,257
Intergovernmental revenue	6,213,834	6,210,270	3,014,271	(3,195,999)
Charges for services	3,700,000	3,905,000	3,912,739	7,739
Miscellaneous revenue	150,000	384,728	1,022,972	638,244
Total revenues	<u>64,163,834</u>	<u>65,187,878</u>	<u>63,000,119</u>	<u>(2,187,759)</u>
Expenditures:				
Salaries, wages, and benefits	1,082,599	1,258,798	1,204,979	53,819
Materials, supplies, and services	134,721,007	133,029,300	4,357,063	128,672,237
Capital outlay	-	-	3,179,879	(3,179,879)
Contributions to other governmental agencies	34,000,000	39,376,120	39,558,900	(182,780)
Total expenditures	<u>169,803,606</u>	<u>173,664,218</u>	<u>48,300,821</u>	<u>125,363,398</u>
Excess (deficiency) of revenues over expenditures	<u>(105,639,772)</u>	<u>(108,476,340)</u>	<u>14,699,299</u>	<u>123,175,639</u>
Other financing sources (uses):				
Transfers in	1,000,000	949,650	742,229	(207,421)
Transfers out	(14,709,332)	(10,848,720)	(10,848,718)	2
Issuance of bonds	65,000,000	65,000,000	-	(65,000,000)
Bond premiums (discounts)	-	-	-	-
Total other financing sources (uses)	<u>51,290,668</u>	<u>55,100,930</u>	<u>(10,106,489)</u>	<u>(65,207,419)</u>
Net change in fund balance	(54,349,104)	(53,375,410)	4,592,810	57,968,220
Fund balance - beginning	60,539,646	60,539,646	60,539,646	-
Fund balance - ending	<u>\$ 6,190,542</u>	<u>\$ 7,164,236</u>	<u>\$ 65,132,455</u>	<u>\$ 57,968,220</u>

UTAH COUNTY
Required Supplementary Information
December 31, 2015

County Retiree Health Care Plan
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
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	18.96%
1/1/2011	\$ -	\$ 7,590,055	\$ 7,590,055	0.00%	\$ 40,024,862	18.96%
1/1/2012	\$ -	\$ 8,105,722	\$ 8,105,722	0.00%	\$ 44,922,930	18.04%
1/1/2013	\$ -	\$ 8,105,722	\$ 8,105,722	0.00%	\$ 44,922,930	18.04%
1/1/2014	\$ -	\$ 7,413,792	\$ 7,413,792	0.00%	\$ 46,678,034	15.88%
1/1/2015	\$ -	\$ 7,413,792	\$ 7,413,792	0.00%	\$ 46,678,034	15.88%

UTAH COUNTY
Required Supplementary Information
December 31, 2015

Schedule of the Proportionate Share of the Net Pension Liability (Asset)
Utah Retirement Systems
Last Ten Fiscal Years*

	Noncontributory System	Contributory Retirement System	Public Safety System	Tier 2 Public Employees System	Tier 2 Public Safety and Firefighter System
Proportion of the net pension liability (asset)	3.1789053%	1.3635599%	19.5867048%	0.5119697%	1.0888488%
Proportionate share of the net pension liability (asset)	\$ 13,803,555	\$ 393,310	\$ 7,745,223	\$ (15,515)	\$ (16,108)
Covered employee payroll	\$ 27,061,127	\$ 730,686	\$ 12,246,827	\$ 2,511,911	\$ 450,257
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	51.0%	53.8%	63.2%	-0.6%	-3.6%
Plan fiduciary net position as a percentage of the total pension liability	90.2%	94.0%	89.0%	103.5%	120.5%

** In accordance with paragraph 81.a of GASB Statement No. 68, the County will need to disclose a 10-year history of its proportionate share of the Net Pension Liability (Asset) on this schedule. However, this 10-year schedule will need to be created prospectively. Therefore, the schedule above is only for the current year.*

UTAH COUNTY
Required Supplementary Information
December 31, 2015

Schedule of Contributions
Utah Retirement Systems
Last Ten Fiscal Years*

	Noncontributory System	Contributory Retirement System	Public Safety System	Tier 2 Public Employees System	Tier 2 Public Safety and Firefighter System
Contractually required contribution	\$ 4,996,349	\$ 101,179	\$ 3,963,877	\$ 211,225	\$ 49,063
Contributions in relation to the contractually required contribution	(4,996,349)	(101,179)	(3,963,877)	(211,225)	(49,063)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered employee payroll	\$ 27,061,127	\$ 730,686	\$ 12,246,827	\$ 2,511,911	\$ 450,257
Contributions as a percentage of covered-employee payroll**	18.46%	13.85%	32.37%	8.41%	10.90%

* Amounts presented were as of calendar year (January 1-December 31) 2014. The County will need to disclose a 10-year history of its contributions on this schedule. However, this 10-year schedule will need to be created prospectively. Therefore, the schedule above is only for the current year.

** Contributions as a percentage of covered-employee payroll may be different than the Board certified rate due to rounding or other administrative issues.

**OTHER SUPPLEMENTARY
INFORMATION**

**Utah County Government
Legal Compliance Audit Guide
For the Year Ended December 31, 2015**

TRANSIENT ROOM TAX

Establishing and promoting:		
Recreation	\$	-
Tourism		1,658,218
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		947,112
Total expenditures	<u>\$</u>	<u>2,605,330</u>

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

Financing tourism promotion	\$	28,000
Development, operation, and maintenance of:		
Tourist facilities		-
Recreation facilities		4,083,002
Cultural facilities		1,164,503
Convention facilities		1,775,958
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>7,051,463</u>

**COMBINING FINANCIAL STATEMENTS
AND
SUPPLEMENTARY SCHEDULES**

UTAH COUNTY
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2015

	Special Revenue Funds														Total	
	Drug/Alcohol Prevention & Treatment	Municipal Bldg Authority	Service Area 6	Service Area 7	Service Area 8	Service Area 9	Utah Valley Road SSD	Soldier Summit SSD	Grants / Outside Funding	Children's Justice	Jail Inmate Benefit	Contract Law Enforcement	Transient Room Tax	TRCC Tax		Assessing & Collecting
Assets:																
Cash and investments	\$ 935	\$ -	\$ 1,715,022	\$ 1,095,538	\$ 1,411,275	\$ 530,142	\$ 510,199	\$ (36,724)	\$ 902	\$ 952	\$ 781,445	\$ 336	\$ 88	\$ 7,442,122	\$ 3,778,295	\$ 17,230,525
Receivables:																
Tax receivables	-	-	679,468	186,062	151,421	37,417	-	4,291	-	-	-	-	373,043	1,308,161	1,564,234	4,304,097
Other receivables	2,511,980	-	-	300	-	-	-	10,587	1,442,748	265,805	27,464	841,736	-	25,510	8,436	5,134,566
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	293,579	-	-	129,083	-	-	-	-	-	-	-	6,800	-	43,322	10,403	483,187
Total assets	<u>\$ 2,806,494</u>	<u>\$ -</u>	<u>\$ 2,394,490</u>	<u>\$ 1,410,982</u>	<u>\$ 1,562,696</u>	<u>\$ 567,559</u>	<u>\$ 510,199</u>	<u>\$ (21,847)</u>	<u>\$ 1,443,650</u>	<u>\$ 266,756</u>	<u>\$ 808,909</u>	<u>\$ 848,873</u>	<u>\$ 373,131</u>	<u>\$ 8,819,114</u>	<u>\$ 5,361,368</u>	<u>\$ 27,152,375</u>
Liabilities and fund balances:																
Accounts payable and accruals	\$ 837,197	\$ -	\$ -	\$ 33,042	\$ -	\$ -	\$ -	\$ -	\$ 600,330	\$ 43,033	\$ 11,712	\$ 78,873	\$ -	\$ 1,324,454	\$ 368,751	\$ 3,297,393
Unearned revenues	6,000	-	459	263	101	2	507,717	2	91,320	-	-	-	-	15,474	1,832	623,171
Due to other funds	1,128,000	-	-	-	-	-	-	-	752,000	134,000	-	770,000	-	-	-	2,784,000
Other liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>1,971,197</u>	<u>-</u>	<u>459</u>	<u>33,305</u>	<u>101</u>	<u>2</u>	<u>507,717</u>	<u>2</u>	<u>1,443,650</u>	<u>177,033</u>	<u>11,712</u>	<u>848,873</u>	<u>-</u>	<u>1,339,929</u>	<u>370,583</u>	<u>6,704,563</u>
Deferred inflows of resources	-	-	184,040	59,999	42,010	8,705	-	63	-	-	-	-	-	-	485,359	780,174
Fund balances:																
Restricted for:																
Transient room tax	-	-	-	-	-	-	-	-	-	-	-	-	373,131	-	-	373,131
Assessing and collecting	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,505,426	4,505,426
Public transit taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TRCC tax	-	-	-	-	-	-	-	-	-	-	-	-	-	7,479,185	-	7,479,185
Special service areas/districts	-	-	2,209,991	1,317,679	1,520,585	558,853	2,482	(21,912)	-	-	-	-	-	-	-	5,587,678
Bond proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Committed for:																
Public health and welfare	835,297	-	-	-	-	-	-	-	-	89,723	-	-	-	-	-	925,019
Public safety	-	-	-	-	-	-	-	-	-	-	797,197	-	-	-	-	797,197
Capital projects	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Assigned for:																
Medicaid reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	<u>835,297</u>	<u>-</u>	<u>2,209,991</u>	<u>1,317,679</u>	<u>1,520,585</u>	<u>558,853</u>	<u>2,482</u>	<u>(21,912)</u>	<u>-</u>	<u>89,723</u>	<u>797,197</u>	<u>-</u>	<u>373,131</u>	<u>7,479,185</u>	<u>4,505,426</u>	<u>19,667,637</u>
Total liabilities and fund balance	<u>\$ 2,806,494</u>	<u>\$ -</u>	<u>\$ 2,394,490</u>	<u>\$ 1,410,982</u>	<u>\$ 1,562,696</u>	<u>\$ 567,559</u>	<u>\$ 510,199</u>	<u>\$ (21,847)</u>	<u>\$ 1,443,650</u>	<u>\$ 266,756</u>	<u>\$ 808,909</u>	<u>\$ 848,873</u>	<u>\$ 373,131</u>	<u>\$ 8,819,114</u>	<u>\$ 5,361,368</u>	<u>\$ 27,152,375</u>

UTAH COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2015

	Special Revenue Funds														Total	
	Drug/Alcohol Prevention & Treatment	Municipal Bldg Authority	Service Area 6	Service Area 7	Service Area 8	Service Area 9	Utah Valley Road SSD	Soldier Summit SSD	Grants / Outside Funding	Children's Justice	Jail Inmate Benefit	Contract Law Enforcement	Transient Room Tax	TRCC Tax		Assessing & Collecting
Revenues:																
Property taxes	\$ -	\$ -	\$ 2,026,146	\$ 630,137	\$ 449,684	\$ 98,051	\$ -	\$ 21,074	\$ 2,066,596	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,876,355	\$ 13,168,043
Sales taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,909,087
Licenses and permits	-	-	-	26,715	-	-	-	-	-	-	-	-	2,928,424	7,980,664	-	25,715
Intergovernmental	5,544,587	-	806,417	-	178,055	82,135	-	-	2,323,986	792,195	-	-	-	-	130,956	9,558,331
Charges for services	2,759,933	-	-	28,198	-	-	-	18,496	2,032,473	59,001	307,786	2,199,642	-	168,503	1,964,006	9,538,037
Fines and forfeitures	-	-	-	-	-	-	-	-	36,503	-	-	-	-	-	-	36,503
Interest	-	-	8,257	5,839	12,430	3,355	2,529	-	-	4	4,468	0	39,775	9,946	86,605	
Miscellaneous revenue	11,623	335,831	-	3,446	-	-	-	-	121,527	90,205	-	-	8,421	-	571,054	
Total revenues	8,316,142	335,831	2,840,820	694,337	640,169	183,541	2,529	39,570	6,581,083	941,405	312,255	2,199,642	2,928,424	8,197,363	9,981,263	44,194,374
Expenditures:																
Current:																
General government	-	335,889	-	-	92	-	-	-	5,290,833	-	-	-	1,658,218	1,540,514	9,531,110	18,356,657
Public safety	-	-	68	853,896	-	43	-	-	523,920	-	234,913	2,574,746	-	-	-	4,187,587
Public health and welfare	8,199,769	-	-	-	-	-	-	-	2,500	1,088,414	-	-	-	-	-	9,290,683
Roads and public improvements	-	-	-	-	-	-	47	58,410	306,564	-	-	-	-	-	-	365,021
Parks and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-	1,123,868	-	1,123,868
Debt service:																
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fiscal charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay:																
General government	-	-	-	-	-	-	-	-	-	-	-	-	-	2,288,518	-	2,288,518
Public safety	-	-	-	-	-	-	-	-	457,266	-	-	-	-	-	-	457,266
Public health and welfare	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	8,199,769	335,889	68	853,896	92	43	47	58,410	6,581,083	1,088,414	234,913	2,574,746	1,658,218	4,952,900	9,531,110	36,069,599
Excess/(deficiency) of revenues over/(under) expenditures	116,373	(58)	2,840,752	(159,559)	640,077	183,498	2,482	(18,840)	-	(147,009)	77,342	(375,104)	1,270,206	3,244,463	450,152	8,124,775
Other financing sources/(uses):																
Transfers in	280,554	58	-	250,000	-	-	-	-	-	105,541	-	375,104	-	-	-	1,011,257
Transfers out	-	-	(2,844,000)	-	(1,304,274)	(250,000)	-	-	-	-	-	-	(947,112)	(2,098,564)	-	(7,443,950)
Issuance of bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bond premiums (discounts)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources/(uses)	280,554	58	(2,844,000)	250,000	(1,304,274)	(250,000)	-	-	-	105,541	-	375,104	(947,112)	(2,098,564)	-	(6,432,692)
Net change in fund balance	396,927	-	(3,248)	90,441	(664,197)	(66,502)	2,482	(18,840)	-	(41,468)	77,342	-	323,093	1,145,900	450,152	1,692,083
Fund balances - beginning	438,369	-	2,213,239	1,227,238	2,184,782	625,355	-	(3,072)	-	131,191	719,855	-	50,038	6,333,286	4,055,274	17,975,554
Fund balances - ending	\$ 835,297	\$ -	\$ 2,209,991	\$ 1,317,679	\$ 1,520,585	\$ 558,853	\$ 2,482	\$ (21,912)	\$ -	\$ 89,723	\$ 797,197	\$ -	\$ 373,131	\$ 7,479,185	\$ 4,505,426	\$ 19,667,637

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Soldier Summit Special Service District Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 17,522	\$ 21,074	\$ 3,552	\$ 17,932
Intergovernmental revenue	-	-	-	-
Charges for services	17,225	18,496	1,271	13,772
Miscellaneous revenue	-	-	-	-
Total revenues	<u>34,747</u>	<u>39,570</u>	<u>4,823</u>	<u>31,704</u>
Expenditures:				
Salaries, wages, and benefits	26,231	21,909	4,322	10,469
Materials, supplies, and services	63,516	36,501	27,015	25,761
Capital outlay	-	-	-	-
Total expenditures	<u>89,747</u>	<u>58,410</u>	<u>31,337</u>	<u>36,230</u>
Excess (deficiency) of revenues over expenditures	(55,000)	(18,840)	36,160	(4,526)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from interfund loan	55,000	-	(55,000)	-
Total other financing sources (uses)	<u>55,000</u>	<u>-</u>	<u>(55,000)</u>	<u>-</u>
Net change in fund balance	-	(18,840)	(18,840)	(4,526)
Fund balance - January 1	<u>(3,072)</u>	<u>(3,072)</u>	-	<u>1,454</u>
Fund balance - December 31	<u>\$ (3,072)</u>	<u>\$ (21,912)</u>	<u>\$ (18,840)</u>	<u>\$ (3,072)</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Transient Room Tax (TRT) Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Sales taxes	\$ 2,929,587	\$ 2,928,424	\$ (1,163)	\$ 2,543,118
Miscellaneous revenue	200	0	(200)	159
Total revenues	<u>2,929,787</u>	<u>2,928,424</u>	<u>(1,363)</u>	<u>2,543,278</u>
Expenditures:				
Salaries, wages, and benefits	-	-	-	-
Materials, supplies, and services	1,810,674	1,658,218	152,456	1,517,378
Capital outlay	-	-	-	-
Total expenditures	<u>1,810,674</u>	<u>1,658,218</u>	<u>152,456</u>	<u>1,517,378</u>
Excess (deficiency) of revenues over expenditures	1,119,113	1,270,206	151,093	1,025,900
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(1,119,113)	(947,112)	172,001	(1,406,670)
Total other financing sources (uses)	<u>(1,119,113)</u>	<u>(947,112)</u>	<u>172,001</u>	<u>(1,406,670)</u>
Net change in fund balance	-	323,093	323,093	(380,770)
Fund balance - January 1	50,038	50,038	-	430,808
Fund balance - December 31	<u>\$ 50,038</u>	<u>\$ 373,131</u>	<u>\$ 323,093</u>	<u>\$ 50,038</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Municipal Building Authority Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Miscellaneous revenue	\$ 335,832	\$ 335,831	\$ (1)	\$ 335,831
Total revenues	<u>335,832</u>	<u>335,831</u>	<u>(1)</u>	<u>335,831</u>
Expenditures:				
Materials, supplies, and services	336,332	335,889	443	335,884
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Total expenditures	<u>336,332</u>	<u>335,889</u>	<u>443</u>	<u>335,884</u>
Excess (deficiency) of revenues over expenditures	(500)	(58)	442	(53)
Other financing sources (uses):				
Transfers in	500	58	(442)	53
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>500</u>	<u>58</u>	<u>(442)</u>	<u>53</u>
Net change in fund balance	-	-	-	-
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 Balance - Budget and Actual
Assessing and Collecting Property Tax Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 8,326,000	\$ 7,876,355	\$ (449,645)	\$ 7,427,376
Intergovernmental revenue	130,956	130,956	-	130,442
Charges for services	2,014,008	1,964,006	(50,002)	1,754,762
Miscellaneous revenue	11,000	9,946	(1,054)	17,184
Total revenues	<u>10,481,964</u>	<u>9,981,263</u>	<u>(500,701)</u>	<u>9,329,763</u>
Expenditures:				
Salaries, wages, and benefits	6,064,353	5,694,881	369,472	5,638,024
Materials, supplies, and services	4,621,688	3,836,230	785,458	3,312,331
Capital outlay	-	-	-	-
Total expenditures	<u>10,686,041</u>	<u>9,531,110</u>	<u>1,154,931</u>	<u>8,950,355</u>
Excess (deficiency) of revenues over expenditures	(204,077)	450,152	654,229	379,408
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(204,077)	450,152	654,229	379,408
Fund balance - January 1	4,055,274	4,055,274	-	3,675,865
Fund balance - December 31	<u>\$ 3,851,197</u>	<u>\$ 4,505,426</u>	<u>\$ 654,229</u>	<u>\$ 4,055,274</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 6 Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 2,007,973	\$ 2,026,146	\$ 18,173	\$ 1,960,794
Intergovernmental revenue	806,417	806,417	-	806,163
Miscellaneous revenue	8,000	8,257	257	7,705
Total revenues	<u>2,822,390</u>	<u>2,840,820</u>	<u>18,430</u>	<u>2,774,662</u>
Expenditures:				
Salaries, wages, and benefits	-	-	-	-
Materials, supplies, and services	500	68	432	39
Capital outlay	-	-	-	-
Total expenditures	<u>500</u>	<u>68</u>	<u>432</u>	<u>39</u>
Excess (deficiency) of revenues over expenditures	2,821,890	2,840,752	18,862	2,774,624
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(2,844,000)	(2,844,000)	-	(2,596,500)
Total other financing sources (uses)	<u>(2,844,000)</u>	<u>(2,844,000)</u>	<u>-</u>	<u>(2,596,500)</u>
Net change in fund balance	(22,110)	(3,248)	18,862	178,124
Fund balance - January 1	2,213,239	2,213,239	-	2,035,115
Fund balance - December 31	<u>\$ 2,191,129</u>	<u>\$ 2,209,991</u>	<u>\$ 18,862</u>	<u>\$ 2,213,239</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 7 Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 604,933	\$ 630,137	\$ 25,204	\$ 623,272
Licenses and permits	26,486	26,715	229	21,000
Charges for services	29,634	28,198	(1,436)	26,834
Miscellaneous revenue	8,447	9,286	839	20,073
Total revenues	<u>669,500</u>	<u>694,337</u>	<u>24,837</u>	<u>691,180</u>
Expenditures:				
Salaries, wages, and benefits	191,171	169,365	21,806	144,206
Materials, supplies, and services	728,329	684,530	43,799	648,541
Capital outlay	-	-	-	-
Total expenditures	<u>919,500</u>	<u>853,896</u>	<u>65,604</u>	<u>792,747</u>
Excess (deficiency) of revenues over expenditures	(250,000)	(159,559)	90,441	(101,567)
Other financing sources (uses):				
Transfers in	250,000	250,000	-	250,000
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>250,000</u>
Net change in fund balance	-	90,441	90,441	148,433
Fund balance - January 1	<u>1,227,238</u>	<u>1,227,238</u>	<u>-</u>	<u>1,078,805</u>
Fund balance - December 31	<u>\$ 1,227,238</u>	<u>\$ 1,317,679</u>	<u>\$ 90,441</u>	<u>\$ 1,227,238</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 8 Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 475,500	\$ 449,684	\$ (25,816)	\$ 443,166
Intergovernmental revenue	178,055	178,055	-	180,827
Miscellaneous revenue	12,625	12,430	(195)	11,812
Total revenues	<u>666,180</u>	<u>640,169</u>	<u>(26,011)</u>	<u>635,805</u>
Expenditures:				
Salaries, wages, and benefits	-	-	-	-
Materials, supplies, and services	10,100	92	10,008	39
Capital outlay	-	-	-	-
Total expenditures	<u>10,100</u>	<u>92</u>	<u>10,008</u>	<u>39</u>
Excess (deficiency) of revenues over expenditures	656,080	640,077	(16,003)	635,766
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(1,596,134)	(1,304,274)	291,860	(435,105)
Total other financing sources (uses)	<u>(1,596,134)</u>	<u>(1,304,274)</u>	<u>291,860</u>	<u>(435,105)</u>
Net change in fund balance	(940,054)	(664,197)	275,857	200,662
Fund balance - January 1	<u>2,184,782</u>	<u>2,184,782</u>	-	<u>1,984,120</u>
Fund balance - December 31	<u>\$ 1,244,728</u>	<u>\$ 1,520,585</u>	<u>\$ 275,857</u>	<u>\$ 2,184,782</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 9 Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 106,500	\$ 98,051	\$ (8,449)	\$ 91,511
Intergovernmental revenue	82,135	82,135	-	81,176
Miscellaneous revenue	4,000	3,355	(645)	3,560
Total revenues	<u>192,635</u>	<u>183,541</u>	<u>(9,094)</u>	<u>176,248</u>
Expenditures:				
Salaries, wages, and benefits	-	-	-	-
Materials, supplies, and services	5,500	43	5,457	39
Capital outlay	-	-	-	-
Total expenditures	<u>5,500</u>	<u>43</u>	<u>5,457</u>	<u>39</u>
Excess (deficiency) of revenues over expenditures	187,135	183,498	(3,637)	176,209
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(250,000)	(250,000)	-	(250,000)
Total other financing sources (uses)	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>	<u>(250,000)</u>
Net change in fund balance	(62,865)	(66,502)	(3,637)	(73,791)
Fund balance - January 1	625,355	625,355	-	699,146
Fund balance - December 31	<u>\$ 562,490</u>	<u>\$ 558,853</u>	<u>\$ (3,637)</u>	<u>\$ 625,355</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah Valley Road Special Service District Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Intergovernmental revenue	\$ 400,000	\$ -	\$ (400,000)	\$ 560,492
Miscellaneous revenue	3,000	2,529	(471)	2,614
Total revenues	<u>403,000</u>	<u>2,529</u>	<u>(400,471)</u>	<u>563,106</u>
Expenditures:				
Salaries, wages, and benefits	-	-	-	-
Materials, supplies, and services	653,000	47	652,953	368,034
Capital outlay	-	-	-	250,152
Total expenditures	<u>653,000</u>	<u>47</u>	<u>652,953</u>	<u>618,186</u>
Excess (deficiency) of revenues over expenditures	(250,000)	2,482	252,482	(55,081)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(250,000)	2,482	252,482	(55,081)
Fund balance - January 1	-	-	-	55,081
Fund balance - December 31	<u>\$ (250,000)</u>	<u>\$ 2,482</u>	<u>\$ 252,482</u>	<u>\$ -</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Tourism, Recreation, Cultural and Convention Facilities Tax (TRCC) Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Sales taxes	\$ 8,100,000	\$ 7,980,664	\$ (119,336)	\$ 7,170,014
Intergovernmental revenue	-	-	-	-
Charges for services	154,210	168,503	14,293	167,592
Miscellaneous revenue	41,489	48,196	6,707	41,397
Total revenues	<u>8,295,699</u>	<u>8,197,363</u>	<u>(98,336)</u>	<u>7,379,003</u>
Expenditures:				
Salaries, wages, and benefits	690,057	642,947	47,110	623,027
Materials, supplies, and services	8,164,258	4,309,952	3,854,306	4,704,211
Capital outlay	-	-	-	-
Total expenditures	<u>8,854,315</u>	<u>4,952,900</u>	<u>3,901,415</u>	<u>5,327,238</u>
Excess (deficiency) of revenues over expenditures	(558,616)	3,244,463	3,803,079	2,051,766
Other financing sources (uses):				
Transfers in	-	-	-	159,476
Transfers out	(3,062,930)	(2,098,564)	964,366	(1,588,853)
Total other financing sources (uses)	<u>(3,062,930)</u>	<u>(2,098,564)</u>	<u>964,366</u>	<u>(1,429,377)</u>
Net change in fund balance	(3,621,546)	1,145,900	4,767,446	622,389
Fund balance - January 1	<u>6,333,286</u>	<u>6,333,286</u>	<u>-</u>	<u>5,710,897</u>
Fund balance - December 31	<u>\$ 2,711,740</u>	<u>\$ 7,479,185</u>	<u>\$ 4,767,446</u>	<u>\$ 6,333,286</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Children's Justice Center Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Intragovernmental revenue	\$ 908,450	\$ 792,195	\$ (116,255)	\$ 780,297
Charges for services	99,919	59,001	(40,918)	71,157
Miscellaneous revenue	132,688	90,209	(42,479)	78,003
Total revenues	<u>1,141,057</u>	<u>941,405</u>	<u>(199,652)</u>	<u>929,457</u>
Expenditures:				
Salaries, wages, and benefits	1,030,469	958,831	71,638	932,617
Materials, supplies, and services	241,457	115,415	126,042	134,846
Capital outlay	14,169	14,168	1	-
Total expenditures	<u>1,286,095</u>	<u>1,088,414</u>	<u>197,681</u>	<u>1,067,463</u>
Excess (deficiency) of revenues over expenditures	(145,038)	(147,009)	(1,971)	(138,005)
Other financing sources (uses):				
Transfers in	117,658	105,541	(12,117)	109,746
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>117,658</u>	<u>105,541</u>	<u>(12,117)</u>	<u>109,746</u>
Net change in fund balance	(27,380)	(41,468)	(14,088)	(28,259)
Fund balance - January 1	131,191	131,191	-	159,450
Fund balance - December 31	<u>\$ 103,811</u>	<u>\$ 89,723</u>	<u>\$ (14,088)</u>	<u>\$ 131,191</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Grants / Outside Projects Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 4,000,000	\$ 2,066,596	\$ (1,933,404)	\$ 2,072,672
Intergovernmental revenue	12,340,867	2,323,986	(10,016,881)	3,775,460
Charges for services	3,271,400	2,032,473	(1,238,927)	1,969,103
Fines and forfeitures	69,000	36,503	(32,497)	9,498
Miscellaneous revenue	158,077	121,527	(36,550)	21,413
Total revenues	<u>19,839,344</u>	<u>6,581,083</u>	<u>(13,258,261)</u>	<u>7,848,145</u>
Expenditures:				
Salaries, wages, and benefits	825,357	455,632	369,725	525,980
Materials, supplies, and services	10,391,041	672,067	9,718,974	3,232,518
Capital outlay	543,197	457,266	85,931	368,118
Contributions to other governmental agencies	8,079,749	4,996,118	3,083,631	3,721,529
Total expenditures	<u>19,839,344</u>	<u>6,581,083</u>	<u>13,258,261</u>	<u>7,848,145</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance - January 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - December 31	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Contract Law Enforcement Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -
Charges for services	2,357,412	2,199,642	(157,770)	2,067,306
Miscellaneous revenue	-	-	-	8,163
Total revenues	<u>2,357,412</u>	<u>2,199,642</u>	<u>(157,770)</u>	<u>2,075,469</u>
Expenditures:				
Salaries, wages, and benefits	2,082,039	1,945,828	136,211	1,686,832
Materials, supplies, and services	929,857	628,918	300,939	586,469
Capital outlay	-	-	-	-
Total expenditures	<u>3,011,896</u>	<u>2,574,746</u>	<u>437,150</u>	<u>2,273,301</u>
Excess (deficiency) of revenues over expenditures	(654,484)	(375,104)	279,380	(197,832)
Other financing sources (uses):				
Transfers in	654,484	375,104	(279,380)	197,832
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>654,484</u>	<u>375,104</u>	<u>(279,380)</u>	<u>197,832</u>
Net change in fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Inmate Benefit Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Charges for services	\$ 308,565	\$ 307,786	\$ (779)	\$ 367,666
Miscellaneous revenue	3,635	4,468	833	3,501
Total revenues	<u>312,200</u>	<u>312,255</u>	<u>55</u>	<u>371,167</u>
Expenditures:				
Salaries, wages, and benefits	311,893	187,819	124,074	165,535
Materials, supplies, and services	191,596	47,094	144,502	125,642
Capital outlay	-	-	-	-
Total expenditures	<u>503,489</u>	<u>234,913</u>	<u>268,576</u>	<u>291,178</u>
Excess (deficiency) of revenues over expenditures	(191,289)	77,342	268,631	79,989
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(191,289)	77,342	268,631	79,989
Fund balance - January 1	<u>719,855</u>	<u>719,855</u>	<u>-</u>	<u>639,866</u>
Fund balance - December 31	<u>\$ 528,566</u>	<u>\$ 797,197</u>	<u>\$ 268,631</u>	<u>\$ 719,855</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Department of Drug & Alcohol Prevention and Treatment ("DDAPT") Fund
Nonmajor Special Revenue Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Intergovernmental revenue	\$ 6,058,330	\$ 5,544,587	\$ (513,743)	\$ 5,106,959
Charges for services	2,642,971	2,759,933	116,962	2,420,963
Miscellaneous revenue	382,986	11,623	(371,363)	19,542
Total revenues	<u>9,084,287</u>	<u>8,316,142</u>	<u>(768,145)</u>	<u>7,547,464</u>
Expenditures:				
Salaries, wages, and benefits	4,825,852	4,656,804	169,048	4,503,095
Materials, supplies, and services	4,875,260	3,529,595	1,345,665	3,385,804
Capital outlay	13,370	13,370	-	-
Total expenditures	<u>9,714,482</u>	<u>8,199,769</u>	<u>1,514,713</u>	<u>7,888,899</u>
Excess (deficiency) of revenues over expenditures	(630,195)	116,373	746,568	(341,435)
Other financing sources (uses):				
Transfers in	470,195	280,554	(189,641)	437,127
Transfers out	-	-	-	(97,897)
Total other financing sources (uses)	<u>470,195</u>	<u>280,554</u>	<u>(189,641)</u>	<u>339,231</u>
Net change in fund balance	(160,000)	396,927	556,927	(2,205)
Fund balance - January 1	438,369	438,369	-	440,574
Fund balance - December 31	<u>\$ 278,369</u>	<u>\$ 835,297</u>	<u>\$ 556,927</u>	<u>\$ 438,369</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Debt Service Fund
Major Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	2015			2014 Actual Amounts
	Final Budgeted Amounts	Actual Amounts	Variance Favorable / (Unfavorable)	
Revenues:				
Property taxes	\$ 50,000	\$ 7,119	\$ (42,881)	\$ 18,404
Intergovernmental revenue	3,224,292	3,224,290	(2)	3,223,444
Miscellaneous revenue	-	-	-	-
Total revenues	<u>3,274,292</u>	<u>3,231,410</u>	<u>(42,882)</u>	<u>3,241,848</u>
Expenditures:				
Principal	13,390,000	13,390,000	-	8,590,000
Interest	12,240,886	12,240,831	55	12,646,462
Fiscal charges	42,700	36,412	6,288	44,598
Total expenditures	<u>25,673,586</u>	<u>25,667,244</u>	<u>6,342</u>	<u>21,281,061</u>
Excess (deficiency) of revenues over expenditures	(22,399,294)	(22,435,834)	(36,540)	(18,039,213)
Other financing sources (uses):				
Transfers in	18,207,684	18,163,999	(43,685)	18,057,616
Transfers out	(50,000)	(7,119)	42,881	(4,563)
Total other financing sources (uses)	<u>18,157,684</u>	<u>18,156,879</u>	<u>(805)</u>	<u>18,053,054</u>
Net change in fund balance	(4,241,610)	(4,278,955)	(37,345)	13,841
Fund balance - January 1	<u>9,593,294</u>	<u>9,593,294</u>	-	<u>9,579,453</u>
Fund balance - December 31	<u>\$ 5,351,684</u>	<u>\$ 5,314,340</u>	<u>\$ (37,345)</u>	<u>\$ 9,593,294</u>

Utah County
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Projects Fund
Major Fund
For the Year Ended December 31, 2015
With Comparative Totals for 2014

	<u>2015</u>			<u>2014</u> <u>Actual</u> <u>Amounts</u>
	<u>Final</u> <u>Budgeted</u> <u>Amounts</u>	<u>Actual</u> <u>Amounts</u>	<u>Variance</u> <u>Favorable /</u> <u>(Unfavorable)</u>	
Revenues:				
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -
Miscellaneous revenue	188,000	194,832	\$ 6,832	74,812
Total revenues	<u>188,000</u>	<u>194,832</u>	<u>6,832</u>	<u>74,812</u>
Expenditures:				
Capital outlay	9,383,328	463,636	8,919,692	2,227,267
Total expenditures	<u>9,383,328</u>	<u>463,636</u>	<u>8,919,692</u>	<u>2,227,267</u>
Excess (deficiency) of revenues over expenditures	(9,195,328)	(268,804)	8,926,524	(2,152,454)
Other financing sources (uses):				
Transfers in	2,600,000	2,176,636	(423,364)	1,170,886
Issuance of bonds	-	-	-	6,755,000
Payments to refunding escrow	-	-	-	(6,697,650)
Bond premiums (discounts)	-	-	-	-
Total other financing sources (uses)	<u>2,600,000</u>	<u>2,176,636</u>	<u>(423,364)</u>	<u>1,228,236</u>
Net change in fund balance	(6,595,328)	1,907,832	8,503,160	(924,218)
Fund balance - January 1	<u>6,690,253</u>	<u>6,690,253</u>	<u>-</u>	<u>7,614,471</u>
Fund balance - December 31	<u>\$ 94,925</u>	<u>\$ 8,598,085</u>	<u>\$ 8,503,160</u>	<u>\$ 6,690,253</u>

UTAH COUNTY
Combining Statement of Net Position
Internal Service Funds
December 31, 2015

	Internal Service Funds						Total
	Motor Pool	Jail Kitchen	Telephone	Radio	Building Maintenance	Information Systems	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES							
Current assets:							
Cash and investments	\$ 2,782,738	\$ 455	\$ 820,774	\$ 217,686	\$ 633,872	\$ 1,894,518	\$ 6,350,044
Accounts receivable	48,832	46,379	4,982	88,392	73,633	46,043	308,260
Inventory	235,071	229,195	1,053	9,643	8,600	13,020	496,582
Prepaid expenses	1,022	-	1,850	11,759	19,055	90,067	123,752
Total current assets	<u>3,067,663</u>	<u>276,028</u>	<u>828,659</u>	<u>327,480</u>	<u>735,160</u>	<u>2,043,649</u>	<u>7,278,639</u>
Noncurrent assets:							
Net pension asset	524	848	-	321	188	514	2,395
Capital assets:							
Equipment, vehicles, furniture	15,742,044	471,568	1,036,153	2,557,624	687,314	1,450,391	21,945,093
Accumulated depreciation	(9,135,511)	(180,843)	(820,865)	(2,210,845)	(366,346)	(1,056,678)	(13,771,090)
Net capital assets	<u>6,606,533</u>	<u>290,725</u>	<u>215,287</u>	<u>346,778</u>	<u>320,968</u>	<u>393,713</u>	<u>8,174,003</u>
Total noncurrent assets	<u>6,607,057</u>	<u>291,573</u>	<u>215,287</u>	<u>347,099</u>	<u>321,156</u>	<u>394,227</u>	<u>8,176,398</u>
Total assets	9,674,720	567,601	1,043,946	674,579	1,056,316	2,437,875	15,455,037
Deferred outflows of resources:							
Pension-related deferred outflows	114,148	93,149	19,192	27,441	344,748	396,721	995,399
Total assets and deferred outflows of resources	<u>9,788,868</u>	<u>660,750</u>	<u>1,063,138</u>	<u>702,020</u>	<u>1,401,064</u>	<u>2,834,596</u>	<u>16,450,436</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES							
Current liabilities:							
Accounts payable and accruals	135,424	76,086	15,917	69,680	412,219	317,699	1,027,025
Unearned revenues	-	-	-	-	8,622	-	8,622
Due to other funds	-	287,000	-	-	-	-	287,000
Total current liabilities	<u>135,424</u>	<u>363,086</u>	<u>15,917</u>	<u>69,680</u>	<u>420,841</u>	<u>317,699</u>	<u>1,322,647</u>
Noncurrent liabilities:							
Net pension liability	226,475	184,713	38,098	54,400	684,316	787,412	1,975,414
Total noncurrent liabilities	<u>226,475</u>	<u>184,713</u>	<u>38,098</u>	<u>54,400</u>	<u>684,316</u>	<u>787,412</u>	<u>1,975,414</u>
Total liabilities	361,899	547,799	54,015	124,080	1,105,157	1,105,111	3,298,061
Deferred inflows of resources:							
Pension-related deferred inflows	29,847	24,731	4,940	7,349	88,901	102,568	258,336
Total liabilities and deferred inflows of resources	<u>391,746</u>	<u>572,530</u>	<u>58,955</u>	<u>131,429</u>	<u>1,194,058</u>	<u>1,207,679</u>	<u>3,556,397</u>
NET POSITION							
Restricted - invested in capital assets, net of related debt	6,606,533	290,725	215,287	346,778	320,968	393,713	8,174,003
Unrestricted	2,790,589	(202,505)	788,896	223,812	(113,962)	1,233,205	4,720,035
Total net position	<u>9,397,122</u>	<u>88,220</u>	<u>1,004,183</u>	<u>570,590</u>	<u>207,005</u>	<u>1,626,917</u>	<u>12,894,039</u>
Total liabilities and net position	<u>\$ 9,788,868</u>	<u>\$ 660,750</u>	<u>\$ 1,063,138</u>	<u>\$ 702,020</u>	<u>\$ 1,401,064</u>	<u>\$ 2,834,596</u>	<u>\$ 16,450,436</u>

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

UTAH COUNTY
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2015

	Internal Service Funds						Total
	Motor Pool	Jail Kitchen	Telephone	Radio	Building Maintenance	Information Systems	
Operating revenues:							
Charges to other funds	\$ 4,195,795	\$ 1,772,711	\$ 541,707	\$ 588,398	\$ 6,890,099	\$ 3,012,866	\$ 17,001,576
Charges to outside agencies	58,179	561,634	62,614	386,334	566,366	93,318	1,728,445
Other revenues	8,597	2,450	-	-	12,558	152	23,757
Total operating revenues	<u>4,262,571</u>	<u>2,336,795</u>	<u>604,321</u>	<u>974,732</u>	<u>7,469,024</u>	<u>3,106,336</u>	<u>18,753,779</u>
Operating expenses:							
Salaries, wages, and benefits	758,313	850,528	237,747	62,308	2,015,685	1,937,805	5,862,386
Materials, supplies, and services	1,547,802	1,630,279	257,046	587,399	2,949,781	732,669	7,704,976
Depreciation	1,788,850	58,106	73,430	100,976	91,777	75,947	2,189,086
Total operating expenses	<u>4,094,965</u>	<u>2,538,913</u>	<u>568,223</u>	<u>750,683</u>	<u>5,057,242</u>	<u>2,746,421</u>	<u>15,756,448</u>
Operating income (loss)	<u>167,605</u>	<u>(202,118)</u>	<u>36,098</u>	<u>224,049</u>	<u>2,411,782</u>	<u>359,915</u>	<u>2,997,331</u>
Non-operating revenues (expenses):							
Interest income	15,319	104	4,606	552	8,908	11,561	41,049
Intergovernmental income	78,339	-	-	-	-	-	78,339
Intergovernmental expenses	-	-	-	-	-	-	-
Gain (loss) on sale of fixed assets	444,000	-	-	-	34,796	15,589	494,385
Total non-operating income (loss)	<u>537,658</u>	<u>104</u>	<u>4,606</u>	<u>552</u>	<u>43,704</u>	<u>27,150</u>	<u>613,774</u>
Net income (loss) before operating transfers	<u>705,264</u>	<u>(202,014)</u>	<u>40,704</u>	<u>224,601</u>	<u>2,455,486</u>	<u>387,065</u>	<u>3,611,105</u>
Transfers:							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(2,601,820)	-	(2,601,820)
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,601,820)</u>	<u>-</u>	<u>(2,601,820)</u>
Net income (loss)	705,264	(202,014)	40,704	224,601	(146,334)	387,065	1,009,285
Net position at beginning of year, as restated	8,691,858	290,234	963,479	345,989	353,340	1,239,853	11,884,753
Net position at end of year	<u>\$ 9,397,122</u>	<u>\$ 88,220</u>	<u>\$ 1,004,183</u>	<u>\$ 570,590</u>	<u>\$ 207,005</u>	<u>\$ 1,626,917</u>	<u>\$ 12,894,039</u>

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

UTAH COUNTY
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2015

	Internal Service Funds						Total
	Motor Pool	Jail Kitchen	Telephone	Radio	Building Maintenance	Information Systems	
Cash flows from operating activities:							
Receipts from customers and users	\$ 4,361,011	\$ 2,758,636	\$ 603,631	\$ 861,816	\$ 7,512,539	\$ 3,099,879	\$ 19,197,512
Payments to suppliers	(1,567,115)	(1,761,565)	(252,351)	(575,035)	(2,836,926)	(624,613)	(7,617,604)
Payments to employees	(802,801)	(888,052)	(245,308)	(70,064)	(2,141,457)	(2,084,751)	(6,232,433)
Net cash provided (used) by operating activities	<u>1,991,095</u>	<u>109,019</u>	<u>105,973</u>	<u>216,718</u>	<u>2,534,156</u>	<u>390,515</u>	<u>5,347,475</u>
Cash flows from non-capital financing activities:							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(2,601,820)	-	(2,601,820)
Net cash provided (used) by non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,601,820)</u>	<u>-</u>	<u>(2,601,820)</u>
Cash flows from capital and related financing activities:							
Payments for acquisitions of capital assets	(2,249,930)	(255,631)	-	-	(48,199)	(237,322)	(2,791,083)
Proceeds from sales of capital assets	444,000	-	-	-	34,796	15,589	494,385
Intergovernmental revenue	78,339	-	-	-	-	-	78,339
Net cash provided (used) by capital and related financing activities	<u>(1,727,591)</u>	<u>(255,631)</u>	<u>-</u>	<u>-</u>	<u>(13,403)</u>	<u>(221,733)</u>	<u>(2,218,359)</u>
Cash flows from investing activities:							
Interest received	15,319	104	4,606	552	8,908	11,561	41,049
Net change in cash and cash equivalents	278,822	(146,509)	110,579	217,270	(72,159)	180,342	568,346
Cash and cash equivalents - beginning	<u>2,503,916</u>	<u>146,963</u>	<u>710,195</u>	<u>416</u>	<u>706,031</u>	<u>1,714,176</u>	<u>5,781,698</u>
Cash and cash equivalents - ending	<u>\$ 2,782,738</u>	<u>\$ 455</u>	<u>\$ 820,774</u>	<u>\$ 217,686</u>	<u>\$ 633,872</u>	<u>\$ 1,894,518</u>	<u>\$ 6,350,044</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	\$ 167,605	\$ (202,118)	\$ 36,098	\$ 224,049	\$ 2,411,782	\$ 359,915	\$ 2,997,331
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation expense	1,788,850	58,106	73,430	100,976	91,777	75,947	2,189,086
(Increase) decrease in accounts receivable	98,440	134,841	(690)	84	43,516	(6,456)	269,733
(Increase) decrease in prepaid expenses	111,239	158	(193)	(4,473)	(2,430)	(43,433)	60,868
(Increase) decrease in inventory	(112,484)	(43,412)	553	12,690	(1,200)	8,023	(135,830)
Increase (decrease) in accounts payable	(18,067)	(88,032)	4,335	4,147	116,485	143,466	162,333
Increase (decrease) in accrued payroll	586	2,682	(7)	3,134	1,195	9,343	16,933
Increase (decrease) in unearned revenue	-	-	-	-	-	-	-
Increase (decrease) in amounts due to other funds	-	287,000	-	(113,000)	-	-	174,000
Change in net pension assets, deferred outflows of resources, liabilities, and deferred inflows of resources	(45,074)	(40,206)	(7,554)	(10,890)	(126,967)	(156,289)	(386,980)
Total adjustments	<u>1,823,489</u>	<u>311,136</u>	<u>69,875</u>	<u>(7,332)</u>	<u>122,374</u>	<u>30,600</u>	<u>2,350,144</u>
Net cash provided (used) by operating activities	<u>\$ 1,991,095</u>	<u>\$ 109,019</u>	<u>\$ 105,973</u>	<u>\$ 216,718</u>	<u>\$ 2,534,156</u>	<u>\$ 390,515</u>	<u>\$ 5,347,475</u>
Noncash investing, capital, and financing activities:	none	none	none	none	none	none	none

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

UTAH COUNTY
Combining Statement of Changes in Assets and Liabilities
Agency Funds

For the Year Ended December 31, 2015

	<u>Balance January 1 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31 2015</u>
AUDITOR'S TRUST ACCOUNTS				
Current assets:				
Cash	\$ 3,332,607	\$ 105,841,579	\$ (106,412,849)	\$ 2,761,337
Accounts receivable	245,164	3,263,593	(3,240,474)	268,282
Prepaid expenses	1,317	61,000	(58,782)	3,534
Total assets	<u>\$ 3,579,088</u>	<u>\$ 109,166,172</u>	<u>\$ (109,712,106)</u>	<u>\$ 3,033,154</u>
Liabilities:				
Accounts payable	\$ 557,687	\$ 3,951,864	\$ (4,206,478)	\$ 303,072
Due to other governments	3,021,401	55,853,373	(56,144,692)	2,730,081
Total liabilities	<u>\$ 3,579,088</u>	<u>\$ 59,805,237</u>	<u>\$ (60,351,171)</u>	<u>\$ 3,033,154</u>
TREASURER'S TRUST ACCOUNTS				
Current assets:				
Cash	\$ 81,263,602	\$ 497,521,193	\$ (517,529,880)	\$ 61,254,914
Taxes receivable	872,996	752,198	(872,996)	752,198
Total assets	<u>\$ 82,136,598</u>	<u>\$ 498,273,391</u>	<u>\$ (518,402,876)</u>	<u>\$ 62,007,112</u>
Liabilities:				
Due to other governments	\$ 82,136,598	\$ 498,273,391	\$ (518,402,876)	\$ 62,007,112
Total liabilities	<u>\$ 82,136,598</u>	<u>\$ 498,273,391</u>	<u>\$ (518,402,876)</u>	<u>\$ 62,007,112</u>
TOTALS - ALL AGENCY FUNDS				
Current assets:				
Cash	\$ 84,596,209	\$ 603,362,772	\$ (623,942,730)	\$ 64,016,251
Accounts receivable	245,164	3,263,593	(3,240,474)	268,282
Taxes receivable	872,996	752,198	(872,996)	752,198
Prepaid expenses	1,317	61,000	(58,782)	3,534
Total assets	<u>\$ 85,715,686</u>	<u>\$ 607,439,563</u>	<u>\$ (628,114,982)</u>	<u>\$ 65,040,266</u>
Liabilities:				
Accounts payable	\$ 557,687	\$ 3,951,864	\$ (4,206,478)	\$ 303,072
Due to other governments	85,157,999	554,126,763	(574,547,569)	64,737,194
Total liabilities	<u>\$ 85,715,686</u>	<u>\$ 558,078,628</u>	<u>\$ (578,754,047)</u>	<u>\$ 65,040,266</u>

UTAH COUNTY
Combining Statement of Net Assets
Discretely Presented Component Units
December 31, 2015

	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 Component Units
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
Current assets:						
Cash and investments	\$ 47,855,390	\$ 4,492,449	\$ 959,905	\$ 244,143	\$ 10,837,822	\$ 64,389,709
Accounts and notes receivable	2,228,891	636,888	213,202	-	4,174,200	7,253,181
Taxes receivable	-	-	50,588	-	-	50,588
Inventory	1,152	-	-	10,883	-	12,035
Other current assets	73,576	26,779	-	8,360	728,039	836,754
Total current assets	50,159,009	5,156,116	1,223,695	263,386	15,740,061	72,542,267
Noncurrent assets:						
Notes receivable	-	-	-	-	342,384	342,384
Net pension asset	2,070	1,081	4,109	-	13,249	20,509
Other noncurrent assets	-	-	-	205,692	221,203	426,895
Capital assets:						
Land, easements, water rights, construction in progress	5,370,633	2,207,049	607,829	-	1,561,088	9,746,599
Depreciable assets, net of accumulated depreciation	128,984,319	5,357,803	6,398,829	47,584	6,715,866	147,504,401
Net capital assets	134,354,952	7,564,852	7,006,658	47,584	8,276,954	157,251,000
Total noncurrent assets	134,357,022	7,565,933	7,010,767	253,276	8,853,790	158,040,788
Total assets	184,516,031	12,722,049	8,234,462	516,662	24,593,851	230,583,055
Deferred outflows of resources	425,430	328,767	28,453	-	1,354,788	2,137,438
Total assets and deferred outflows of resources	184,941,461	13,050,816	8,262,915	516,662	25,948,639	232,720,493
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET ASSETS						
Current liabilities:						
Accounts payable	451,521	414,383	56,471	15,567	268,802	1,206,744
Accrued interest payable	257,015	-	2,972	-	-	259,987
Accrued expenses	299,886	81,737	15,071	82,773	-	479,467
Unearned revenue	-	8,700	-	-	1,795,559	1,804,259
Current portion of long-term debt	-	25,456	50,171	-	-	75,627
Other current liabilities	167,255	-	-	19,847	3,046,034	3,233,136
Total current liabilities	1,175,677	530,276	124,685	118,187	5,110,395	7,059,220
Noncurrent liabilities:						
Bonds, notes, and leases payable	49,955,000	-	2,746,921	-	-	52,701,921
Net pension liability	906,993	435,052	72,231	-	5,780,233	7,194,509
Compensated absences and OPEB	-	-	-	-	259,760	259,760
Other long-term liabilities	-	144,261	-	-	-	144,261
Total noncurrent liabilities	50,861,993	579,313	2,819,152	-	6,039,993	60,300,451
Total liabilities	52,037,670	1,109,589	2,943,837	118,187	11,150,388	67,359,671
Deferred inflows of resources	123,238	57,129	12,460	-	757,047	949,874
Total liabilities and deferred inflows of resources	52,160,908	1,166,718	2,956,297	118,187	11,907,435	68,309,545
Net position:						
Restricted - Invested in capital assets, net of related debt	84,399,952	7,512,667	4,141,444	-	8,276,954	104,331,017
Restricted	6,712	28,207	-	225,798	-	260,717
Unrestricted	48,373,889	4,343,224	1,165,174	172,677	5,764,250	59,819,214
Total net position	\$ 132,780,553	\$ 11,884,098	\$ 5,306,618	\$ 398,475	\$ 14,041,204	\$ 164,410,948

UTAH COUNTY
Combining Statement of Revenues, Expenses, and Changes in Net Position
Discretely Presented Component Units
Year Ended December 31, 2015

	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 Component Units
Operating revenues	\$ 16,102,627	\$ 8,023,450	\$ 1,119,897	\$ 1,718,958	\$ 32,906,907	\$ 59,871,839
Operating expenses:						
Cost of services	7,927,928	7,215,115	798,100	1,574,702	28,287,354	45,803,199
Depreciation	3,874,997	523,117	263,719	15,787	554,344	5,231,964
Total operating expenses	<u>11,802,925</u>	<u>7,738,232</u>	<u>1,061,819</u>	<u>1,590,489</u>	<u>28,841,698</u>	<u>51,035,163</u>
Operating income (loss)	<u>4,299,702</u>	<u>285,218</u>	<u>58,078</u>	<u>128,469</u>	<u>4,065,209</u>	<u>8,836,676</u>
Nonoperating revenues (expenses):						
Interest revenue	260,745	28,450	147	-	54,198	343,540
Interest expense and fiscal charges	(3,140,884)	-	(90,385)	-	-	(3,231,269)
Other revenues (expenses)	7,684,460	(22,628)	166,605	-	446,990	8,275,427
Total nonoperating revenues (expenses)	<u>4,804,321</u>	<u>5,822</u>	<u>76,367</u>	<u>-</u>	<u>501,188</u>	<u>5,387,698</u>
Net income (loss)	9,104,023	291,040	134,445	128,469	4,566,397	14,224,374
Net position - beginning	<u>123,676,530</u>	<u>11,593,058</u>	<u>5,172,173</u>	<u>270,006</u>	<u>9,474,807</u>	<u>150,186,574</u>
Net position - ending	<u>\$ 132,780,553</u>	<u>\$ 11,884,098</u>	<u>\$ 5,306,618</u>	<u>\$ 398,475</u>	<u>\$ 14,041,204</u>	<u>\$ 164,410,948</u>

UTAH COUNTY
Combining Statement of Cash Flows
Discretely Presented Component Units
For the Year Ended December 31, 2015

	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
Cash flows from operating activities:						
Receipts from customers and users and others	\$ 15,891,825	\$ 8,002,184	\$ 1,006,875	\$ 1,793,171	\$ 34,230,767	\$ 60,924,822
Payments to suppliers and others	(4,344,792)	(5,682,010)	(271,162)	(740,666)	(7,019,524)	(18,058,154)
Payments to employees	(4,081,463)	(1,628,111)	(429,441)	(820,357)	(23,666,927)	(30,626,299)
Net cash provided (used) by operating activities	<u>7,465,570</u>	<u>692,063</u>	<u>306,272</u>	<u>232,148</u>	<u>3,544,316</u>	<u>12,240,369</u>
Cash flows from non-capital financing activities:						
Property taxes collected and other	-	-	149,313	-	1,500	150,813
Net cash provided (used) by non-capital financing activities	<u>-</u>	<u>-</u>	<u>149,313</u>	<u>-</u>	<u>1,500</u>	<u>150,813</u>
Cash flows from capital and related financing activities:						
Purchases of capital assets	(6,329,806)	(1,642,049)	(141,556)	(32,139)	(327,395)	(8,472,945)
Proceeds from sales of capital assets	-	123,132	-	-	35,342	158,474
Proceeds from issuance of debt	-	-	-	-	-	-
Interest paid on noncurrent liabilities	(3,451,263)	-	(90,776)	-	-	(3,542,039)
Principal paid on noncurrent liabilities	(5,590,000)	(28,065)	(231,689)	-	-	(5,849,754)
Impact fees, capital facility fees, and other	6,495,317	-	-	-	-	6,495,317
Net cash provided (used) by capital and related financing activities	<u>(8,875,752)</u>	<u>(1,546,982)</u>	<u>(464,021)</u>	<u>(32,139)</u>	<u>(292,053)</u>	<u>(11,210,947)</u>
Cash flows from investing activities:						
Receipt (payment) of note receivable	-	-	-	-	-	-
Land lease receipts and other	1,003,363	41,255	-	-	373,678	1,418,296
Net sales (purchases) of investments	-	-	-	(6,031)	36,470	30,439
Interest and dividends received	260,745	28,450	147	-	54,198	343,540
Net cash provided (used) by investing activities	<u>1,264,108</u>	<u>69,705</u>	<u>147</u>	<u>(6,031)</u>	<u>464,346</u>	<u>1,792,275</u>
Net change in cash and cash equivalents	(146,074)	(785,214)	(8,289)	193,978	3,718,109	2,972,510
Cash and cash equivalents - beginning	<u>48,001,464</u>	<u>5,277,663</u>	<u>968,194</u>	<u>50,165</u>	<u>7,113,558</u>	<u>61,411,044</u>
Cash and cash equivalents - ending	<u>\$ 47,855,390</u>	<u>\$ 4,492,449</u>	<u>\$ 959,905</u>	<u>\$ 244,143</u>	<u>\$ 10,831,667</u>	<u>\$ 64,383,554</u>
Reconciliation of operating income to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 4,299,702	\$ 285,218	\$ 58,078	\$ 128,469	\$ 4,065,209	\$ 8,836,676
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation expense	3,874,997	523,117	263,719	15,787	554,344	5,231,964
Net (gain) loss on investments	-	-	-	6,751	-	6,751
Other noncash expenses	-	30,888	-	-	-	30,888
(Increase) decrease in accounts receivable	(210,802)	(49,928)	(40,842)	59,068	(464,417)	(706,921)
(Increase) decrease in prepaid expenses	30,979	-	-	(7,995)	-	22,984
(Increase) decrease in inventory	-	-	-	(652)	-	(652)
(Increase) decrease in other assets	-	28,662	-	-	1,639	30,301
Increase (decrease) in accounts payable	(400,575)	(72,040)	43,826	3,463	(17,021)	(442,347)
Increase (decrease) in accrued expenses	37,280	(100)	(6,580)	18,863	-	49,463
Increase (decrease) in unearned revenue	-	10,772	-	-	1,786,256	1,797,028
Change in net position assets, deferred outflows of resources, liabilities, and deferred inflows of resources	(166,011)	(64,526)	(11,929)	-	(946,209)	(1,188,675)
Increase (decrease) in other liabilities	-	-	-	8,394	(1,435,485)	(1,427,091)
Total adjustments	<u>3,165,868</u>	<u>406,845</u>	<u>248,194</u>	<u>103,679</u>	<u>(520,893)</u>	<u>3,403,693</u>
Net cash provided (used) by operating activities	<u>\$ 7,465,570</u>	<u>\$ 692,063</u>	<u>\$ 306,272</u>	<u>\$ 232,148</u>	<u>\$ 3,544,316</u>	<u>\$ 12,240,369</u>

UTAH COUNTY
STATEMENT OF TAXES LEVIED, COLLECTED, AND TREASURER'S RELIEF
FOR THE YEAR ENDED DECEMBER 31, 2015

<a>		<c>	<d>	<e>	<f>	<g>	<h>	<i>	<j>	
Year-End	Year-End	<a> + 	Total	<c> + <d>	Current	Prior	<c> * <f>	<d> * <g>	<h> + <i>	
Real	Centrally	Total Real &	Personal	Total	Year Tax	Year Tax	Real & Cent.	Personal	Total	
Property	Assessed	Centrally	Property	Taxable	Rate	Rate	Assessed	Taxes	Taxes	
Value	Value	Assessed Value	Value	Value	Rate	Rate	Taxes	Charged	Charged	
Charged	Charged	Charged	Charged	Charged	Charged	Charged	Charged	Charged	Charged	
Alpine City	808,568,880	9,001,995	817,570,875	5,920,616	823,491,491	0.001478	0.001611	1,208,370	9,538	1,217,908
Alpine School District	17,869,181,152	994,361,552	18,863,542,704	1,369,616,708	20,233,159,412	0.008177	0.008096	154,247,189	11,088,417	165,335,606
American Fork City	1,696,868,031	44,820,139	1,741,688,170	84,484,958	1,826,173,128	0.002362	0.002540	4,113,867	214,592	4,328,459
Benjamin Cemetery Maintenance District	55,818,069	8,163,558	63,981,627	343,643	64,325,270	0.000167	0.000164	10,685	56	10,741
Bluffdale	-	4,462	4,462	363,608	368,070	0.001309	0.001419	6	516	522
Cedar Fort Town	18,513,111	1,567,401	20,080,512	437,311	20,517,823	0.001099	0.001163	22,068	509	22,577
Cedar Hills City	441,698,923	4,544,877	446,243,800	4,965,901	451,209,701	0.002315	0.002410	1,033,054	11,968	1,045,022
Central Utah Water Conservancy District	28,421,453,463	1,530,016,543	29,951,470,006	2,114,621,294	32,066,091,300	0.000405	0.000422	12,130,345	892,370	13,022,716
Draper City	177,744,380	993,456	178,737,836	9,132	178,746,968	0.001701	0.001791	304,033	16	304,049
Eagle Mountain City	915,396,683	39,069,499	954,466,182	6,292,071	960,758,253	0.001118	0.001192	1,067,093	7,500	1,074,593
Elk Ridge City	140,976,967	1,616,832	142,593,799	764,514	143,358,313	0.002356	0.002360	335,951	1,804	337,755
Fairfield Town	12,027,733	501,070	12,528,803	98,828	12,627,631	0.000918	0.000801	11,501	79	11,581
Genola Town	54,112,257	5,598,163	59,710,420	423,170	60,133,590	0.000949	0.000972	56,665	411	57,077
Goshen Town	22,865,744	1,216,730	24,082,474	361,049	24,443,523	0.000855	0.000885	20,591	320	20,910
Highland City	1,153,008,609	27,978,302	1,180,986,911	10,660,128	1,191,647,039	0.001568	0.001681	1,851,787	17,920	1,869,707
Jordan Valley Water Conservancy District	167,707,234	767,768	168,475,002	9,132	168,484,134	0.000400	0.000399	67,390	4	67,394
Lehi City	3,659,970,869	54,290,801	3,714,261,670	748,318,131	4,462,579,801	0.002090	0.002172	7,762,807	1,625,347	9,388,154
Lehi Metropolitan Water District	3,659,970,869	54,290,801	3,714,261,670	748,318,131	4,462,579,801	0.000011	0.000011	40,857	8,232	49,088
Lindon City	1,025,025,830	20,776,923	1,045,802,753	122,277,172	1,168,079,925	0.001741	0.001862	1,820,743	227,680	2,048,423
Mapleton City	574,305,882	8,085,698	582,391,580	5,054,017	587,445,597	0.002729	0.003052	1,589,347	15,425	1,604,771
Nebo School District	5,869,209,011	434,649,947	6,303,858,958	397,151,735	6,701,010,693	0.009326	0.009183	58,789,789	3,647,044	62,436,833
North Fork Special Service District	219,481,584	2,121,112	221,602,696	4,729,809	226,332,505	0.000688	0.000766	152,463	3,623	156,086
North Utah County Water Conservancy District	9,907,539,726	775,888,227	10,683,427,953	933,097,566	11,616,525,519	0.000024	0.000025	256,402	23,327	279,730
Orem City	4,585,849,753	95,353,189	4,681,202,942	303,392,423	4,984,595,365	0.001652	0.001716	7,733,347	520,621	8,253,969
Orem Metropolitan Water District	4,585,849,753	95,353,189	4,681,202,942	303,392,423	4,984,595,365	0.000035	0.000036	163,842	10,922	174,764
Payson City	744,113,363	12,319,111	756,432,474	63,894,254	820,326,728	0.001280	0.001268	968,234	81,018	1,049,251
Pleasant Grove City	1,622,505,851	28,959,101	1,651,464,952	40,079,561	1,691,544,513	0.001875	0.001997	3,096,497	80,039	3,176,536
Pole Canyon Basic Local District	520,864	691,753	1,212,617	11,267	1,223,884	0.000253	0.000940	307	11	317
Provo City	4,683,921,486	101,058,878	4,784,980,364	347,852,851	5,132,833,215	0.002377	0.002775	11,373,898	965,292	12,339,190
Provo City School District	4,683,921,486	101,058,878	4,784,980,364	347,852,851	5,132,833,215	0.007568	0.006636	36,212,731	2,308,352	38,521,083
Salem City	359,962,677	5,545,993	365,508,670	5,343,077	370,851,747	0.001839	0.001896	672,170	10,130	682,301
Santaquin City	339,903,790	12,422,249	352,326,039	5,966,147	358,292,186	0.002075	0.002176	731,077	12,982	744,059
Saratoga Springs City	1,122,924,638	18,231,828	1,141,156,466	14,751,990	1,155,908,456	0.002083	0.002233	2,377,029	32,941	2,409,970
Soldier Summit Special Service District	1,644,306	951,141	2,595,447	-	2,595,447	0.003444	0.003857	8,939	-	8,939
South Valley Sewer District	175,789,280	997,761	176,787,041	372,740	177,159,781	0.000354	0.000371	62,583	138	62,721
Spanish Fork City	1,582,860,855	19,047,429	1,601,908,284	138,430,494	1,740,338,778	0.001091	0.001123	1,747,682	155,457	1,903,139
Springville City	1,469,096,792	34,364,709	1,503,461,501	146,277,031	1,649,738,532	0.001896	0.002054	2,850,563	300,453	3,151,016
Springville Drainage District	398,010,706	2,829,789	400,840,495	21,351,831	422,192,326	0.000400	0.000439	160,336	9,373	169,710
Traverse Ridge Special Service District	167,707,234	763,306	168,470,540	9,132	168,479,672	0.000652	-	109,843	-	109,843
Unified Fire Service Area (Salt Lake County)	915,396,683	39,069,499	954,466,182	6,292,071	960,758,253	0.001997	0.002097	1,906,069	13,194	1,919,263
Multi-County (State) Assessing & Collecting	28,421,453,463	1,530,016,543	29,951,470,006	2,114,621,294	32,066,091,300	0.000012	0.000013	359,418	27,490	386,908
Utah County Local Assessing & Collecting	28,421,453,463	1,530,016,543	29,951,470,006	2,114,621,294	32,066,091,300	0.000216	0.000220	6,469,518	465,217	6,934,734
Utah County	28,421,453,463	1,530,016,543	29,951,470,006	2,114,621,294	32,066,091,300	0.000870	0.000916	26,057,779	1,936,993	27,994,772
Utah County Service Area #6	877,781,063	427,038,036	1,304,819,099	42,878,508	1,347,697,607	0.001404	0.001440	1,831,966	61,745	1,893,711
Utah County Service Area #7	588,127,625	52,149,007	640,276,627	30,433,001	670,709,628	0.000835	0.000854	534,631	25,990	560,621
Utah County Service Area #8	877,781,063	427,038,036	1,304,819,099	42,878,508	1,347,697,607	0.000310	0.000323	404,494	13,850	418,344
Utah County Service Area #9	288,009,132	373,913,553	661,922,685	12,445,507	674,368,192	0.000143	0.000145	94,655	1,805	96,460
Vineyard Town	216,415,431	554,983,716	771,399,147	14,885,420	786,284,567	0.002878	0.002816	2,220,087	41,917	2,262,004
Woodland Hills City	115,033,865	625,956	115,659,821	438,932	116,098,753	0.004615	0.005262	533,770	2,310	536,080
TOTAL								355,574,466	24,874,939	380,449,405

UTAH COUNTY
STATEMENT OF TAXES LEVIED, COLLECTED, AND TREASURER'S RELIEF
FOR THE YEAR ENDED DECEMBER 31, 2015

Taxing Unit	Treasurer's Relief				<k> Current			Other Collections		Delinquent Collections			Total All Collections
	Unpaid Taxes	Abate-ments	Other	Total Relief	Year Taxes Collected	<k> / <j> Collection Rate	Fee-in-Lieu / Age-Based	Miscellan-eous Collections	Tax	Interest / Penalty	Tax Increments Paid	Refunds Paid	
Alpine City	98,099	3,454	1,031	102,585	1,115,323	91.58%	104,362	6,951	90,836	1,927	-	-	1,319,399
Alpine School District	9,850,433	750,948	(626,554)	9,974,828	155,360,778	93.97%	11,904,842	1,902,580	8,796,352	347,101	(13,045,157)	-	165,266,496
American Fork City	324,165	23,489	5,404	353,058	3,975,401	91.84%	309,085	19,129	292,433	11,544	(279,297)	-	4,328,295
Benjamin Cemetery Maintenance District	853	149	15	1,017	9,724	90.53%	1,165	964	1,070	47	-	-	12,970
Bluffdale	-	-	6	6	516	98.88%	-	1	-	-	-	(29)	487
Cedar Fort Town	1,557	207	73	1,837	20,740	91.86%	3,650	322	2,476	250	-	-	27,438
Cedar Hills City	39,971	4,779	1,268	46,019	999,004	95.60%	107,850	1,530	51,103	1,792	-	-	1,161,279
Central Utah Water Conservancy District	821,871	59,397	(18,515)	862,753	12,159,962	93.38%	991,779	143,635	740,760	29,859	(966,003)	-	13,099,993
Draper City	23,489	2,962	3	26,455	277,595	91.30%	18,426	437	15,273	411	-	-	312,140
Eagle Mountain City	51,454	9,714	(925)	60,243	1,014,350	94.39%	112,926	5,415	50,468	2,303	-	-	1,185,463
Elk Ridge City	16,087	3,006	(880)	18,213	319,543	94.61%	33,307	14,747	19,694	568	-	-	387,859
Fairfield Town	1,729	167	(11)	1,884	9,697	83.73%	1,213	22	2,486	154	-	-	13,571
Genola Town	3,563	399	(139)	3,823	53,253	93.30%	6,301	989	4,016	141	-	-	64,700
Goshen Town	1,919	415	(34)	2,300	18,610	89.00%	3,587	53	1,337	62	-	-	23,649
Highland City	111,466	7,047	257	118,770	1,750,937	93.65%	172,447	7,055	92,481	2,438	-	-	2,025,357
Jordan Valley Water Conservancy District	4,893	697	2	5,592	61,802	91.70%	3,894	92	3,212	88	-	-	69,088
Lehi City	346,860	31,538	49,046	427,443	8,960,710	95.45%	581,027	112,842	303,443	11,549	(2,011,991)	-	7,957,581
Lehi Metropolitan Water District	1,826	166	(65)	1,926	47,162	96.08%	2,969	591	1,553	59	(10,484)	-	41,850
Lindon City	168,053	4,518	6,898	179,468	1,868,954	91.24%	128,033	80,236	141,044	7,406	(154,227)	-	2,071,448
Mapleton City	136,357	3,734	1,025	141,116	1,463,655	91.21%	137,594	32,994	112,966	3,684	-	-	1,750,893
Nebo School District	4,249,542	361,642	(287,688)	4,323,496	58,113,337	93.08%	5,131,446	923,782	3,927,207	164,133	(722,903)	-	67,537,003
North Fork Special Service District	16,896	139	333	17,368	138,718	88.87%	598	234	14,286	237	-	-	154,073
North Utah County Water Conservancy District	14,859	1,087	965	16,911	262,819	93.95%	19,583	4,351	13,693	456	(36,720)	-	264,182
Orem City	575,277	40,078	(21,538)	593,817	7,660,152	92.81%	678,328	21,483	511,330	27,199	(724,647)	-	8,173,845
Orem Metropolitan Water District	12,188	849	(566)	12,471	162,293	92.86%	14,261	453	10,742	569	(15,353)	-	172,966
Payson City	61,077	6,819	(15,984)	51,911	997,341	95.05%	93,984	5,211	73,229	3,584	-	-	1,173,349
Pleasant Grove City	216,214	17,011	601	233,826	2,942,710	92.64%	306,765	106,547	210,877	5,942	(92,040)	-	3,480,801
Pole Canyon Basic Local District	-	-	9	9	308	97.14%	67	2	-	2	-	-	378
Provo City	877,101	38,137	39,913	955,151	11,384,039	92.26%	934,744	52,012	785,251	28,748	(591,702)	-	12,593,092
Provo City School District	2,792,555	121,421	(595,262)	2,318,714	36,202,369	93.98%	2,386,190	149,370	2,190,607	72,672	(1,245,711)	-	39,755,497
Salem City	52,132	7,641	(1,450)	58,323	623,978	91.45%	69,509	13,205	84,755	2,918	-	-	794,366
Santaquin City	67,371	6,051	3,700	77,123	666,936	89.63%	83,064	15,635	72,925	1,967	-	-	840,527
Saratoga Springs City	126,676	21,971	(31,399)	117,248	2,292,722	95.13%	234,604	26,597	140,596	5,295	-	-	2,699,814
Soldier Summit Special Service District	26	-	24	49	8,889	99.45%	-	135	33	17	-	-	9,074
South Valley Sewer District	4,624	616	6	5,246	57,474	91.64%	3,747	95	3,316	89	-	-	64,721
Spanish Fork City	86,796	10,707	5,432	102,935	1,800,205	94.59%	175,218	25,830	90,084	4,120	(74,037)	-	2,021,419
Springville City	259,437	18,211	(2,768)	274,880	2,876,136	91.28%	268,320	24,786	210,353	11,272	(18,267)	-	3,372,600
Springville Drainage District	17,320	793	(780)	17,333	152,376	89.79%	11,335	4,294	13,737	524	(2,037)	-	180,229
Traverse Ridge Special Service District	7,976	1,135	(21)	9,091	100,752	91.72%	1,811	-	8,742	486	-	-	111,790
Unified Fire Service Area (Salt Lake County)	91,909	17,351	(1,841)	107,419	1,811,845	94.40%	199,356	9,629	76,872	2,766	-	-	2,100,469
Multi-County (State) Assessing & Collecting	24,352	1,760	(3,357)	22,754	364,153	94.12%	28,947	4,246	11,103	1,114	-	-	409,564
Utah County Local Assessing & Collecting	438,332	31,678	(8,460)	461,550	6,473,184	93.34%	521,049	76,430	419,290	14,553	-	-	7,504,507
Utah County	1,765,502	127,593	(1,638)	1,891,457	26,103,315	93.24%	2,148,357	351,394	1,643,729	943,897	(2,066,596)	-	29,124,096
Utah County Service Area #6	145,253	4,494	(12,792)	136,955	1,756,756	92.77%	68,963	70,248	126,331	3,837	(26)	-	2,026,110
Utah County Service Area #7	48,053	2,504	(8,441)	42,116	518,505	92.49%	38,888	22,113	49,124	1,501	(15)	-	630,116
Utah County Service Area #8	32,071	992	(2,605)	30,459	387,885	92.72%	15,414	15,521	29,814	1,046	(6)	-	449,674
Utah County Service Area #9	6,564	29	105	6,697	89,762	93.06%	347	3,360	4,445	136	-	-	98,051
Vineyard Town	43,293	33	6,007	49,334	2,212,670	97.82%	21,597	8,208	51,244	3,472	(1,178,697)	-	1,118,495
Woodland Hills City	56,096	3,828	(1,695)	58,230	477,850	89.14%	33,076	797	45,329	1,513	-	-	558,565
TOTAL	24,094,137	1,751,358	(1,523,285)	24,322,209	356,127,197		28,114,025	4,266,553	21,542,047	1,725,450	(23,235,914)	(29)	388,539,329

**SUPPLEMENTAL STATISTICAL
INFORMATION**

UTAH COUNTY
Net Position by Component
Last Ten Years
(amounts expressed in thousands)
(accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental activities										
Invested in capital assets, net of related debt	\$ 90,253	\$ 105,233	\$ 119,433	\$ 142,039	\$ 177,039	\$ 207,283	\$ 180,013	\$ 184,153	\$ 192,534	\$ 197,175
Restricted	19,558	41,738	57,779	65,996	59,731	89,872	68,756	73,746	75,918	72,021
Unrestricted	74,919	55,411	42,505	39,507	44,299	23,636	38,352	43,953	51,489	53,711
Total governmental activities net position	<u>\$ 184,730</u>	<u>\$ 202,382</u>	<u>\$ 219,717</u>	<u>\$ 247,542</u>	<u>\$ 281,069</u>	<u>\$ 320,791</u>	<u>\$ 287,121</u>	<u>\$ 301,852</u>	<u>\$ 319,941</u>	<u>\$ 322,907</u>
Business-type activities										
None										
Total business-type activities net position	<u>\$ -</u>									
Primary government										
Invested in capital assets, net of related debt	\$ 90,253	\$ 105,233	\$ 119,433	\$ 142,039	\$ 177,039	\$ 207,283	\$ 180,013	\$ 184,153	\$ 192,534	\$ 197,175
Restricted	19,558	41,738	57,779	65,996	59,731	89,872	68,756	73,746	75,918	72,021
Unrestricted	74,919	55,411	42,505	39,507	44,299	23,636	38,352	43,953	51,489	53,711
Total primary government net position	<u>\$ 184,730</u>	<u>\$ 202,382</u>	<u>\$ 219,717</u>	<u>\$ 247,542</u>	<u>\$ 281,069</u>	<u>\$ 320,791</u>	<u>\$ 287,121</u>	<u>\$ 301,852</u>	<u>\$ 319,941</u>	<u>\$ 322,907</u>

Source: Utah County Statements of Net Position at December 31, 2006 through 2015.

UTAH COUNTY
Changes in Net Position
Last Ten Years
(amounts expressed in thousands)
(accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses										
Governmental activities:										
General government	\$ 22,530	\$ 28,738	\$ 34,435	\$ 32,490	\$ 26,063	\$ 22,277	\$ 31,836	\$ 37,695	\$ 38,498	\$ 37,907
Public safety	30,316	34,002	36,630	39,441	40,388	43,146	44,994	46,787	48,865	48,362
Public health and welfare	23,305	25,128	26,836	26,904	28,268	30,297	31,462	33,660	32,924	32,988
Roads and public improvements	5,134	5,566	6,158	5,942	4,738	10,168	59,278	37,657	44,088	48,453
Parks and recreation	4,763	7,240	6,048	5,690	5,319	3,185	5,157	3,699	1,772	1,760
Interest on long-term liabilities	3,009	2,314	1,960	4,435	11,379	11,398	12,662	12,593	12,326	11,950
Total governmental activities expenses	<u>89,057</u>	<u>102,988</u>	<u>112,067</u>	<u>114,902</u>	<u>116,155</u>	<u>120,471</u>	<u>185,389</u>	<u>172,091</u>	<u>178,473</u>	<u>181,420</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>	<u>-</u>
Total primary government expenses	<u>\$ 89,057</u>	<u>\$ 102,988</u>	<u>\$ 112,067</u>	<u>\$ 114,902</u>	<u>\$ 116,155</u>	<u>\$ 120,471</u>	<u>\$ 185,389</u>	<u>\$ 172,091</u>	<u>\$ 178,473</u>	<u>\$ 181,420</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 13,958	\$ 16,065	\$ 20,346	\$ 20,275	\$ 10,791	\$ 15,887	\$ 14,152	\$ 11,876	\$ 13,163	\$ 15,303
Public safety	6,968	7,170	7,773	8,922	9,606	9,657	12,461	13,673	12,955	13,132
Public health	2,652	2,652	6,055	6,431	6,309	6,415	7,692	11,371	11,107	10,397
Highways and streets	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-	-	-
Interest on long-term liabilities	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	19,573	20,990	14,332	16,209	22,439	23,575	26,923	24,326	30,521	28,501
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>43,151</u>	<u>46,877</u>	<u>48,506</u>	<u>51,837</u>	<u>49,145</u>	<u>55,534</u>	<u>61,228</u>	<u>61,246</u>	<u>67,746</u>	<u>67,333</u>
Total primary government program revenues	<u>\$ 43,151</u>	<u>\$ 46,877</u>	<u>\$ 48,506</u>	<u>\$ 51,837</u>	<u>\$ 49,145</u>	<u>\$ 55,534</u>	<u>\$ 61,228</u>	<u>\$ 61,246</u>	<u>\$ 67,746</u>	<u>\$ 67,333</u>

UTAH COUNTY
Changes in Net Position (continued)
Last Ten Years
(amounts expressed in thousands)
(accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Net (expense)/revenue										
Governmental activities	\$ (45,906)	\$ (56,111)	\$ (63,561)	\$ (63,065)	\$ (67,010)	\$ (64,937)	\$ (124,161)	\$ (110,845)	\$ (110,727)	\$ (114,087)
Business-type activities	-	-	-	-	-	-	-	-	-	-
Total primary government net expense	<u>\$ (45,906)</u>	<u>\$ (56,111)</u>	<u>\$ (63,561)</u>	<u>\$ (63,065)</u>	<u>\$ (67,010)</u>	<u>\$ (64,937)</u>	<u>\$ (124,161)</u>	<u>\$ (110,845)</u>	<u>\$ (110,727)</u>	<u>\$ (114,087)</u>
General Revenues and Other Changes in Net position										
Governmental activities:										
Taxes										
Property taxes	\$ 30,782	\$ 30,327	\$ 34,782	\$ 38,404	\$ 38,872	\$ 40,167	\$ 40,093	\$ 42,611	\$ 40,610	\$ 42,949
Sales taxes ¹	23,887	39,532	42,187	50,591	55,366	59,556	48,403	80,375	84,809	90,067
Investment earnings	3,307	3,567	2,492	1,228	1,810	765	935	578	556	695
Capital charges	-	-	-	-	-	-	-	-	-	-
Miscellaneous ¹	135	337	1,434	667	4,488	4,171	1,059	2,015	2,840	1,688
Total governmental activities	<u>58,111</u>	<u>73,763</u>	<u>80,895</u>	<u>90,890</u>	<u>100,536</u>	<u>104,659</u>	<u>90,490</u>	<u>125,579</u>	<u>128,815</u>	<u>135,399</u>
Business-type activities:										
None										
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>						
Total primary government	<u>\$ 58,111</u>	<u>\$ 73,763</u>	<u>\$ 80,895</u>	<u>\$ 90,890</u>	<u>\$ 100,536</u>	<u>\$ 104,659</u>	<u>\$ 90,490</u>	<u>\$ 125,579</u>	<u>\$ 128,815</u>	<u>\$ 135,399</u>
Change in Net position										
Governmental activities	\$ 12,205	\$ 17,652	\$ 17,334	\$ 27,825	\$ 33,526	\$ 39,722	\$ (33,671)	\$ 14,734	\$ 18,088	\$ 21,312
Business-type activities ²	-	-	-	-	-	-	-	-	-	-
Total primary government	<u>\$ 12,205</u>	<u>\$ 17,652</u>	<u>\$ 17,334</u>	<u>\$ 27,825</u>	<u>\$ 33,526</u>	<u>\$ 39,722</u>	<u>\$ (33,671)</u>	<u>\$ 14,734</u>	<u>\$ 18,088</u>	<u>\$ 21,312</u>

Source: Utah County Statements of Activities for years ended December 31, 2006 through 2015.

Notes:

¹From 2006-2007, 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.

²The County has no business-type activities.

UTAH COUNTY
Governmental Activities Tax Revenues By Source
Last Ten Years
(amounts expressed in thousands)

Year	Property Tax ^a	Option Sales Tax	Local Sales Tax	Transient Room (Hotel) Sales Tax	Tourism (Restaurant) Sales Tax	Tourism (Car Rental) Sales Tax	Section 2216 Sales Tax (Fixed Guideway) ²	Section 2218 Sales Tax (Roads & Public Transit)	Total
2006	\$ 30,934	\$ 17,796	\$ 1,280	\$ 1,191	\$ 2,962	\$ 657			\$ 54,820
2007	30,437	19,256	1,286	1,488	3,993	691	\$ 1,026 ¹		58,177
2008	34,790	18,108	897	2,143	4,381	640	1,281		62,240
2009	37,808	16,539	1,311	1,719	4,397	601	1,145	\$ 11,724 ¹	75,244
2010	38,868	17,027	1,766	1,705	4,515	649	1,174	11,361	77,065
2011	40,162	17,906	1,724	1,902	4,928	729	1,284	13,365	82,000
2012	39,381	19,282	1,607	2,125	5,269	780	1,395	14,505	84,344
2013	39,770	20,183	1,648	2,348	5,661	823	1,456	14,272	86,161
2014	39,113	21,365	1,398	2,543	6,243	927	1,541	17,072	90,202
2015	40,437	22,553	1,554	2,928	6,975	1,006	1,652	17,207	94,312

^a Does not include property taxes paid to redevelopment agencies.

¹ First year of tax

² The County receives 8% of the Section 2216 sales tax while Utah Transit Authority ("UTA") receives the remaining 92%. The amounts in this column represent just the 8% of the tax due to the County.

Utah County Government
Governmental Activities Sales Tax Rates By Source
Last Ten Years

Year	Option Sales Tax	Local Sales Tax	Hotel Sales Tax	Restaurant Sales Tax	Car Rental Sales Tax	Section 2216 Sales Tax	Section 2218 Sales Tax
2006	0.25%	1.00%	3.00%	0.70%	7.00%	na	na
2007	0.25%	1.00%	4.25% ⁴	1.00% ⁵	7.00%	0.25%	na
2008	0.25%	1.00%	4.25%	1.00%	7.00%	0.30% ⁷	na
2009	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25% ⁸
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%
2012	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%
2013	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%
2014	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%
2015	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%

³ Tax change enacted January 1, 2006.

⁴ Supplemental tax of 1.25% enacted April 1, 2007.

⁵ Tax change enacted January 1, 2007 to 0.65%. Tax change enacted April 1, 2007 to 1.00%.

⁶ 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).

⁷ Tax change enacted January 1, 2008.

⁸ Tax enacted January 1, 2009.

UTAH COUNTY
Fund Balances of Governmental Funds
Last Ten Years
(amounts expressed in thousands)
(modified accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General fund										
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,503	\$ 3,532	\$ 3,590
Assigned	-	-	1,925	373	2,723	1,472	8,315	8,587	7,442	7,574
Unassigned	16,460	17,125	13,334	11,430	11,831	15,861	13,949	13,822	17,407	16,323
Total general fund	<u>\$ 16,460</u>	<u>\$ 17,125</u>	<u>\$ 15,259</u>	<u>\$ 11,803</u>	<u>\$ 14,554</u>	<u>\$ 17,333</u>	<u>\$ 22,264</u>	<u>\$ 25,912</u>	<u>\$ 28,381</u>	<u>\$ 27,487</u>
All other governmental funds										
Restricted for:										
Transient room tax	\$ 1,764	\$ 1,754	\$ 2,108	\$ 1,947	\$ 1,825	\$ 1,887	\$ 444	\$ 431	\$ 50	\$ 373
Assessing and collecting	5,002	2,946	3,668	7,152	6,509	5,271	3,384	3,676	4,055	4,505
Public transit tax	-	12,941	28,907	162,395	144,203	37,013	39,582	44,521	51,213	57,085
TRCC tax	7,529	7,362	3,906	5,043	7,435	8,392	4,122	5,711	6,333	7,479
Special service areas	2,610	3,002	3,547	5,459	7,260	7,874	6,958	5,854	6,248	5,588
Bond proceeds	-	-	-	-	38,789	35,316	10,262	10,047	9,421	8,142
Debt service	6,976	7,489	8,000	7,931	5,006	3,729	1,588	-	-	-
Other purposes	1,768	2,229	878	-	-	-	-	-	-	-
Committed for:										
Public health and welfare	10,830	10,560	7,051	5,284	4,960	5,455	5,685	6,293	6,732	5,882
Public safety	-	-	-	-	-	433	534	640	720	797
Capital projects	25,231	13,478	9,526	7,569	6,014	8,563	8,014	7,396	6,596	8,503
Debt service	6,551	9,246	9,265	9,258	9,585	9,580	9,593	9,579	9,593	5,314
Assigned	1,529	930	112	110	97	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 69,790</u>	<u>\$ 71,937</u>	<u>\$ 76,968</u>	<u>\$212,148</u>	<u>\$231,683</u>	<u>\$123,513</u>	<u>\$ 90,166</u>	<u>\$ 94,148</u>	<u>\$100,961</u>	<u>\$103,668</u>

Source: Utah County Balance Sheets for Governmental Funds at December 31, 2006 through 2015.

Note: Fund balance classifications have been updated per GASB Statement No. 54.

UTAH COUNTY
Changes in Fund Balances of Governmental Funds
Last Ten Years
(amounts expressed in thousands)
(modified accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Revenues										
Taxes	\$ 54,012	\$ 69,168	\$ 76,969	\$ 88,996	\$ 97,280	\$ 99,723	\$ 88,497	\$ 122,271	\$ 125,999	\$ 132,574
Licenses and permits	101	99	101	293	346	296	267	330	323	384
Intergovernmental	23,703	24,714	25,861	29,587	26,190	30,565	32,609	27,774	29,994	29,074
Charges for services	16,740	19,114	19,137	19,104	19,579	21,747	25,349	30,604	35,560	35,294
Fines and forfeitures	2,606	2,937	3,056	2,853	3,030	3,230	3,002	2,862	2,832	2,582
Interest	3,307	3,580	2,499	1,228	1,786	767	935	578	556	695
Miscellaneous	792	1,028	1,778	666	1,469	3,865	1,059	1,688	1,878	1,684
Total revenues	<u>101,261</u>	<u>120,640</u>	<u>129,401</u>	<u>142,727</u>	<u>149,680</u>	<u>160,193</u>	<u>151,718</u>	<u>186,107</u>	<u>197,142</u>	<u>202,287</u>
Expenditures										
General government	36,946	41,938	41,482	59,364	81,985	57,133	55,754	41,998	43,589	44,001
Public safety	29,672	33,346	36,243	38,227	39,152	42,077	43,840	45,642	47,968	49,334
Public health	22,974	19,366	26,662	26,518	27,744	30,083	31,061	33,318	32,606	33,903
Highways and public improvements	4,997	11,232	6,205	5,741	4,410	115,119	78,012	39,844	44,428	48,666
Parks and recreation	4,481	6,972	10,615	5,382	5,012	2,879	4,850	1,433	1,465	1,503
Debt service:										
Principal	4,372	4,957	5,108	5,280	9,277	9,327	10,805	9,945	8,590	13,390
Interest and fiscal charges	2,557	2,500	2,362	4,079	11,365	11,682	12,900	12,879	12,691	12,277
Total expenditures	<u>105,999</u>	<u>120,311</u>	<u>128,677</u>	<u>144,591</u>	<u>178,945</u>	<u>268,300</u>	<u>237,222</u>	<u>185,059</u>	<u>191,337</u>	<u>203,074</u>
Excess of revenues over (under) expenditures	(4,738)	329	724	(1,864)	(29,265)	(108,107)	(85,504)	1,048	5,805	(787)

UTAH COUNTY
Changes in Fund Balances of Governmental Funds (continued)
Last Ten Years
(amounts expressed in thousands)
(modified accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Other financing sources (uses)										
Transfers in	18,155	15,668	19,999	18,823	29,086	25,549	31,783	25,623	26,401	28,866
Transfers out	(15,677)	(13,308)	(17,557)	(15,221)	(22,831)	(22,886)	(28,698)	(22,993)	(22,982)	(26,264)
Bonds issued	7,737	-	-	129,986	45,291	-	51,675	3,800	-	-
Refunding bonds issued	-	-	-	-	-	3,320	-	-	6,755	-
Payments for bond redemption	-	-	-	-	-	(3,370)	-	-	(6,698)	-
Bond premiums and discounts	-	-	-	-	-	106	2,326	154	-	-
Capital leases	-	123	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>10,215</u>	<u>2,483</u>	<u>2,442</u>	<u>133,588</u>	<u>51,546</u>	<u>2,719</u>	<u>57,086</u>	<u>6,584</u>	<u>3,476</u>	<u>2,602</u>
Net change in fund balances	<u>\$ 5,477</u>	<u>\$ 2,812</u>	<u>\$ 3,166</u>	<u>\$ 131,724</u>	<u>\$ 22,281</u>	<u>\$ (105,388)</u>	<u>\$ (28,418)</u>	<u>\$ 7,632</u>	<u>\$ 9,281</u>	<u>\$ 1,815</u>

Source: Utah County Statements of Revenues, Expenditures, and Changes in Fund Balances for Governmental Funds for years ending December 31, 2006 through 2015.

UTAH COUNTY
General Utah County Property Tax Information
Last Ten Years
(amounts expressed in thousands)

Year	Real Property	Centrally Assessed Property	Personal Property	Total Taxable Value	Tax Rate	Total Taxes Charged	Total Taxes Collected	Collection Rate
2006	\$ 18,898,271	¹ na	\$ 1,119,024	\$ 20,017,295	0.000924	\$ 17,634	\$ 16,204	91.90%
2007	24,468,903	¹ na	1,276,153	25,745,056	0.000745	18,542	16,586	89.45%
2008	25,679,425	\$ 892,257	2,443,057	29,014,739	0.000727	21,094	16,956	87.52%
2009	24,645,814	939,209	2,123,419	27,708,442	0.000785	21,751	17,748	88.51%
2010	23,454,923	974,728	1,963,760	26,393,411	0.001036	27,344	22,790	83.35%
2011	22,293,795	980,261	1,767,953	25,042,009	0.001098	27,496	23,486	85.42%
2012	22,130,044	1,133,164	1,760,005	25,023,213	0.001116	25,918	23,868	92.09%
2013	23,195,271	1,316,762	1,874,636	26,386,669	0.001006	24,569	22,741	92.56%
2014	25,881,499	1,389,516	1,934,222	29,205,237	0.000916	26,926	25,150	93.40%
2015	28,421,453	1,530,017	2,114,621	32,066,091	0.000870	27,995	26,103	93.24%

¹Amount includes both real property and centrally assessed property.

UTAH COUNTY
Assessed Value and Actual Value of Taxable Property
Last Ten Years
(amounts expressed in thousands)

Year Ended Dec. 31,	Real Property					Total Taxable Assessed Value	% Change over Prior Year	Total Tax Rate	Estimated Total Market Value	% Change over Prior Year	Ratio of Taxable Assessed Value to Estimated Market Value
	Primary Residential Property ¹	Secondary or Non-Residential Property	Agricultural Property	Mobile and Personal Property	Centrally Assessed Property						
2006	\$ 13,259,643	\$ 4,743,536	\$ 170,885	\$ 1,119,024	\$ 724,205	\$ 20,017,293	na	0.001262	\$ 39,205,685	na	51.1%
2007	17,825,474	5,660,962	154,314	1,276,153	828,154	25,745,057	28.6%	0.001000	51,591,993	31.6%	49.9%
2008	18,928,051	6,607,865	143,508	2,443,057	892,257	29,014,738	12.7%	0.001105	56,397,412	9.3%	51.4%
2009	15,419,124	8,869,273	357,417	2,123,419	939,209	27,708,442	-4.5%	0.001203	50,066,172	-11.2%	55.3%
2010	14,839,270	8,325,710	289,943	1,963,760	974,727	26,393,410	-4.7%	0.001294	47,910,350	-4.3%	55.1%
2011	14,214,233	7,769,102	310,459	1,767,953	980,595	25,042,342	-5.1%	0.001342	45,652,982	-4.7%	54.9%
2012	14,065,087	7,811,216	253,741	1,760,005	1,133,164	25,023,213	-0.1%	0.001324	45,403,264	-0.5%	55.1%
2013	14,922,435	8,172,832	100,005	1,859,319	1,287,724	26,342,315	5.3%	0.001259	49,252,148	8.5%	53.5%
2014	18,021,070	7,463,158	397,491	1,467,708	1,389,535	28,738,962	9.1%	0.001149	42,426,090	-13.9%	67.7%
2015	18,730,419	9,158,614	310,445	1,580,528	1,530,045	31,310,051	8.9%	0.001098	50,109,033	18.1%	62.5%

Source: Utah County Auditor's Office - Tax Administration Division

Notes:

¹ Per Utah Code Annotated §59-2-103, 45 percent of the value of primary residential property is exempt from taxation.

UTAH COUNTY
Property Tax Rates - Direct and Overlapping Governments
Last Ten Years

	2015	2014	2013	2012	2011
County-wide rates¹:					
General Fund	0.000870	0.000916	0.001006	0.001116	0.001098
Bond Debt Service Fund	na	na	na	0.000011	0.000045
State Assessing & Collecting	0.000012	0.000013	0.000158	0.000168	0.000172
Local Assessing & Collecting	0.000216	0.000220	0.000095	0.000029	0.000027
Discharge of Judgment	na	na	na	na	na
Total Direct Rate ²	0.001098	0.001149	0.001259	0.001324	0.001342
Other County rates³:					
Law Enforcement - Service Area 6	0.001404	0.001440	0.001472	0.001442	0.001372
Urban Structure Fire - Service Area 7	0.000835	0.000854	0.000877	0.000875	0.000761
Planning - Service Area 8	0.000310	0.000323	0.000329	0.000374	0.000548
Rural Structure Fire - Service Area 9	0.000143	0.000145	0.000148	0.000155	0.000293
Soldier Summit Special Service District	0.003444	0.003857	0.003317	0.003657	0.003876
School district rates:					
Alpine School District	0.008177	0.008096	0.008699	0.008828	0.008812
Nebo School District	0.009326	0.009183	0.009526	0.009615	0.009370
Provo City School District	0.007568	0.006636	0.007094	0.007319	0.007153
City and town rates:					
Alpine	0.001478	0.001611	0.001773	0.001916	0.001870
American Fork	0.002362	0.002540	0.002750	0.002812	0.002794
Bluffdale	0.001309	0.001419	0.001523	0.001618	na
Cedar Fort	0.001099	0.001163	0.001279	0.001268	0.001244
Cedar Hills	0.002315	0.002410	0.002873	0.003183	0.003153
Draper	0.001701	0.001791	0.001887	0.002009	0.001996
Eagle Mountain	0.001118	0.001192	0.001380	0.001668	0.001636
Elk Ridge	0.002356	0.002360	0.002526	0.002715	0.002621
Fairfield	0.000918	0.000801	0.001634	0.001665	0.001808
Genola	0.000949	0.000972	0.001045	0.001024	0.000957
Goshen	0.000855	0.000885	0.000922	0.000936	0.000981
Highland	0.001568	0.001681	0.001886	0.002005	0.002004
Lehi	0.002090	0.002172	0.002432	0.002585	0.002519
Lindon	0.001741	0.001862	0.002043	0.002107	0.002080
Mapleton	0.002729	0.003052	0.003466	0.003639	0.003570
Orem	0.001652	0.001716	0.001871	0.001921	0.001879
Payson	0.001280	0.001268	0.001353	0.001380	0.001323
Pleasant Grove	0.001875	0.001997	0.002237	0.002315	0.002256
Provo	0.002377	0.002775	0.002956	0.003032	0.002843
Salem	0.001839	0.001896	0.002020	0.002106	0.002003
Santaquin	0.002075	0.002176	0.002408	0.001817	0.001830
Saratoga Springs	0.002083	0.002233	0.002761	0.003054	0.003120
Spanish Fork	0.001091	0.001123	0.001221	0.001221	0.001186
Springville	0.001896	0.002054	0.002159	0.002190	0.002103
Vineyard	0.002878	0.002816	0.002740	0.002758	0.002249
Woodland Hills	0.004615	0.005262	0.006272	0.005519	0.005469
Other taxing district rates:	0.000011-0.001997	0.000011-0.002097	0.000012-0.002192	0.000013-0.003773	0.000013-0.003803

Source: Utah State Tax Commission

Notes:

¹ Public hearings are required before the direct rates can be adjusted by the Board of Utah County Commissioners.

² Most residents of the County will pay the total direct rate.

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

UTAH COUNTY
Property Tax Rates - Direct and Overlapping Governments (continued)
Last Ten Years

	2010	2009	2008	2007	2006
County-wide rates¹:					
General Fund	0.001036	0.000785	0.000727	0.000745	0.000913
Bond Debt Service Fund	0.000072	0.000093	0.000082	0.000098	0.000155
State Assessing & Collecting	0.000162	0.000142	0.000121	0.000121	0.000139
Local Assessing & Collecting	0.000024	0.000183	0.000175	0.000036	0.000044
Discharge of Judgment	na	na	na	na	0.000011
Total Direct Rate ²	0.001294	0.001203	0.001105	0.001000	0.001262
Other County rates³:					
Law Enforcement - Service Area 6	0.001378	0.001400	0.000982	0.000962	0.001072
Urban Structure Fire - Service Area 7	0.000670	0.000661	0.000529	0.000524	0.000600
Planning - Service Area 8	0.000573	0.000559	0.000508	0.000504	0.000577
Rural Structure Fire - Service Area 9	0.000300	0.000283	0.000202	0.000188	0.000194
Soldier Summit Special Service District	0.004476	0.003233	0.002356	0.001913	0.001888
School district rates:					
Alpine School District	0.008220	0.007541	0.007057	0.006937	0.006883
Nebo School District	0.009173	0.008701	0.008150	0.008150	0.008696
Provo City School District	0.006706	0.006639	0.006214	0.005239	0.006147
City and town rates:					
Alpine	0.001226	0.001121	0.001029	0.001051	0.001091
American Fork	0.002630	0.002423	0.002426	0.002213	0.002731
Bluffdale	na	na	na	na	na
Cedar Fort	0.001311	0.001280	0.001320	0.000954	0.000553
Cedar Hills	0.002994	0.002768	0.002596	0.002616	0.002857
Draper	0.001896	0.001818	0.001528	0.001616	0.001274
Eagle Mountain	0.001510	0.001400	0.001230	0.001163	0.001747
Elk Ridge	0.002494	0.002343	0.001768	0.001655	0.002156
Fairfield	0.001921	0.001895	0.002053	0.001914	0.002296
Genola	0.000953	0.000993	0.000988	0.000984	0.001041
Goshen	0.000980	0.000978	0.000326	0.000341	0.000368
Highland	0.001948	0.001804	0.001565	0.001420	0.001390
Lehi	0.002370	0.001789	0.001901	0.001834	0.002604
Lindon	0.001873	0.001686	0.001296	0.001390	0.001702
Mapleton	0.003416	0.003085	0.002655	0.001960	0.002031
Orem	0.001739	0.001676	0.001578	0.001670	0.002045
Payson	0.001272	0.001213	0.001172	0.001174	0.001492
Pleasant Grove	0.002085	0.001943	0.001806	0.001608	0.002033
Provo	0.002394	0.002307	0.002122	0.002236	0.002722
Salem	0.001336	0.001228	0.001070	0.001167	0.001516
Santaquin	0.001677	0.001571	0.001434	0.001436	0.001883
Saratoga Springs	0.002744	0.002436	0.002019	0.000933	0.001331
Spanish Fork	0.001134	0.001076	0.001033	0.001144	0.001164
Springville	0.002213	0.001538	0.001413	0.001405	0.001827
Vineyard	0.001815	0.001695	0.001802	0.001485	0.001931
Woodland Hills	0.005213	0.004530	0.003600	0.002850	0.001718
Other taxing district rates:	0.000012-0.003171	0.000009-0.002635	0.000008-0.002073	0.000008-0.001997	0.000011-0.002389

Source: Utah State Tax Commission

Notes:

¹ Public hearings are required before the direct rates can be adjusted by the Board of Utah County Commissioners.

² Most residents of the County will pay the total direct rate.

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

UTAH COUNTY
Principal Property Taxpayers
Current Year and Ten Years Ago
(amounts expressed in thousands)

Taxpayer	Type of Business	2015		2005		Percentage of Total County Taxable Assessed Values ²	
		Taxable Assessed Value	Rank	Taxable Assessed Value	Rank		
PacifiCorp	Electricity	\$ 833,278	1	2.60%	\$ 117,804	2	0.68%
IM Flash Technologies LLC	Semiconductor	242,526	2	0.76%	---	---	---
Questar Gas	Natural Gas	172,704	3	0.54%	73,901	5	0.42%
University Mall Shopping Center LC	Retail	116,188	4	0.36%	35,302	9	0.20%
Union Pacific Railroad	Transportation	109,631	5	0.34%	33,932	10	0.19%
Walmart Real Estate Business Trust	Retail	89,483	6	0.28%	---	---	---
Nu Skin International Inc	Personal care	87,040	7	0.27%	---	---	---
Qwest Corp	Telecommunications	85,592	8	0.27%	123,548	1	0.71%
Kern River Gas	Natural Gas	84,561	9	0.26%	101,775	4	0.58%
Sir Properties Trust	Real Estate	81,114	10	0.25%	---	---	---
Micron Technology Inc	Semiconductor	---	---	---	117,584	3	---
Novell Inc	Computer software	---	---	---	69,530	6	0.40%
Provo Mall LLC	Retail	---	---	---	44,650	7	0.26%
Basic Manufacturing & Technologies of Utah LLC	Manufacturing	---	---	---	40,704	8	0.23%
Totals		\$ 1,902,117		5.93%	\$ 758,730		4.36%

Source: Utah County Treasurer

Notes:

¹ Percentage of total taxable values equals the taxable value divided by the total taxable value of \$32,066,091,300.

² Percentage of total taxable values equals the taxable value divided by the total taxable value of \$17,404,998,628.

UTAH COUNTY
Principal Sales Taxpayers
Current Year

State law prohibits disclosure of actual dollar figures of sales and use tax collections by a specific business. However, for the calendar year ending December 31, 2015 (January 1, 2015 through December 31, 2015), the ten largest sales and use tax collectors provided approximately 24 percent of all sales and use tax revenue in the County. No single business accounted for more than approximately 7 percent of the County's total sales and use tax revenue.

Source: Utah State Tax Commission

UTAH COUNTY
Ratios of Outstanding Debt by Type
Last Ten Years
(amounts expressed in thousands, except per capita amount)

Year	Governmental Activities			Business-Type Activities ¹	Total Primary Government	Percentage of Personal Income ²	Per Capita ²
	General Obligation Bonds	Revenue Bonds	Lease Obligations				
2006	\$ 15,455	\$ 41,630	\$ 1,075		\$ 58,160	0.48%	\$ 130
2007	13,390	39,065	899		53,354	0.39%	114
2008	11,250	36,385	931		48,566	0.34%	100
2009	9,020	164,055	629		173,704	1.25%	344
2010	6,695	202,515	307		209,517	1.47%	403
2011	4,220	195,920	-		200,140	1.30%	378
2012	1,680	239,330	-		241,010	1.45%	447
2013	-	234,865	-		234,865	1.36%	426
2014	-	226,770	-		226,770	1.25%	404
2015	-	213,380	-		213,380	na	371

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

Notes:

¹ The county does not have any business-type activities.

² See the Schedule of Demographic and Economic Statistics on page 115 for personal income and population data.

UTAH COUNTY
Ratios of General Bonded Outstanding Debt by Type
Last Ten Years
(amounts expressed in thousands, except per capita amount)

Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Taxable Value of Property¹	Population²	Per Capita
2006	\$ 15,455	\$ 6,976	\$ 8,479	0.04%	448,296	\$ 19
2007	13,390	7,489	5,901	0.02%	469,574	13
2008	11,250	8,000	3,250	0.01%	487,615	7
2009	9,020	7,931	1,089	0.00%	504,801	2
2010	6,695	5,006	1,689	0.01%	519,569	3
2011	4,220	3,729	491	0.00%	530,053	1
2012	1,680	1,588	92	0.00%	539,602	-
2013	-	-	-	0.00%	551,926	-
2014	-	-	-	0.00%	560,974	-
2015	-	-	-	0.00%	575,205	-

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

Notes:

¹ See the Assessed Value and Actual Value Tax Information on page 108 for property value data.

² See the Schedule of Demographic and Economic Statistics on page 115 for personal income and population data.

UTAH COUNTY
Legal Debt Margin Information
Last Ten Years
(amounts expressed in thousands)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt limit (2%) ¹	\$ 620,000	\$ 817,000	\$ 896,204	\$ 851,335	\$ 819,641	\$ 779,312	\$ 730,620	\$ 771,032	\$ 869,669	\$ 932,699
Total net debt applicable to limit	8,479	5,901	3,250	1,089	1,689	491	92	-	-	-
Legal debt margin	<u>\$ 611,521</u>	<u>\$ 811,099</u>	<u>\$ 892,954</u>	<u>\$ 850,246</u>	<u>\$ 817,952</u>	<u>\$ 778,821</u>	<u>\$ 730,528</u>	<u>\$ 771,032</u>	<u>\$ 869,669</u>	<u>\$ 932,699</u>
Total net debt applicable to the limit as a percentage of debt limit	1.37%	0.72%	0.36%	0.13%	0.21%	0.06%	0.01%	0.00%	0.00%	0.00%

Source: Utah County Auditor's Office

Notes:

¹ The general obligation indebtedness of the County is limited by Utah law to two percent of the 'reasonable fair cash value' of taxable property in the County.

² Per Utah Code Annotated §59-2-103, 45 percent of the value of primary residential property is exempt from taxation.

³ **Legal debt margin calculation for 2015:**

	<u>Taxable Value²</u>	<u>Adjusted Fair Market Value¹</u>
Residential values	\$ 18,730,419	\$ 34,055,308
Non-residential values	12,579,632	12,579,632
Totals	<u>\$ 31,310,051</u>	<u>\$ 46,634,940</u>
Debt limit (adjusted fair market value x 0.02)		\$ 932,699
Debt applicable to limit:		
General obligation bonds		-
Less: Amount set aside for repayment of general obligation debt		-
Total net debt applicable to limit		<u>-</u>
Legal debt margin		<u>\$ 932,699</u>

UTAH COUNTY
Demographic and Economic Statistics
Last Ten Years

Year	Population	Personal Income (amounts expressed in thousands)³	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2006	448,296 ¹	\$12,024,570	\$26,823	24.2 ⁴	94,938 ⁴	2.9% ⁴
2007	469,574 ¹	\$13,527,059	\$28,807	24.3 ⁴	98,336 ⁴	2.5% ⁴
2008	487,615 ¹	\$14,477,940	\$29,691	24.5 ⁴	102,103 ⁴	3.3% ⁴
2009	504,801 ¹	\$13,841,123	\$27,419	24.6 ⁴	105,874 ⁴	7.4% ⁴
2010	519,569 ¹	\$14,257,749	\$27,441	24.6 ⁵	108,556 ⁴	8.0% ⁴
2011	530,053 ¹	\$15,385,049	\$29,025	24.3 ⁵	111,736 ⁴	6.6% ⁴
2012	539,602 ¹	\$16,660,323	\$30,875	24.2 ⁵	115,507 ⁴	5.2% ⁴
2013	551,926 ¹	\$17,259,931	\$31,272	24.2 ⁵	118,448 ⁴	4.3% ⁴
2014	560,974 ¹	\$18,105,125	\$32,274	24.3 ⁵	121,563 ⁴	3.5% ⁴
2015	575,205 ²	na	na	24.5 ^b	124,185 ⁶	3.2% ⁷

Sources:

¹ U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System, Table CA1, Nov. 2015. Census Bureau midyear population estimates. Estimates for 2010-2014 reflect county population estimates available as of March 2015. Retrieved June 2016.

² U.S. Census Bureau, Population Division, Annual Estimates of the Resident Population by Sex, Race, and Hispanic Origin for the United States, States, and Counties: April 1, 2010 to July 1, 2015. Release Date: June 2016. Retrieved June 2016.

³ U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System, Table CA1, Nov. 2015. Estimates are in current dollars (not adjusted for inflation). Retrieved June 2016. Statistics for 2015 personal income are not yet available.

⁴ Utah County's 2014 Financial Statements.

⁵ U.S. Census Bureau, Population Division, Annual Estimates of the Resident Population for Selected Age Groups by Sex for the United States, States, Counties, and Puerto Rico Commonwealth and Municipios: April 1, 2010 to July 1, 2015. Release Date: June 2016. Retrieved June 2016.

⁶ Utah State Office of Education, School Finance & Statistics (as of fall enrollment for each year). District enrollment only for Kindergarten-Grade 12 for Alpine, Nebo, and Provo School Districts. Retrieved June 2016.

⁷ Utah Department of Workforce Services. Annual average unemployment rate, seasonally adjusted. Retrieved June 2016.

UTAH COUNTY
Principal Employers
Most Current Year and Five Years Ago

Employer	Industry	2015 ¹			2010 ²		
		Employees	Rank	Percentage of Total County Employment ³	Employees	Rank	Percentage of Total County Employment ³
Brigham Young University	Higher Education (Private)	10,000-14,999	1	3.88% - 5.82%	15,000-19,999	1	7.05% - 9.40%
Utah Valley Hospital	Healthcare	3,000-3,999	2	1.16% - 1.55%	4,000-4,999	3	1.88% - 2.35%
Utah Valley University	Higher Education (Public)	3,000-3,999	3	1.16% - 1.55%	3,000-3,999	6	1.41% - 1.88%
Vivint Inc	Construction	2,000-2,999	4	0.78% - 1.16%	---	---	---
Adobe Systems Inc	Information	1,000-1,999	5	0.39% - 0.78%	---	---	---
doTerra International LLC	Retail Trade	1,000-1,999	6	0.39% - 0.78%	---	---	---
IM Flash Technologies LLC	Manufacturing	1,000-1,999	7	0.39% - 0.78%	---	---	---
Nestlé Prepared Foods Company	Manufacturing	1,000-1,999	8	0.39% - 0.78%	1,000-1,999	10	0.47% - 0.94%
Nexeo Staffing LLC	Employment Service	1,000-1,999	9	0.39% - 0.78%	---	---	---
Utah Valley University Foundation	Higher Education (Public)	1,000-1,999	10	0.39% - 0.78%	---	---	---
Alpine School District	Public Education	---	---	---	5,000-6,999	2	2.35% - 3.29%
Nebo School District	Public Education	---	---	---	3,000-3,999	4	1.41% - 1.88%
State of Utah	State Government	---	---	---	3,000-3,999	5	1.41% - 1.88%
Walmart	Retail	---	---	---	2,000-2,999	7	0.94% - 1.41%
Utah Office Supply	Office Supplies	---	---	---	1,000-1,999	8	0.47% - 0.94%
Provo City School District	Public Education	---	---	---	1,000-1,999	9	0.47% - 0.94%

Notes:

¹ Source: Utah Department of Workforce Services.

² 2010 table originally presented in Utah County's 2010 Financial Statements.

³ Annual average employed labor force (not seasonally adjusted) for 2015 was 257,594 and for 2009 was 212,729. Source: Utah Department of Workforce Services.

UTAH COUNTY
Historical Pledged Sales and Use Taxes/Fees
Last Ten Years

Year	<A> County Option Sales and Use Tax ¹	 Local Option Sales and Use Tax ²	<A> + Total Pledged Sales and Use Taxes	% Change from Prior Year
2015	\$ 22,553,213	\$ 1,554,404	\$ 24,107,617	5.9%
2014	21,364,817	1,397,782	22,762,600	4.3%
2013	20,183,106	1,647,755	21,830,861	4.5%
2012	19,282,408	1,606,844	20,889,252	6.4%
2011	17,906,467	1,724,285	19,630,753	4.5%
2010	17,027,009	1,765,635	18,792,644	5.3%
2009	16,539,478	1,310,542	17,850,019	-6.1%
2008	18,107,830	897,108	19,004,938	-7.5%
2007	19,255,500	1,285,669	20,541,169	7.7%
2006	17,796,313	1,280,426	19,076,739	na

¹ The sales tax levy for the County Option Sales Tax is 0.25% and is collected County-wide by the Utah State Tax Commission.

² The sales tax levy for the Local Option Sales Tax is 1.00% and is collected in the unincorporated area of the County by the Utah State Tax Commission.

Source: Utah State Tax Commission

UTAH COUNTY
Historical Pledged Sales and Use Taxes/Fees (continued)
Last Ten Years

Year	<C> Section 2216 Sales and Use Tax ³	<D> Section 2218 Sales and Use Tax ⁴	<C> + <D> Total Pledged Sales and Use Taxes	% Change from Prior Year
2015	\$ 1,652,179	\$ 17,206,520	\$ 18,858,699	1.3%
2014	1,540,735	17,072,130	18,612,865	18.3%
2013	1,455,712	14,272,148	15,727,860	-1.1%
2012	1,394,963	14,505,051	15,900,015	8.5%
2011	1,283,579	13,365,267	14,648,846	16.9%
2010	1,174,513	11,361,030	12,535,543	-2.6%
2009	1,144,522	11,723,540	12,868,062	904.2%
2008	1,281,372	na	1,281,372	24.9%
2007	1,025,522	na	1,025,522	na
2006	na	na	na	na

³ Section 2216 is the Fixed Guideway, Public Transit and Highways sales and use tax. The County began levying this tax on April 1, 2007 at the then-legal maximum rate of 0.25%. In 2008 the Utah State Legislature raised the legal maximum rate and the County increased its levy of this sales tax effective December 1, 2008 to the legal maximum rate of 0.30%. This amount represents only 8 percent of the total sales tax collected. The remaining 92 percent is paid directly to the Utah Transit Authority from the Utah State Tax Commission.

⁴ Section 2218 is the Airport, Highway and Public Transit sales and use tax. The County began levying this tax on January 1, 2009. The sales tax levy is 0.25%.

Source: Utah State Tax Commission

UTAH COUNTY
Historical Pledged Sales and Use Taxes/Fees (continued)
Last Ten Years

Year	Total Motor Vehicle Registrations⁵	% Change from Prior Year	Total Pledged Fees⁶	% Change from Prior Year
2015	389,623	7.5%	\$ 3,912,739	-2.0%
2014	380,396	7.2%	3,993,299	11.0%
2013	362,520	2.1%	3,598,467	4.6%
2012	354,991	2.5%	3,441,020	2.2%
2011	346,184	0.8%	3,367,770	2.1%
2010	343,456	-1.1%	3,297,518	0.8%
2009	347,261	2.0%	3,270,300	-0.2%
2008	340,327	4.9%	3,277,190	3.5%
2007	324,584	7.1%	3,167,750 ⁷	129.7%
2006	303,129	na	1,379,050	na

⁵ Total motor vehicle registrations multiplied by \$10 does not reconcile with Total Pledged Fees due to (i) differences in the timing of the allocation of the Pledged Fees to the County and the published reports of the Utah State Tax Commission regarding total motor vehicle registrations and (ii) certain vehicles are exempt from the fee.

⁶ The County passed its Local Option Transportation Corridor Fee Ordinance on March 28, 2006 and imposed the Pledged Fees beginning July 1, 2006.

⁷ Total Pledged Fees is presented here at the same amount presented in the Official Statement. Does not match the audited financial statements.

Source: Utah State Tax Commission

UTAH COUNTY
Historical Pledged Sales and Use Taxes/Fees (continued)
Last Ten Years

	<E>	<F>	<G>	<E> + <F> + <G>	
Year	Pledged Transient Room Tax (Hotel Tax) ⁸	Restaurant Tax ⁹	Short-Term Lease Tax ¹⁰	Total Pledged Taxes	% Change from Prior Year
2015	\$ 689,041	\$ 6,974,765	\$ 1,005,898	\$ 8,669,705	11.6%
2014	598,381	6,242,780	927,235	\$ 7,768,395	10.4%
2013	552,410	5,661,378	822,734	\$ 7,036,521	7.5%
2012	499,991	5,268,599	779,637	\$ 6,548,226	7.3%
2011	447,618	4,927,928	728,994	\$ 6,104,540	9.7%
2010	401,250	4,514,695	649,021	\$ 5,564,965	3.0%
2009	403,431	4,396,860	600,578	\$ 5,400,868	-1.2%
2008	446,914 ¹¹	4,381,066	640,478	\$ 5,468,458	7.4%
2007	407,446 ¹¹	3,992,582	691,071	\$ 5,091,099	30.6%
2006	280,304	2,961,925	656,735	\$ 3,898,964	na

⁸ The bonds are not secured by all of the revenues generated by the imposition of the Transient Room Tax ("TRT"). This table reflects only the pledged amount of 23.5% of the total revenues collected from the TRT levy. A supplemental tax of 1.25% was enacted April 1, 2007, raising the total TRT levy from 3.00% to 4.25%.

⁹ The County temporarily decreased the Restaurant Tax levy effective January 1, 2006 to 0.70%. The County temporarily decreased the Restaurant Tax levy effective January 1, 2007 to 0.65%. The Restaurant Tax levy was raised to 1.00% effective April 1, 2007.

¹⁰ The County began levying the Short-Term Lease Tax effective April 1, 2004.

¹¹ Pledged Transient Room Tax is presented here at the same amounts presented in the Official Statement. Does not match the audited financial statements.

Source: Utah State Tax Commission

UTAH COUNTY
Historical Pledged Sales and Use Taxes/Fees (continued)
Last Ten Years

Year	Total Transient Room Tax Collections^{12,13}	Pledged Taxes	% Change from Prior Year
2015	\$ 2,928,424	\$ 861,301	15.2%
2014	2,543,118	747,976	8.3%
2013	2,347,741	690,512	10.5%
2012	2,124,962	624,989	11.7%
2011	1,902,378	559,608 ¹⁴	11.5%
2010	1,705,311	502,024 ¹⁴	-0.4%
2009	1,714,580	504,251 ¹⁴	-20.2%
2008	2,142,782	631,731 ¹⁴	79.1%
2007	1,488,314	352,720 ¹⁴	na
2006	1,191,312	na	na

¹² The bonds are not secured by all of the revenues generated by the imposition of the Transient Room Tax ("TRT"). The County has issued bonds under the 2010 Indenture, which are secured by a pledge of 23.5% of the TRT (see "Pledged Transient Room Tax" column on page 114).

The Series 2013 Bonds are secured by 29.4% of the total TRT available to the County. The Pledged Taxes column in the table shows the historic amounts of such revenues, which in prior years were collected but not pledged to the payment of the Series 2013 Bonds.

A supplemental tax of 1.25% was enacted April 1, 2007, raising the total TRT levy from 3.00% to 4.25%.

¹³ From 2004 to 2011, the County collected the TRT directly. Prior to that time, the TRT was collected by the Utah State Tax Commission and remitted to the County. In 2011, a law was adopted requiring TRT to be collected by the Utah State Tax Commission effective July 1, 2011. Amounts reported from 2006 through July 1, 2011 reflect the gross amount of TRT collected. From July 1, 2011 forward TRT is reported net of an administrative fee retained by the Utah State Tax Commission.

¹⁴ Pledged Transient Room Tax is presented here at the same amounts presented in the Official Statement. Does not match the audited financial statements.

Source: Utah State Tax Commission

UTAH COUNTY
Statement of Net Position
Primary Government--Governmental Activities
Last Five Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Assets and deferred outflows of resources					
Assets:					
Cash and investments	\$ 142,012,537	\$ 110,539,435	\$ 119,645,831	\$ 126,531,446	\$ 132,621,385
Receivables:					
Taxes receivable	16,493,207	18,457,292	19,019,145	20,121,279	18,794,382
Other receivables	9,597,054	11,249,759	8,989,944	12,877,575	11,151,686
Inventories	324,629	434,902	535,761	545,373	496,582
Deferred charges, net	1,201,026	-	-	-	-
Other current assets	2,224,613	449,100	773,326	1,168,970	1,162,248
Capital assets, net of depreciation					
Land	34,024,727	42,560,551	42,585,551	44,176,139	46,489,657
Rights of way and water rights	211,740	211,740	211,740	211,740	211,740
Buildings	78,521,842	121,633,252	120,122,947	118,137,772	115,881,659
Improvements other than buildings	5,008,275	4,701,803	4,395,331	4,088,859	3,735,273
Equipment	7,088,074	7,786,681	7,966,348	8,765,092	9,405,618
Infrastructure	218,006,227	236,865,417	237,137,757	237,413,904	237,413,904
Construction-in-progress	30,521,206	-	-	-	-
Net pension asset	-	-	-	-	31,623
Total assets	<u>545,235,157</u>	<u>554,889,932</u>	<u>561,383,681</u>	<u>574,038,149</u>	<u>577,395,757</u>
Deferred outflows of resources	-	-	-	364,708	11,348,840
Total assets and deferred outflows of resources	<u>545,235,157</u>	<u>554,889,932</u>	<u>561,383,681</u>	<u>574,402,857</u>	<u>588,744,597</u>
Liabilities and deferred inflows of resources					
Liabilities:					
Accounts payable and accruals	\$ 6,990,657	\$ 5,423,971	\$ 7,568,898	\$ 11,855,382	\$ 8,729,007
Accrued interest	986,974	1,027,834	983,215	904,871	819,625
Unearned revenues	4,095,757	-	1,788,490	1,401,807	5,229,789
General obligation bonds payable--due within one year	2,540,000	1,680,000	-	-	-
Revenue bonds payable--due within one year	7,040,000	8,443,831	8,831,866	9,331,866	7,425,000
Capital leases payable--due within one year	-	-	-	-	-
Other liabilities	1,491,094	537,273	-	-	-
Noncurrent liabilities:					
General obligation bonds payable--due more than one year	1,680,000	-	-	-	-
Revenue bonds payable--due more than one year	188,880,000	233,221,088	228,280,088	219,443,222	207,718,222
Compensated absences and other post-employment benefits	10,451,633	11,921,000	12,078,501	11,524,328	11,099,572
Unamortized bond premiums	1,626,274	-	-	-	-
Unamortized bond discounts	(1,338,018)	-	-	-	-
Net pension liability	-	-	-	-	21,942,088
Total liabilities	<u>224,444,371</u>	<u>262,254,997</u>	<u>259,531,058</u>	<u>254,461,476</u>	<u>262,963,303</u>
Deferred inflows of resources	-	5,515,129	-	-	2,874,110
Total liabilities and deferred inflows of resources	<u>224,444,371</u>	<u>267,770,126</u>	<u>259,531,058</u>	<u>254,461,476</u>	<u>265,837,413</u>
Net position					
Invested in capital assets, net of related debt	\$ 207,282,916	\$ 180,012,571	\$ 184,153,070	\$ 192,534,460	\$ 197,175,004
Restricted for:					
Debt service	13,308,907	11,181,362	9,579,453	11,130,082	5,314,340
Assessing and collecting property taxes	5,271,016	3,383,363	3,675,865	4,055,274	4,505,426
Transient room tax	1,886,799	444,220	430,808	50,038	373,131
Public transit tax	61,013,618	49,624,937	54,349,105	54,349,105	54,349,105
Restaurant tax	8,391,930	4,121,633	5,710,897	6,333,286	7,479,185
Unrestricted	23,635,600	38,351,720	43,953,425	51,489,136	53,710,993
Total net position	<u>\$ 320,790,786</u>	<u>\$ 287,119,806</u>	<u>\$ 301,852,623</u>	<u>\$ 319,941,381</u>	<u>\$ 322,907,184</u>

Source: Utah County Statements of Net Position at December 31, 2011 through 2015.

UTAH COUNTY
Statement of Activities
Primary Government--Governmental Activities
Last Five Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Net (expenses)/revenues by function ¹ :					
Governmental activities:					
General government	\$ (6,390,648)	\$ (17,684,567)	\$ (25,818,918)	\$ (25,333,999)	\$ (22,604,531)
Public safety	(33,064,246)	(28,098,754)	(29,360,466)	(31,657,768)	(31,203,225)
Public health and welfare	(5,037,926)	(4,642,220)	(5,059,859)	(4,962,752)	(4,917,959)
Roads and public improvements	(6,113,563)	(55,935,589)	(34,314,519)	(34,673,151)	(41,650,786)
Parks and recreation	(2,932,948)	(5,138,246)	(3,699,243)	(1,771,513)	(1,759,817)
Interest on long-term liabilities	(11,398,204)	(12,661,900)	(12,592,935)	(12,326,231)	(11,950,131)
Total net (expenses)/revenues	<u>(64,937,535)</u>	<u>(124,161,276)</u>	<u>(110,845,940)</u>	<u>(110,725,414)</u>	<u>(114,086,449)</u>
General revenues:					
Property taxes	\$ 37,864,951	\$ 37,825,190	\$ 42,610,943	\$ 40,609,534	\$ 42,948,851
Sales taxes	51,996,480	40,230,287	71,543,120	75,094,950	79,157,753
TRCC taxes	5,656,922	6,048,236	6,484,111	7,170,014	7,980,664
Transient room tax	1,902,378	2,124,962	2,347,741	2,543,118	2,928,424
Earnings on investments	765,485	934,594	577,698	556,431	694,866
Other revenues	2,301,643	2,267,981	-	-	-
Miscellaneous revenues	4,171,461	1,059,046	2,015,143	2,840,125	1,687,691
Total general revenues	<u>104,659,320</u>	<u>90,490,296</u>	<u>125,578,756</u>	<u>128,814,172</u>	<u>135,398,249</u>
Change in net position	39,721,785	(33,670,980)	14,732,816	18,088,758	21,311,800
Net position - beginning ²	<u>281,069,001</u>	<u>320,790,786</u>	<u>287,119,807</u>	<u>301,852,623</u>	<u>301,595,384</u>
Net position - ending	<u>\$ 320,790,786</u>	<u>\$ 287,119,806</u>	<u>\$ 301,852,623</u>	<u>\$ 319,941,381</u>	<u>\$ 322,907,184</u>

¹ This report is presented in summary format concerning the single item of "Net (Expense) Revenue and Changes in Net Position" and is not intended to be complete.

² Beginning net position in 2015 restated due to implementation of GASB Statement No. 68.

Source: Utah County Statements of Activities at December 31, 2011 through 2015.

UTAH COUNTY
Balance Sheet
Governmental Funds--Major Funds--General Fund
Last Five Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
ASSETS					
Cash and investments	\$ 17,867,989	\$ 23,481,738	\$ 27,467,207	\$ 26,818,140	\$ 29,283,300
Receivables:					
Taxes	11,587,256	11,271,484	11,688,015	11,625,910	10,424,192
Other	2,749,326	2,158,030	1,473,318	3,060,994	1,652,726
Due from other funds	538,000	2,325,000	1,339,500	2,824,900	3,071,000
Other assets	2,002	4,719	19,214	108,703	130,406
Total assets	<u>\$ 32,744,573</u>	<u>\$ 39,240,971</u>	<u>\$ 41,987,254</u>	<u>\$ 44,438,647</u>	<u>\$ 44,561,624</u>
LIABILITIES					
Accounts payable and accruals	\$ 2,031,578	\$ 2,437,538	\$ 2,519,010	\$ 2,927,006	\$ 3,402,002
Unearned revenues	3,493,276	-	1,029,930	1,039,001	1,297,568
Other liabilities	9,885,532	10,703,036	10,411,033	10,450,539	10,450,539
Total liabilities	<u>15,410,386</u>	<u>13,140,574</u>	<u>13,959,973</u>	<u>14,416,546</u>	<u>15,150,109</u>
DEFERRED INFLOWS OF RESOURCES					
	<u>-</u>	<u>3,837,416</u>	<u>2,114,979</u>	<u>1,641,278</u>	<u>1,924,316</u>
FUND BALANCES					
Restricted:					
Statutory minimum balance	-	-	3,502,865	3,531,824	3,590,196
Assigned:					
Retiree health insurance	872,574	872,574	872,574	-	-
Medicaid reserve	600,000	600,000	600,000	600,000	600,000
Assessing and collecting taxes	-	3,775,838	3,775,838	3,775,838	3,775,838
Equipment replacement	-	3,065,762	3,065,762	3,065,762	3,065,762
Health department carryforward	-	-	-	-	-
DDAPT carryforward	-	-	273,285	-	132,531
Unassigned	<u>15,861,613</u>	<u>13,948,807</u>	<u>13,821,978</u>	<u>17,407,400</u>	<u>16,322,872</u>
Total fund balances	<u>17,334,187</u>	<u>22,262,981</u>	<u>25,912,302</u>	<u>28,380,824</u>	<u>27,487,199</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 32,744,573</u>	<u>\$ 39,240,971</u>	<u>\$ 41,987,254</u>	<u>\$ 44,438,647</u>	<u>\$ 44,561,624</u>

Source: Utah County Balance Sheets at December 31, 2011 through 2015.

UTAH COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds--Major Funds--General Fund
Last Five Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
REVENUES					
Property taxes	\$ 35,675,573	\$ 30,468,950	\$ 29,314,108	\$ 28,530,647	\$ 29,328,754
Sales taxes	19,630,753	20,889,252	21,830,861	22,762,600	24,107,617
Franchise taxes	5,129	2,268	5,205	4,704	3,745
Licenses and permits	295,914	267,499	302,915	301,961	357,424
Intergovernmental	6,318,290	776,993	817,427	863,929	849,037
Charges for services	12,865,861	13,351,122	14,428,475	14,003,922	14,205,191
Fines and forfeitures	3,229,939	3,002,528	2,861,640	2,822,054	2,545,799
Interest	174,448	191,855	112,760	138,561	152,308
Miscellaneous	167,749	215,220	383,902	1,208,885	254,039
Total revenues	<u>78,363,656</u>	<u>69,165,687</u>	<u>70,057,292</u>	<u>70,637,263</u>	<u>71,803,914</u>
EXPENDITURES					
Current:					
General government	26,022,793	20,872,127	21,284,912	21,011,255	22,886,799
Public safety	38,851,067	40,465,240	41,844,660	43,456,681	44,662,897
Public health and welfare	67,454	756,240	819,526	867,902	921,060
Roads and public improvements	4,237,514	-	-	-	-
Parks and recreation	1,187,952	1,484,323	1,408,163	422,158	379,352
Capital outlay:					
General government	-	-	22,411	16,879	5,599
Public safety	-	-	1,215	87,145	25,765
Public health and welfare	-	-	-	-	-
Parks and recreation	-	-	24,598	-	-
Total expenditures	<u>70,366,780</u>	<u>63,577,930</u>	<u>65,405,484</u>	<u>65,862,019</u>	<u>68,881,472</u>
Excess (deficiency) of revenues over expenditures	<u>7,996,876</u>	<u>5,587,757</u>	<u>4,651,808</u>	<u>4,775,244</u>	<u>2,922,442</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	3,591,899	4,554,556	4,109,673	3,429,861	4,148,274
Transfers out	(8,808,218)	(5,213,519)	(5,112,159)	(5,736,583)	(7,964,341)
Total other financing sources (uses)	<u>(5,216,319)</u>	<u>(658,963)</u>	<u>(1,002,486)</u>	<u>(2,306,722)</u>	<u>(3,816,067)</u>
Net change in fund balances	2,780,557	4,928,794	3,649,321	2,468,522	(893,625)
Fund balances - beginning	14,553,630	17,334,187	22,262,981	25,912,302	28,380,824
Fund balances - ending	<u>\$ 17,334,187</u>	<u>\$ 22,262,981</u>	<u>\$ 25,912,302</u>	<u>\$ 28,380,824</u>	<u>\$ 27,487,199</u>

Source: Utah County Statements of Revenues, Expenditures, and Changes in Fund Balance at December 31, 2011 through 2015.

UTAH COUNTY
Outstanding Bonded Indebtedness
Current Year

Outstanding Sales Tax Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2014 ¹	Refunding	\$ 6,755,000	November 1, 2020	\$ 6,615,000
2010 ²	Energy/Qualified Energy Conservation Bonds	4,940,000	February 1, 2027	4,280,000
2006 ³	Security center	7,615,000	November 1, 2021	3,675,000
Total				<u>\$ 14,570,000</u>

¹ Not rated; no rating applied for. These bonds were privately placed.

² Not rated; no rating applied for. These bonds were privately placed. Issued as federally taxable, Qualified Energy Conservation Bonds.

³ Rated "AA+" by Standard & Poor's Rating Services, a Standard & Poor's Financial Services LLC business ("S&P") as of the date of this report.

Outstanding Excise Tax Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2013 ⁴	Museum	\$ 3,800,000	December 1, 2033	\$ 3,435,000
2010A ⁵	Convention center	6,950,000	December 1, 2018	2,465,000
2010B ^{5,6}	Convention center	5,000,000	December 1, 2023	5,000,000
2010C ^{5,6}	Convention center	28,200,000	December 1, 2039	28,200,000
Total				<u>\$ 39,100,000</u>

⁴ Rated "AA-" by S&P as of the date of this report.

⁵ Rated "AA-" by S&P as of the date of this report. These bonds are issued on a parity basis and are not issued on a parity with the 2013 Bonds.

⁶ Insured as federally taxable 35 percent interest subsidy "Build America Bonds."

Outstanding Transportation Sales Tax Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2012 ⁷	Transportation	\$ 51,675,000	December 1, 2039	\$ 47,735,000
2009A ⁸	Transportation	17,240,000	December 1, 2016	2,710,000
2009B ^{8,9}	Transportation	85,490,000	December 1, 2034	85,490,000
Total				<u>\$ 135,935,000</u>

⁷ Rated "AA" (Assured Guaranty Municipal Corp. Insured; underlying "AA-" by S&P as of the date of this report.

⁸ Rated "AA" (Assured Guaranty Municipal Corp. Insured; underlying "AA-" by S&P as of the date of this report.

⁹ Insured as federally taxable 35 percent interest subsidy "Build America Bonds."

Outstanding Vehicle Registration Fee Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2009B ^{10,11}	Transportation	23,775,000	December 1, 2034	23,775,000
Total				<u>\$ 23,775,000</u>

¹⁰ Rated "AA" (Assured Guaranty Municipal Corp. Insured; underlying "AA-" by S&P as of the date of this report.

¹¹ Insured as federally taxable 35 percent interest subsidy "Build America Bonds."

UTAH COUNTY

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

YEAR ENDED DECEMBER 31, 2015

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UTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass Through Grantor Program Title	Federal CFDA Number	Pass-Thru Grantor's Number	Expenditures
<u>Corporation for National and Community Service</u>			
Cluster			
Foster Grandparent Program	94.011		\$ 231,883
Senior Companion Program	94.016		209,382
Total Corporation for National and Community Service			441,265
<u>U.S. Department of Agriculture</u>			
Passed through Utah Wood Supervisor Assn.			
Forest Health Protection	10.680		4,900
Passed Through Utah Department of Health			
Special Supplemental Nutrition Program for Women, Infants, and Children-Client Services	10.557	15-2700142	851,636
Special Supplemental Nutrition Program for Women, Infants, and Children-Client Services	10.557	15-2700142	283,752
Special Supplemental Nutrition Program for Women, Infants, and Children-Breast Feeding	10.557	15-2700142	68,364
Special Supplemental Nutrition Program for Women, Infants, and Children-Breast Feeding	10.557	15-2700142	237,376
Special Supplemental Nutrition Program for Women, Infants, and Children-Nutrition	10.557	15-2700142	232,241
Special Supplemental Nutrition Program for Women, Infants, and Children-Nutrition	10.557	15-2700142	106,641
Special Supplemental Nutrition Program for Women, Infants, and Children-Food (Noncash Commodities)	10.557		6,477,142
Special Supplemental Nutrition Program for Women, Infants, and Children-Administration	10.557	15-2700142	326,897
Special Supplemental Nutrition Program for Women, Infants, and Children-Administration	10.557	15-2700142	34,223
Special Supplemental Nutrition Program for Women, Infants, and Children - Peer Counseling	10.557	15-2700142	77,351
Special Supplemental Nutrition Program for Women, Infants, and Children - Peer Counseling	10.557	15-2700142	30,924
Special Supplemental Nutrition Program for Women, Infants and Children - Lactation Course	10.557	15-2700142	1,050
Special Supplemental Nutrition Program for Women, Infants, and Children-Technology Services	10.557	15-2700142	19,155
Total CFDA	10.557		8,746,752
Summer Food Service Program for Children	10.559	14-2482	1,100
Summer Food Service Program for Children	10.559	16-2700016	230
Total CFDA	10.559		1,330
Total U.S. Department of Agriculture			8,752,982
<u>U.S. Department of Transportation</u>			
Passed Through State Department of Public Safety			
Cluster			
State & Community Highway Safety	20.600	CP15-04-07	28,376
National Priority Safety Programs	20.616		20,500
Total Cluster			48,876
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	HMEP-USA-2015	2,952
Total U.S. Department of Transportation			51,828

UTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass Through Grantor Program Title	Federal CFDA Number	Pass-Thru Grantor's Number	Expenditures
<u>U.S. Department of Health and Human Services</u>			
Direct			
Drug-Free Communities Support Program Grants	93.276		78,062
Passed Through NAMI of Utah			
Block Grants for Community Mental Health Services	93.958		2,632
Passed Through Utah Department of Human Services			
Block Grants for Prevention & Treatment of Substance Abuse	93.959	16-0080	896,348
Block Grants for Prevention & Treatment of Substance Abuse	93.959	16-1018	10,000
Block Grants for Prevention & Treatment of Substance Abuse	93.959	12-2419	923,584
Block Grants for Prevention & Treatment of Substance Abuse	93.959	12-2201	4,565
Block Grants for Prevention & Treatment of Substance Abuse	93.959	15-1949	24,774
Total CFDA	93.959		<u>1,859,271</u>
Child Abuse & Neglect State Grants	93.669	15-0935	28,127
Passed through Utah Public Health Assn.			
Non-ACA/PPHF Building Capacity of the Public Health System to Improve Population Health through National Nonprofit Organizations	93.424		2,400
Passed Through Utah Department of Health			
Affordable Care Act Abstinence Education Program	93.235	15-2700141	25,394
Affordable Care Act Abstinence Education Program	93.235	15-2700141	13,305
Total CFDA	93.235		<u>38,699</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	15-2700566	1,001
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	15-0001	9,281
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	15-2700566	1,000
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	14-2564	25,326
Total CFDA	93.283		<u>36,608</u>
National State Based Tobacco Control Programs	93.305	16-2700063	44,640
Maternal and Child Health Services Block Grant to the States	93.994	16-2700326	32,638
Maternal and Child Health Services Block Grant to the States	93.994	15-2700005	110,599
Maternal and Child Health Services Block Grant to the States	93.994	14-2513	5,075
Maternal and Child Health Services Block Grant to the States	93.994	15-2700141	36,608
Total CFDA	93.994		<u>184,920</u>
Preventive Health & Health Services Block Grant	93.991	16-2700143	36,488
Preventive Health & Health Services Block Grant	93.991	14-2513	35,294
Total CFDA	93.991		<u>71,782</u>
Immunization Cooperative Agreements	93.268	15-2700277	103,943
National Bioterrorism Hospital Preparedness Program	93.889	15-0635	63,685
National Bioterrorism Hospital Preparedness Program	93.889	14-0331	77,606
Total CFDA	93.889		<u>141,291</u>

UTAH COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass Through Grantor Program Title	CFDA Number	Grantor's Number	Expenditures
<u>U.S. Dept. of Health and Human Services (Continued)</u>			
Medical Assistance Program	93.778	15-0802	3,326
Medical Assistance Program	93.778	16-2700282	41,582
Total CFDA	93.778		<u>44,908</u>
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	15-2700282	13,834
Project Grants & Cooperative Agreements for Tuberculosis Control Programs	93.116	15-2700292	11,166
Project Grants & Cooperative Agreements for HIV Prevention Activities - Health Department Based	93.940	14-1773	10,500
Cancer Prevention and Control Programs for State, Territorial, and Tribal Organizations financed in part by Prevention and Public Health Funds	93.752	15-0001	55,936
Cancer Prevention and Control Programs for State, Territorial, and Tribal Organizations financed in part by Prevention and Public Health Funds	93-752	15-2700526	57,592
Total CFDA	93-752		<u>113,528</u>
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	15-2700241	29,981
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	16-2700326	1,452
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	16-2700421	13,324
Total CFDA	93.758		<u>44,757</u>
Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)	93.761	15-2700239	26,156
Hospital Preparedness Program (HPP) Ebola Preparedness and and Response Activities	93.817	16-2700367	97
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	12-2419	12,092
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	15-0922	20,877
Total CFDA	93.243		<u>32,969</u>
Substance Abuse and Mental Health Services - Access to Recovery	93.275	11-2120	354,383
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	15-2700422	412,384
State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)	93.757	15-2700433	88,975
Public Health Emergency Preparedness	93.069	16-2700262	251,867
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP Aligned Cooperative Agreements	93.074	15-0635	150,847
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP Aligned Cooperative Agreements	93.074	15-2700476	17,727
Total CFDA	93.074		<u>168,574</u>
Well-Integrated Screening and Evaluation for Women Across the Nation	93.094	15-0001	143,058
Well-Integrated Screening and Evaluation for Women Across the Nation	93.094	15-0001	107,134
Total CFDA	93.094		<u>250,192</u>

UTAH COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass Through Grantor Program Title	CFDA Number	Grantor's Number	Expenditures
<u>U.S. Dept. of Health and Human Services (Continued)</u>			
Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs - financed by Prevention and Public Health Funds (PPHF)	93.734	16-2700554	1,000
Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs - financed by Prevention and Public Health Funds (PPHF)	93.734	14-2513	1,700
Total CFDA	93.734		<u>2,700</u>
Assistance Programs for Chronic Disease Prevention and Control	93.945	16-2700143	1,873
Assistance Programs for Chronic Disease Prevention and Control	93.945	14-2513	11,384
Assistance Programs for Chronic Disease Prevention and Control	93.945	16-2700554	725
Total CFDA	93.945		<u>13,982</u>
The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infections Disease (ELC) and and Emerging Infections Program (EIP) Cooperative Agreements; PPHF	93.521	15-1071	7,368
The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infections Disease (ELC) and and Emerging Infections Program (EIP) Cooperative Agreements; PPHF	93.521	15-2700192	2,075
Total CFDA	93.521		<u>9,443</u>
Environmental Public Health and Emergency Response Passed Through Mountainland Assoc. of Government	93.070	15-2700376	60,000
Social Services Block Grant	93.667		20,695
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043		11,000
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044		5,000
Passed Through Department of Workforce Services Temporary Assistance for Needy Families	93.558		28,574
Passed Through Utah State University Temporary Assistance for Needy Families	93.558		1,272
Total CFDA	93.558		<u>29,846</u>
Childcare and Development Block Grant	93.575	14-0333	15,227
Childcare and Development Block Grant	93.575	14-0334	14,663
Childcare and Development Block Grant	93.575	14.0335	13,708
Total CFDA	93.575		<u>43,598</u>
Passed through National Association of County and City Health Officials Medical Reserve Corps Small Grant Program	93.008	MRC-14 200	3,500
Passed Through University of Utah/Utah Poison Control Center Poison Center Support and Enhancement Grant Program	93.253		2,500
Total US Dept. of Health & Human Services			<u>4,618,929</u>
<u>U.S. Department of Justice</u>			
Direct State Criminal Alien Assistance Program	16.606		77,422
Passed Through State Common Criminal and Juv. Justice Edward Byrne Memorial Justice Assistance Grant Program	16.738	15A186	4,381
Edward Byrne Memorial Justice Assistance Grant Program	16.738	14A186	834
Edward Byrne Memorial Justice Assistance Grant Program	16.738	12A59	3,386
Total CFDA	16.738		<u>8,601</u>

UTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass Through Grantor Program Title	CFDA Number	Grantor's Number	Expenditures
<u>U.S. Dept. of Justice (Continued)</u>			
Crime Victim Assistance - VOCA	16.575	14-Voca-76	22,563
Crime Victim Assistance - VOCA	16.575	14-Voca-74	26,728
Crime Victim Assistance - VOCA	16.575	14-Voca-75	12,756
Crime Victim Assistance - VOCA	16.575	15-Voca-77	29,198
Crime Victim Assistance - VOCA	16.575	15-Voca-78	23,725
Crime Victim Assistance - VOCA	16.575	15-Voca-76	29,847
Crime Victim Assistance - Child Abuse Treatment	16.575	15-Voca-74	37,012
Crime Victim Assistance - Child Abuse Treatment	16.575	14-Voca-72	29,474
Crime Victim Assistance - Victim/Witness Coordinator	16.575	15-Voca-73	17,578
Crime Victim Assistance - Victim Witness Coordinator	16.575	14-Voca-71	23,405
Crime Victim Assistance - Spanish Victims Assistance	16.575	14-Voca-73	15,100
Crime Victim Assistance - Spanish Victims Assistance	16.575	15-Voca-75	10,296
Total CFDA	16.575		<u>277,682</u>
Residential Substance Abuse Treatment For State Prisoners	16.593	13R04	36,319
Recovery Act - Violence Against Women Formula Grants	16.588	14-VAWA-37	25,938
Passed Through Utah Chapter of the National Children's Alliance			
Improving the Investigation and Prosecution of Child Abuse and the Regional and Local Children's Advocacy Centers	16.758	7-Prov-UT-SA15	9,000
Passed Through Utah State University			
Juvenile Mentoring Program	16.726		2,544
Total U.S. Department of Justice			<u>437,506</u>
<u>Environmental Protection Agency</u>			
Passed Through Utah Dept. of Environmental Quality			
Recovery Act - Capitalization Grants for Drinking Water State Revolving Funds Revolving Funds	66.468	15-0024	8,126
Recovery Act - Capitalization Grants for Drinking Water State Revolving Funds Revolving Funds	66.468	16-0037	9,472
Total CFDA	66.468		<u>18,098</u>
Performance Partnership Grants	66.605	16-0037	10,206
Performance Partnership Grants	66.605	15-0024	11,843
Total CFDA	66.605		<u>22,049</u>
Total Environmental Protection Agency			<u>40,147</u>
<u>U.S. Department of Homeland Security</u>			
Passed Through State Division of Homeland Security			
Emergency Management Performance Grants	97.042	EMPG-2015-DEM-025	77,818
Homeland Security Grant Program	97.067	DEM-2014-SHSP-002	266,704
Homeland Security Grant Program	97.067	DEM-2013-SHSP.002	144,968
Homeland Security Grant Program	97.067	DEM-2013SHSP.008	134,462
Homeland Security Grant Program	97.067	DEM-2014-SHSP.008	29,525
Total CFDA	97.067		<u>575,659</u>
Total U.S. Department of Homeland Security			<u>653,477</u>
<u>U.S. Department of Housing & Urban Development</u>			
Direct			
Community Development Block Grants/Entitlement Grants	14.218		<u>1,181,011</u>
<u>General Services Administration</u>			
Direct			
Donation of Federal Surplus Personal Property	39.003		<u>77,173</u>
<u>Executive Office of the President</u>			
Passed through Orem City			
High Intensity Drug Trafficking Areas Program	95.001		<u>5,366</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 16,259,684</u></u>

UTAH COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of Utah County under programs of the federal government for the year ended December 31, 2015. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR), Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of Utah County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Utah County.

NOTE B - 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. Such expenditures are recognized following the cost principles contained in Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Utah County does not use the 10% de minimis cost rate as allowed under Uniform Guidance

NOTE C - 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 year end and not yet reimbursed.

NOTE D – SUBRECIPIENTS

Of the federal expenditures presented in the Schedule, Utah County provided federal awards to subrecipients as follows:

CFDA #	Program Name	Amount Provided to Subrecipients
14.218	Community Development Block Grants/Entitlement Grants	1,161,251
93.235	Affordable Care Act (ACA) Abstinence Education Program	140
93.575	Child Care and Development Block Grant	19,018
93.758	Preventive Health and Health Services Block Grant	500
93.889	National Bioterrorism Hospital Preparedness Program	950
93.959	Block Grants for Community Mental Health Services	179,748
97.067	Homeland Security Grant Program	295,439 *
	Total	<u>\$ 1,657,046</u>

*Note: These amounts were passed through as equipment rather than cash payments.

NOTE E – DONATED FEDERAL SURPLUS PROPERTY

The county received equipment through Utah Homeland Security from the U.S. Dept. of Homeland Security. The amount is recorded on the books as determined by using a value determined by the U.S. General Services Administration.



GILBERT & STEWART

CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Board of County Commissioners
Utah County
Provo, Utah

June 28, 2016

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, 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, 2015, and the related notes to the financial statements, which collectively comprise Utah County's, basic financial statements, and have issued our report thereon dated June 28, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Utah County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Utah County's internal control. Accordingly, we do not express an opinion on the effectiveness of Utah County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Utah County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gilbert & Stewart

Gilbert & Stewart
Certified Public Accountants
Provo, Utah
June 28, 2016



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Board of County Commissioners
Utah County
Provo, Utah

June 28, 2016

Report on Compliance for Each Major Federal Program

We have audited Utah County's compliance with the types of compliance requirements described in the *OMB 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, 2015. 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.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Utah County's major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 on compliance for each major federal program. However, our audit does not provide a legal determination of Utah County's compliance.

Opinion on Each Major Federal Program

In our opinion, Utah County complied, in all material respects, with the types of 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, 2015.

Report on Internal Control over Compliance

Management of Utah County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above.

In planning and performing our audit of compliance, we considered Utah County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, and 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, 2015, and the related notes to the financial statements, which collectively comprise Utah County's basic financial statements. We issued our report thereon dated June 28, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates

directly to the underlying accounting and other records used to prepare the basic 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 basic financial statements or to the basic financial standards themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Gilbert & Stewart

Gilbert & Stewart
Certified Public Accountants
Provo, Utah
June 28, 2016

UTAH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2015

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statements of Utah County were prepared in accordance with GAAP.
2. No significant deficiencies in internal control were disclosed during the audit of the financial statements. No material weaknesses are reported.
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 during the audit. No material weaknesses are reported.
5. The auditor's report on compliance for the major Federal award programs for Utah County expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
7. The programs tested as a major program were: WIC 10.557; ACA Maternal, Infant, and Early Childhood Home Visiting Program 93.505.
8. The threshold for distinguishing between Type A and B programs was \$750,000.
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



**INDEPENDENT AUDITOR'S REPORT IN ACCORDANCE WITH THE *STATE COMPLIANCE*
AUDIT GUIDE ON: COMPLIANCE WITH GENERAL STATE COMPLIANCE REQUIREMENTS
INTERNAL CONTROL OVER COMPLIANCE**

Honorable Board of County Commissioners
Utah County
Provo, Utah

REPORT ON COMPLIANCE WITH GENERAL STATE COMPLIANCE REQUIREMENTS

We have audited Utah County's compliance with the applicable general state requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, that could have a direct and material effect on Utah County for the year ended December 31, 2015.

General state compliance requirements were tested for the year ended December 31, 2015 in the following areas:

- Budgetary Compliance
- Fund Balance
- Justice Courts
- Utah Retirement System Compliance
- Restricted Taxes and Related Revenues
- Open & Public Meetings Act
- Treasurer's Bond
- Cash Management
- Impact Fees

Management's Responsibility

Management is responsible for compliance with the general state requirements referred to above.

Auditor's Responsibility

Our responsibility is to express an opinion on Utah County's compliance based on our audit of the compliance requirements referred to above. 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 the *State Compliance Audit Guide*. Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on Utah County 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 on compliance with general state compliance requirements. However, our audit does not provide a legal determination of Utah County's compliance.

Opinion on General State Compliance Requirements

In our opinion, Utah County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on Utah County for the year ended December 31, 2015.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the State Compliance Audit Guide and which are described in our letter to management dated June 28, 2016 as items 2015-1. Our opinion on compliance is not modified with respect to these matters.

Utah County's response to the noncompliance findings identified in our audit is described in the accompanying letter to management. Utah County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of Utah County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered Utah County's internal control over compliance with the compliance requirements that could have a direct and material effect on Utah County to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with general state compliance requirements and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, 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 general state compliance requirement 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 general state compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a general state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.

Gilbert & Stewart

GILBERT & STEWART
Certified Public Accountants
June 28, 2016

UTAH COUNTY

**COMMUNICATION WITH THOSE CHARGED WITH
GOVERNANCE**

DECEMBER 31, 2015



GILBERT & STEWART
CERTIFIED PUBLIC ACCOUNTANTS
A PROFESSIONAL CORPORATION
ESTABLISHED 1974

RANDEL A HEATON, CPA
LYNN A. GILBERT, CPA
JAMES A. GILBERT, CPA
BEN H PROBST, CPA
RONALD J. STEWART, CPA

SIDNEY S. GILBERT, CPA
JAMES E. STEWART, CPA

June 27, 2016

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, 2015. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and Government Auditing Standards and OMB Circular A-133, as well as certain information related to the planned scope and timing of or audit. 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 2015. 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 July 27, 2016.

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.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Utah State Compliance Findings – Current Year

2015-1 General Compliance- Fund Balance (Deficit)

Finding: Utah State law prohibits any fund from having a deficit fund balance at year end. At year end the Solder Summit Special Revenue fund had a deficit fund balance.

Recommendation: State law requires the County to provide for a retirement of the deficit fund balance in the subsequent year budget. We recommend that the County provide for the retirement of the deficit in the 2016 budget.

County Response: We concur with the finding and have provided for retirement of the deficit fund balance in our 2016 budget.

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 payroll 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. It was communicated to us that the County will be implementing a new Human Resource Information System ("HRIS"). Please note that the controls for the new system will need to be audited.
2. In the past instances have occurred where employees who did not work any hours received a paycheck. In some instances, the County has not entirely recouped the payment from the employee who was erroneously paid. The most likely reason for this occurrence is the time entry clerk selected the wrong employee during the time entry process. There are three controls that should prevent this from happening: (1) The time entry clerk should be reviewing the time entry report to make sure the system entry matches the original time sheets; (2) The department head should be reviewing the time entry clerk's work to make sure the system entry matches the original time sheets; (3) The Office of Personnel Management should be ensuring the payroll records submitted by the departments match the system entry. This system of internal controls is in place but is not functioning correctly. 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. County departments that receive federal funding are responsible for tracking subrecipient information. Federal guidelines require recipients of federal funds to monitor subawards and to ensure subrecipients meet certain audit requirements and use funds in accordance with applicable laws, regulations and terms of the award. We recommend that the County establishes procedures to ensure it is (1) informing subrecipients of all applicable federal laws and regulations and all appropriate flow-down provisions from the prime agreement, (2) reviewing the subrecipients' audit results via the Federal Audit Clearinghouse, (3) reviewing any corrective actions cited by subrecipients in response to their audit findings, where the audit findings are related to the County's awards to the subrecipients, (4) verifying the subrecipient takes appropriate and timely corrective action to any audit findings, and (5) tracking subrecipient information accurately for reporting in the County's own Single Audit Report.

4. Some County departments receive assets through federal surplus programs or donations from outside agencies/individuals. We recommend the County adopt procedures to ensure these assets are being recorded in the accounting system at the fair market value as of the date of the donation.

5. There were isolated incidents of departments accepting money orders that were past their expiration dates and counter checks (i.e., checks without preprinted names/addresses). We recommend that the Treasurer's Office review the documents passing through its office and reject checks/money orders that are not in compliance with policy. We also recommend that the Treasurer conduct annual training on the County's money handling policy for departments that handle cash/cash equivalents. It was also noted that one department did not settle its credit card account for more than 30 days. As a result, the payee's bank rejected the credit card transaction. We recommend the department be contacted to remind them of the importance of settling their credit card account on a daily basis. We also recommend that credit card settlements be part of the annual training conducted by the Treasurer.

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

GILBERT & STEWART PC
Certified Public Accountants