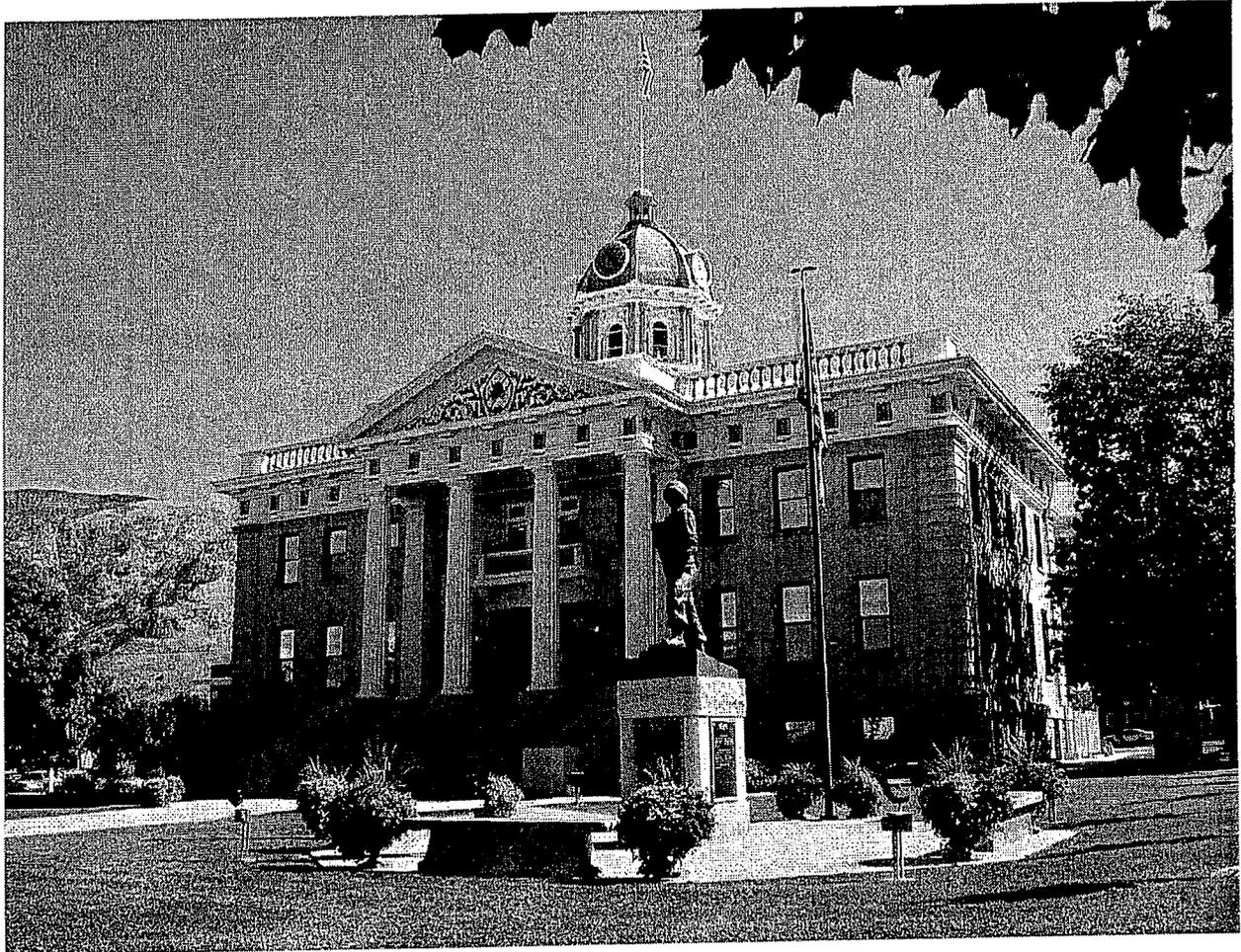


BOX ELDER COUNTY, UTAH

FINANCIAL REPORT



YEAR ENDED
DECEMBER 31, 2010

Box Elder County, One South Main St, Brigham City, UT 84302

**BOX ELDER COUNTY, UTAH
FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2010**

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INDEPENDENT AUDITOR'S REPORT

To the County Commissioners
Box Elder County
Brigham City, UT 84302

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 Box Elder County, Utah (the "County"), as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the basic 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 Box Elder County as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Municipal Service Fund and Redevelopment Agency Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated July 15, 2011, on our consideration of Box Elder County's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The budget to actual statements for the Debt Service Fund and Capital Projects Fund, supplementary combining, nonmajor fund statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The budget to actual statements for the Debt Service Fund and Capital Project Fund and 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Wiggins + Co., PC

Brigham City, Utah

July 15, 2011

INTRODUCTION

The following is a discussion and analysis of Box Elder County’s financial performance and activities for the year ended December 31, 2010. Please read it in conjunction with the entire Box Elder County Financial Report.

HIGHLIGHTS

Government-wide Level

- Box Elder County’s total net assets increased \$1.4 million or 3.4 percent primarily due to property tax revenues and sales tax growth.

Long-term Debt

- The County has reduced its Long-Term Debt (Noncurrent liabilities) by \$857 thousand or 13.1 percent due to following applicable debt schedules and reducing principal balances.

Governmental Fund Balances

- Government Funds saw both increases and decreases in their fund balances, with a net decrease of 4.79 percent. The Capital Project Fund had the largest decrease at 41.3 percent and the General Fund saw the largest increase at 7.6 percent above the previous year. These swings in fund balances were due to large projects being undertaken in the Capital Projects Fund, and less than anticipated transfers from the General Fund

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to the County’s Basic Financial Statements. The Basic Financial Statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the Basic Financial Statements, this report also contains other supplementary information including combining statements for nonmajor funds.

Government-wide Statements – Reporting the County as a Whole

The Statement of Net Assets and the Statement of Activities beginning on page 10 comprise the government-wide financial statements. These statements provide a broad overview with a long-term focus of the County’s finances as a whole and are prepared using the full-accrual basis of accounting, similar to private-sector companies. This means all revenues and expenses are recognized regardless of when cash is received or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level.

The government-wide statements report the County’s net assets – the difference between total assets and total liabilities – and how they have changed from the prior year. Over time, increases and decreases in net assets measure whether the County’s overall financial condition is getting better or worse. In evaluating the government’s overall condition, however, additional non-financial factors should be considered such as the County’s economic outlook, changes in its demographics, and the condition of its capital assets and infrastructure.

The government-wide 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 most of their costs through user fees and charges (*business-type activities*). Box Elder County’s governmental activities include general government; public safety; highways and streets; public health; planning and economic development; culture and recreation; and debt service costs. The County has one business-type activity, the Municipal Building Authority, which is primarily related to the operation and maintenance of the County’s landfill.

Fund Financial Statements – Reporting the County’s Most Significant Funds

The fund financial statements beginning on page 12 provide detailed information about individual major funds, not the County as a whole. A fund is a group of related accounts that the County uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist, while others are established internally to maintain control over a particular activity. All of the County’s funds are divided into three types:

Governmental Funds – Most of the County’s basic services are accounted for in governmental funds and are essentially the same functions reported as governmental activities in the government-wide statements. Governmental funds use the modified accrual basis of accounting, which measures the flow of current financial resources that can be converted to cash and the balances left at year-end that are available for future spending. This short-term view of the County’s financial position helps determine whether the County has sufficient resources to cover expenditures for its basic services in the near future.

Proprietary Fund – Box Elder County has one proprietary fund, an *Enterprise Fund*, used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County’s one enterprise fund, the Municipal Building Authority Fund, is used to account for the operations of the County’s landfill operation and other building functions of the County.

Fiduciary Funds – Fiduciary funds account for resources held for the benefit of parties outside the government. Fiduciary funds use full-accrual accounting but are not included in the government-wide statements because the assets in these funds are not available to finance the County’s own programs. Agency Funds include Held for Litigants, Treasurer’s Tax Collection and Special Deposits.

Reconciliation between Government-wide and Fund Statements

The financial statements include schedules on pages 13 and 15 that reconcile the amounts reported for governmental activities on the government-wide statements (full-accrual accounting, long-term focus) with amounts reported on the governmental fund statements (modified accrual accounting, short-term focus). Following are some of the major differences between the two statements:

- Capital assets and long-term debt are included on the government-wide statements but are not reported on the governmental fund statements.
- Capital outlays result in capital assets on the government-wide statements but are expenditures on the governmental fund statements.
- Bond proceeds result in liabilities on the government-wide statements but are other financing sources on the governmental fund statements.
- Certain tax revenues that are earned but not yet available are reported as revenue on the government-wide statements but are deferred revenue on the governmental fund statements.

Notes to the Financial Statements

The notes beginning on page 23 provide additional information that is essential to a complete understanding of the financial statements, and they apply to both the government-wide and fund financial statements.

Required Supplementary Information

Box Elder County adopts an annual budget for all of its governmental funds. Beginning on page 16 are budgetary comparison schedules for the County’s General Fund and major special revenue funds. Budget-to-actual comparisons for the Capital Project Fund and Debt Service Fund and each of the nonmajor special revenue funds are provided in the Supplementary Information section of the report.

Supplementary Information

This section includes combining statements for the County’s nonmajor governmental funds. This section also includes the budgetary comparisons mentioned above. Finally, statutorily required schedules related to tourism tax revenue uses and property tax collections and distributions to all taxing entities within the County are provided.

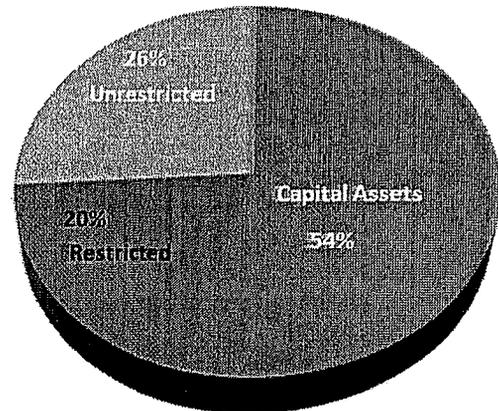
FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net Assets

The largest component of the County’s net assets, 54 percent, is composed of capital assets (land, buildings, equipment, roads, and other infrastructure) less all outstanding debt that was issued to buy or build those assets. As capital assets, these resources are not available for future spending, nor can they all be readily liquidated to pay off the related liabilities. Resources needed to repay capital-related debt must be provided from other sources.

Restricted net assets comprise 20 percent of total net assets and are subject to external restrictions on how they may be used. The remaining 26 percent of net assets is unrestricted and may be used at the County’s discretion to meet its ongoing obligations to citizens and creditors.

2010 Total Net Assets



Changes in Net Assets

The County’s total net assets increased by \$1.35 million or 3.4 percent from the prior year. Net assets of governmental activities increased \$1.1 million or 3.1 percent, while net assets of business-type activities increased \$203 thousand or 6.8 percent.

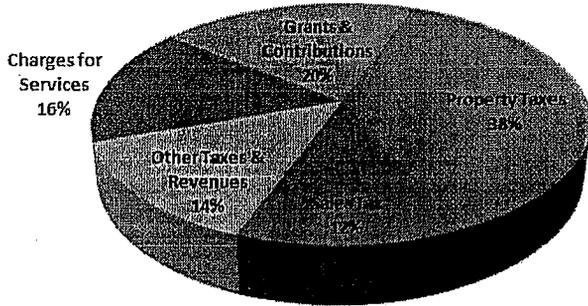
**Box Elder County
Net Assets as of December 31**

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and Other Assets	19,174,006	\$ 19,492,943	2,485,288	\$ 2,246,849	21,659,294	\$ 21,739,792
Capital Assets.....	25,205,646	\$ 23,914,894	1,874,767	\$ 2,030,710	27,080,413	\$ 25,945,604
Total Assets.....	44,379,652	\$ 43,407,837	4,360,055	\$ 4,277,559	48,739,707	\$ 47,685,396
Current and Other Liabilities....	1,901,081	\$ 1,345,621	267,743	\$ 263,930	2,168,824	\$ 1,609,551
Noncurrent Liabilities.....	4,860,530	\$ 5,592,900	920,165	\$ 1,044,271	5,780,695	\$ 6,637,171
Total Liabilities.....	6,761,611	\$ 6,938,521	1,187,908	\$ 1,308,201	7,949,519	\$ 8,246,722
Net Assets						
Invested in Capital Assets,						
Net of debt.....	20,519,646	\$ 18,707,397	959,767	\$ 990,710	21,479,413	\$ 19,698,107
Restricted.....	7,496,667	\$ 9,613,799	641,406	\$ 406,682	8,138,073	\$ 10,020,481
Unrestricted.....	9,601,728	\$ 8,148,120	1,570,974	\$ 1,571,966	11,172,702	\$ 9,720,086
Total Net Assets.....	\$ 37,618,041	\$ 36,469,316	\$ 3,172,147	\$ 2,969,358	\$ 40,790,188	\$ 39,438,674
Percent change from prior year	3.1%	8.0%	6.8%	4.2%	3.4%	7.7%

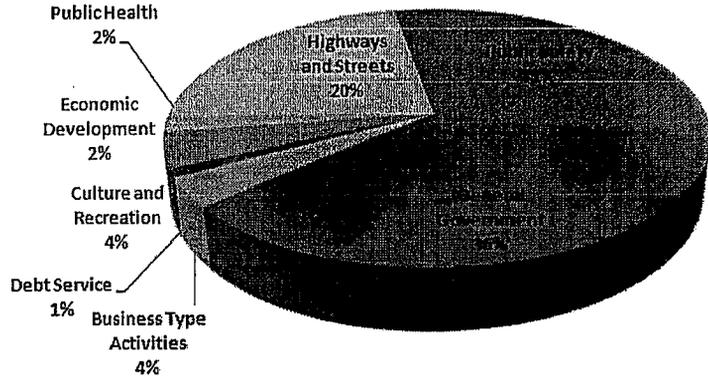
Revenues and Expenses

The following charts and schedules summarize the County’s revenues and expenses relative to each other and to the prior year. In total, revenues for all governmental activities increased \$1.1 million or 4.3 percent over 2009. Tax revenues increased \$779 thousand or 6.1 percent.

Box Elder County Total Revenue 2010



Box Elder County Total Expenses 2010



**Box Elder County
Changes in Net Assets
For the Year Ended December 31**

	Governmental Activities		Business-type Activities		Total		Total Percent Change 2009 to 2010
	2010	2009	2010	2009	2010	2009	
Revenues							
General Revenues:							
Taxes.....	\$ 13,536,042	\$ 12,756,568	\$ --	\$ --	\$ 13,536,042	\$ 12,756,568	6.11 %
Other General Revenues.....	3,017,601	3,176,026	--	(37,242)	3,017,601	3,138,784	(3.86) %
Program Revenues:							
Charges for Services.....	2,993,638	3,071,222	1,103,747	1,025,272	4,097,385	4,096,494	0.02 %
Operating Grants.....	3,354,157	3,973,124	--	--	3,354,157	3,973,124	(15.58) %
Capital Grants.....	1,774,128	748,455	--	--	1,774,128	748,455	137.04 %
Total Revenues	24,675,566	23,725,395	1,103,747	988,030	25,779,313	24,713,425	4.31 %
Expenses							
General Government.....	\$ 8,741,534	5,661,353	\$ --	--	\$ 8,741,534	5,661,353	54.41 %
Public Safety.....	7,513,884	8,476,988	--	--	7,513,884	8,476,988	(11.36) %
Highway and Streets.....	4,825,456	4,085,561	--	--	4,825,456	4,085,561	18.11 %
Public Health.....	629,850	629,521	--	--	629,850	629,521	0.05 %
Planning and Economic Dev.....	468,317	583,434	--	--	468,317	583,434	(19.73) %
Culture and Recreation.....	1,084,644	1,033,862	--	--	1,084,644	1,033,862	4.91 %
Debt Service.....	263,171	284,043	--	--	263,171	284,043	(7.35) %
Landfill.....	--	--	900,959	868,595	900,959	868,595	3.73 %
Total Expenses	23,526,856	20,754,762	900,959	868,595	24,427,815	21,623,357	12.97 %
Transfers.....	--	--	--	--	--	--	--
Change in Net Assets.....	1,148,710	2,970,633	202,787	119,435	1,351,497	3,090,068	(56.26) %
<i>Mineral Lease SSD net assets moved to Component Units</i>	--	(259,301)	--	--	--	(259,301)	--
Net Assets - Beginning.....	36,469,331	33,757,984	2,969,360	2,849,923	39,438,691	36,607,907	7.73 %
Net Assets - Ending.....	\$ 37,618,041	36,469,316	\$ 3,172,147	2,969,360	\$ 40,790,188	39,438,674	3.43 %

Net Cost of Governmental Activities

The following table shows to what extent the County’s governmental activities relied on taxes and other general revenues to cover program costs. For 2010, these activities generated \$8.1 million or 34.4 percent of total expenses through grants and charges for services. Taxes and other general revenues covered the remaining 65.6 percent of expenses. In effect, program revenues covered a little more than one-third of program costs, which ratio is almost identical to 2009. The net cost of governmental activities, not covered by taxes, was \$15.4 million, up 19 percent from the previous year.

Net Cost of Business-type Activities

Expenses for business-type activities increased \$32 thousand or 3.7 percent while revenues from business-type activities only increased \$78 thousand or 7.7 percent. Revenues were more than enough to cover expenses.

**Box Elder County
Net Cost of Governmental / Business Type Activities
For the Year Ended December 31**

	Program Expenses 2010	Less Program Revenues 2010	Net Program Costs		Program Revenues as a percentage of Program Expenses	
			2010	2009	2010	2009
Governmental Activities:						
General Government.....	\$ 8,741,534	\$ (3,729,106)	\$ 5,012,428	\$ 3,451,650	42.7 %	39.0 %
Public Safety.....	\$ 7,513,884	\$ (1,753,605)	5,760,279	6,117,569	23.3	27.8
Highway and Streets.....	\$ 4,825,456	\$ (2,322,583)	2,502,873	1,123,301	48.1	72.5
Public Health.....	\$ 629,850	\$ --	629,850	629,521	0.0	0.0
Planning and Economic Dev.....	\$ 468,317	\$ (39,551)	428,766	374,316	8.4	35.8
Culture and Recreation.....	\$ 1,084,644	\$ (277,078)	807,566	981,560	25.5	5.1
Debt Service.....	\$ 263,171	\$ --	263,171	284,043	0.0	0.0
Total Governmental Activities.....	<u>\$ 23,526,856</u>	<u>\$ (8,121,923)</u>	<u>\$ 15,404,933</u>	<u>\$ 12,961,961</u>	<u>34.5 %</u>	<u>37.5 %</u>
Business Type Activities:						
General Government.....	\$ 900,960	\$ (1,103,747)	\$ (202,787)	\$ (156,677)	122.51 %	118.0 %

CAPITAL ASSETS AND LONG-TERM DEBT ADMINISTRATION

Capital Assets

Box Elder County’s capital assets increased approximately \$1.1 million from 2009 to 2010 largely due to the addition of the Justice Court’s new building. Note 4, pages 29 and 30 provides more information on the County’s capital asset activities.

Long-term Debt

The County did not enter into any new long term debt in 2010 and retired \$857 thousand of debt during the year reducing debt by 13.1 percent. This is consistent with the previous year. Note 7 beginning on page 32 provide more information on the County’s long-term and short term obligations. The following table presents changes in Box Elder County’s long-term obligations relative to the prior year.

BOX ELDER COUNTY – MANAGEMENT’S DISCUSSION & ANALYSIS

BOX ELDER COUNTY LONG-TERM LIABILITIES (NET) AS OF DECEMBER 31

	Governmental Activities		Business-type Activities		Governmental Activities		Total Percent
	2010	2009	2010	2009	2010	2009	Change
							2009 to 2010
GO Refunding Bonds (2003).....	\$ 2,335,000	\$ 2,750,000	\$ -	\$ -	\$ 2,335,000	\$ 2,750,000	(15.1) %
RDA Sales Tax Refunding Bonds (2004).....	\$ 1,130,000	\$ 1,255,000	\$ -	\$ -	\$ 1,130,000	\$ 1,255,000	(10.0) %
RDA Taxable Sales Tax Revenue Bonds (2003).....	\$ 247,000	\$ 322,000	\$ -	\$ -	\$ 247,000	\$ 322,000	(23.3) %
Special Assessment (Marble Hills) Bonds (2004).....	\$ 100,000	\$ 125,000	\$ -	\$ -	\$ 100,000	\$ 125,000	(20.0) %
RDA Tax Increment Revenue Bonds, Series 2005.....	\$ 874,000	\$ 930,000	\$ -	\$ -	\$ 874,000	\$ 930,000	(6.0) %
MBA Revenue Bonds.....	\$ -	\$ -	\$ 915,000	\$ 1,040,000	\$ 915,000	\$ 1,040,000	(12.0) %
Capital Leases.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Compensated Absences.....	\$ 174,530	\$ 210,900	\$ 5,165	\$ 4,271	\$ 179,695	\$ 215,171	(16.5) %
Total.....	\$ 4,860,530	\$ 5,592,900	\$ 920,165	\$ 1,044,271	\$ 5,780,695	\$ 6,637,171	(12.9) %

FINANCIAL ANALYSIS OF THE COUNTY’S GOVERNMENTAL FUNDS

Fund Balances

At December 31, Box Elder County’s governmental funds reported combined fund balances of \$17.3 million, a decrease of 4.8 percent from 2009. Of the total fund balances, \$7.5 million or 43.4 percent is reserved for various purposes such as tourism, Class B Road projects and is therefore unavailable for future spending. The following chart presents the County’s 2010 ending fund balances:

Governmental Fund Balances December 31, 2010

	General Fund	Municipal Service Fund	Debt Service Fund	Capital Projects Fund	RDA Fund	Other Governmental Funds	Total Governmental Funds
Reserved.....	\$ -	\$ 1,385,900	\$ 780,792	\$ 1,866,320	\$ 1,980,002	\$ 1,483,653	\$ 7,496,667
Unreserved.....	7,040,336	2,307,979	-	-	-	412,237	9,760,552
Total.....	\$ 7,040,336	\$ 3,693,879	\$ 780,792	\$ 1,866,320	\$ 1,980,002	\$ 1,895,890	\$ 17,257,219
Percent change from 2009	7.60%	-3.80%	-8.40%	-41.30%	5.30%	3.66%	-4.80%

General Fund

During 2010, the total fund balance in the General Fund increased \$496 thousand or 7.6 percent after transfers out to other funds totaling \$5.1 million.

Revenues. Property tax revenues increased by \$423 thousand or 4.6 percent. Sales tax increased by \$396 thousand or 14.0 percent. Revenues from restaurant, transient room taxes, licenses and permits all decreased; however, other revenues such as charges for services increased. Investment earnings were down \$51 thousand or 35.5 percent.

Expenditures. Total General Fund expenditures increased by \$1.8 million or 26.8 percent. This expenses increase includes costs associated with an emergency watershed project. The County received a federal grant to fund this project.

General Fund Budgetary Highlights

The general fund did not over expend the 2010 budget. The actual revenues exceeded the actual expenditures by \$496 thousand. In 2010, the government had budgeted to use \$1.5 million of unreserved fund balance; however, no unreserved fund balance was used.

Municipal Service Fund

The Municipal Service fund provides services to the unincorporated areas of the county. Its major programs are public safety, highways and streets, and planning and economic development. Actual fund balance in the Municipal Service Fund decreased \$147 thousand or 3.8 percent.

Capital Projects Fund

The Capital Projects Fund had an increase in expenses of \$272 thousand or 14.6 percent. The Justice Center was the main expense for this fund and it was completed during the year. The fund balance decreased \$1.3 million or 41.3 percent. The remaining fund balance is committed to future county projects.

Nonmajor Governmental Funds

Box Elder County’s nonmajor funds include the County Library (Bookmobile), Justice Court, and Mineral Lease Special Service District.

FINANCIAL ANALYSIS OF THE COUNTY’S PROPRIETARY FUND

Results of operations for the County’s enterprise fund mirror the discussion above under the heading “Business-type Activities” and need not be repeated here.

Municipal Building Authority Fund

This fund is used to account for the operations of the County’s landfill. The operating revenues increased \$78 thousand or 7.7 percent. The fund’s total net assets increased \$203 thousand or 6.8 percent in 2010.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of Box Elder County’s finances and to demonstrate the County’s accountability for the money it receives. Questions concerning any of the information in this report or any other matters related to the County’s budget and finances should be addressed to the Box Elder County Auditor, One South Main, Brigham City, UT 84302.

Box Elder County
Statement of Net Assets
December 31, 2010

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 8,714,142	\$ 1,683,880	\$ 10,398,022	\$ 541,772
Taxes Receivable	6,542,557	--	6,542,557	68,579
Accounts Receivable	201,840	141,903	343,743	--
Due from other government units	1,654,308	--	1,654,308	88,005
Prepays	2,893	--	2,893	--
Restricted assets: cash and cash equivalents	1,606,017	641,406	2,247,423	--
Restricted assets: due from other governments	368,779	--	368,779	--
Deferred Charges	83,470	18,099	101,569	--
Total Current Assets	19,174,006	2,485,288	21,659,294	698,356
<i>Noncurrent Assets</i>				
Land	2,188,893	363,490	2,552,383	170,000
Buildings	9,177,007	137,420	9,314,427	--
Improvements other than buildings	4,264,698	570,176	4,834,874	596,611
Equipment	5,669,978	803,681	6,473,659	--
Vehicles	1,233,421	--	1,233,421	--
Construction in progress	--	--	--	--
Infrastructure	2,671,649	--	2,671,649	--
Total Assets	44,379,652	4,360,055	48,739,707	1,464,967
LIABILITIES				
<i>Current Liabilities</i>				
Accounts payable	1,030,268	24,989	1,055,257	1,354
Accounts payable from restricted assets	242,953	--	242,953	--
Accrued payroll liabilities	439,700	13,365	453,065	--
Accrued interest payable	43,914	1,544	45,458	--
Landfill closure and post closure costs	--	227,845	227,845	--
Deferred revenue	144,246	--	144,246	--
Due to other governments	--	--	--	--
Total Current Liabilities	1,901,081	267,743	2,168,824	1,354
<i>Noncurrent Liabilities</i>				
Bonds payable - due within one year	729,000	135,000	864,000	--
Bonds payable - due in more than one year	3,957,000	780,000	4,737,000	--
Compensated absences	174,530	5,165	179,695	--
Total Liabilities	6,761,611	1,187,908	7,949,519	1,354
NET ASSETS				
Invested in capital assets, net of debt	20,519,646	959,767	21,479,413	766,611
<i>Restricted:</i>				
Highways and streets	1,033,876	--	1,033,876	--
Debt service	780,792	202,510	983,302	--
Capital Projects	1,866,320	--	1,866,320	--
Tourism, recreation, culture & facilities	1,024,587	--	1,024,587	--
Affordable Housing	792,566	--	792,566	--
Landfill post closure costs	--	438,896	438,896	--
Public Safety - Fire	352,024	--	352,024	--
Redevelopment areas	1,187,436	--	1,187,436	--
County Library	459,066	--	459,066	--
SRS Title 1	--	--	--	88,005
Service District	--	--	--	256,252
Perry Flood Control	--	--	--	352,745
<i>Unrestricted</i>	9,601,728	1,570,974	11,172,702	--
Total Net Assets	\$ 37,618,041	\$ 3,172,147	\$ 40,790,188	\$ 1,463,613

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

Box Elder County
Statement of Activities
For the Year Ended December 31, 2010

Functions/Programs	Program Revenues				Net (Expense) Revenue			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Governmental Activities	Business-type Activities	
Primary Government								
Governmental Activities:								
General government	\$ 8,741,534	\$ 1,513,101	\$ 558,846	\$ 1,657,159	\$ (5,012,428)	\$ -	\$ (5,012,428)	\$ -
Public health	629,850	-	-	-	(629,850)	-	(629,850)	-
Planning and economic development	468,317	35,551	4,000	-	(428,766)	-	(428,766)	-
Culture and recreation	1,084,644	142,832	134,246	-	(807,566)	-	(807,566)	-
Public safety	7,513,884	1,201,489	522,346	29,770	(5,760,279)	-	(5,760,279)	-
Highways and streets	4,825,456	100,665	2,134,719	87,199	(2,502,873)	-	(2,502,873)	-
Debt service - interest and fiscal charges	263,171	-	-	-	(263,171)	-	(263,171)	-
Total Governmental Activities	23,526,856	2,993,638	3,354,157	1,774,128	(15,404,933)	-	(15,404,933)	-
Business-type Activities:								
Landfill	900,959	1,103,747	-	-	-	202,787	202,787	-
Total Business-type Activities	900,959	1,103,747	-	-	-	202,787	202,787	-
Total Primary Government	\$ 24,427,815	\$ 4,097,385	\$ 3,354,157	\$ 1,774,128	\$ (15,404,933)	\$ 202,787	\$ (15,202,146)	-
Component Units								
Total Nonmajor Component Units	\$ 156,220	\$ -	\$ -	\$ 281,049	-	-	-	124,829
Total Component Units	\$ 156,220	\$ -	\$ -	\$ 281,049	-	-	-	124,829
General Purpose Revenues and Transfers:								
Revenues								
Property taxes					9,704,855		9,704,855	68,579
Sales taxes					3,227,033		3,227,033	-
Restaurant taxes					386,908		386,908	-
Transient room taxes					217,246		217,246	-
Investment earnings					76,531		76,531	3,561
Payments in lieu of taxes					2,909,250		2,909,250	-
Sale of Assets					1,553		1,553	-
Special Assessments					30,267		30,267	-
Transfers					-		-	-
Total General Revenues and Transfers					16,553,643	0	16,553,643	72,140
Change in Net Assets					1,148,710	202,787	1,351,497	(38,418)
Net Assets at Beginning of Period					36,469,331	2,969,360	39,438,691	1,502,031
Net Assets at End of Period					\$ 37,618,041	\$ 3,172,147	\$ 40,790,188	\$ 1,463,613

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

**Box Elder County
Balance Sheet
Governmental Funds
December 31, 2010**

	Special Revenue					Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
	General	Municipal Service	RDA	Debt Service	Capital Projects				
ASSETS									
Cash and cash equivalents	\$ 1,363,656	\$ 1,931,128	\$ 1,281,148	\$ 582,763	\$ 1,858,739	\$ 1,696,708	\$ 8,714,142		
Taxes Receivable	5,086,628	226,646	710,956	198,029	--	320,298	6,542,557		
Accounts Receivable	6,504	59,117	56	109,550	24,098	2,515	201,840		
Due from other Funds	--	--	--	--	--	--	--		
Due from other government units	1,519,917	117,702	--	--	--	16,689	1,654,308		
Prepays	2,893	--	--	--	--	--	2,893		
Restricted assets: cash and cash equivalents	--	1,472,042	133,975	--	--	--	1,606,017		
Restricted assets: due from other governments	--	368,779	--	--	--	--	368,779		
Total Assets	\$ 7,979,598	\$ 4,175,414	\$ 2,126,135	\$ 890,342	\$ 1,882,837	\$ 2,036,210	\$ 19,090,536		
LIABILITIES									
Accounts payable	\$ 802,783	\$ 133,053	\$ 2,094	\$ --	\$ 16,517	\$ 75,821	\$ 1,030,288		
Accounts payable from restricted assets	--	59,890	142,191	--	--	40,872	242,953		
Accrued payroll liabilities	125,633	288,592	1,848	--	--	23,627	439,700		
Deferred revenue	10,846	--	--	109,550	--	--	120,396		
Total Liabilities	939,262	481,535	146,133	109,550	16,517	140,320	1,833,317		
FUND BALANCE									
Reserved for:									
Highways and streets	--	1,033,876	--	--	--	--	1,033,876		
Debt Service	--	--	--	780,792	--	--	780,792		
Capital Projects	--	--	--	--	1,866,320	--	1,866,320		
Tourism, recreation, culture & facilities	--	--	--	--	--	1,024,587	1,024,587		
Affordable housing	--	--	792,566	--	--	--	792,566		
Public Safety - Fire	--	352,024	--	--	--	--	352,024		
Redevelopment Areas	--	--	1,187,436	--	--	--	1,187,436		
County Library	--	--	--	--	--	459,066	459,066		
Unreserved reported in:									
General Fund	7,040,336	--	--	--	--	--	7,040,336		
Special Revenue	--	2,307,979	--	--	--	412,237	2,720,216		
Total Fund Balance	7,040,336	3,693,879	1,980,002	780,792	1,866,320	1,895,890	17,257,219		
Total Liabilities and Fund Balance	\$ 7,979,598	\$ 4,175,414	\$ 2,126,135	\$ 890,342	\$ 1,882,837	\$ 2,036,210	\$ 19,090,536		

BOX ELDER COUNTY
 RECONCILIATION OF THE BALANCE SHEET-GOVERNMENTAL FUNDS TO THE STATEMENT
 OF NET ASSETS
 DECEMBER 31, 2010

Total fund balances-governmental funds \$ 17,257,219

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. These assets consist of:

Land	\$ 2,188,893	
Buildings	13,507,127	
Improvements other than buildings	4,662,473	
Equipment	13,601,380	
Vehicles	3,070,925	
Construction in progress	--	
Infrastructure	3,503,137	
Accumulated depreciation	<u>(15,328,289)</u>	
Total capital assets		25,205,646

Bond issue costs are reported as expenditures in the governmental funds.
 The cost is \$207,553 and the accumulated amortization is \$124,083 83,470

Bond refinance interest rate swap funds are reported as revenue in the governmental funds. The amount received is \$53,000 and the accumulated amortization is \$29,150 (23,850)

Some liabilities are not due and payable in the current period and therefore not reported in the funds. Those liabilities consist of:

Bonds payable	(4,686,000)	
Compensated absences	(174,530)	
Accrued interest on bonds	<u>(43,914)</u>	
Total liabilities		<u>(4,904,444)</u>

Total net assets-governmental funds \$ 37,618,041

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

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2010

	Special Revenue			Debt Service		Capital Projects		Other Governmental Funds		Total Governmental Funds
	General	Municipal Service	RDA	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds			
Revenues										
Property taxes	\$ 8,314,457	—	710,956	\$ 406,819	—	\$ 272,623	—	\$ 970,455		\$ 9,704,855
Sales taxes	1,680,481	1,546,552	—	—	—	—	—	3,227,033		3,227,033
Restaurant taxes	—	—	—	—	—	—	—	386,908		386,908
Transient room taxes	—	—	—	—	—	—	—	217,246		217,246
Licenses and permits	168,979	—	—	—	—	—	—	168,979		168,979
Intergovernmental	2,149,854	2,811,566	—	—	—	—	—	107,650		5,069,070
Charges for services	559,906	1,280,137	35,551	—	—	—	—	147,926		2,023,520
Fines	—	—	—	—	—	—	—	612,495		612,495
Investment earnings	30,550	18,202	7,035	2,481	4,766	9,079	—	72,114		72,114
Contributions and donations	—	1,200	4,000	—	—	54,015	—	59,215		59,215
Miscellaneous	66,937	15,606	—	—	—	—	—	82,543		82,543
Payments in lieu of taxes	—	2,853,541	—	35,471	—	—	—	20,238		2,909,250
Rents	29,120	—	—	—	—	76,981	—	106,101		106,101
Special Assessments	—	—	—	—	—	—	—	30,267		30,267
Sale of capital assets	—	45,794	—	—	—	—	—	45,794		45,794
Total Revenues	13,000,284	8,572,598	757,542	475,038	4,766	1,905,162		24,715,390		
Expenditures										
General government	6,741,401	272,574	—	—	1,636,941	—	—	8,650,916		8,650,916
Public safety	—	8,293,162	—	—	253,611	330,632	—	8,877,405		8,877,405
Highways and streets	—	4,639,420	—	—	236,295	—	—	4,875,715		4,875,715
Public health	629,850	—	—	—	—	—	—	629,850		629,850
Planning and economic development	—	200,709	255,119	—	—	—	—	455,828		455,828
Culture and recreation	—	—	—	—	—	1,145,333	—	1,145,333		1,145,333
Debt service - principal	—	—	256,000	440,000	—	—	—	696,000		696,000
Debt service - interest and fiscal charges	—	—	146,952	106,416	—	—	—	253,368		253,368
Total Expenditures	7,371,251	13,405,865	658,071	546,416	2,126,847	1,475,965		25,584,415		
Excess of Revenues Over (Under) Expenditures	5,629,033	(4,833,267)	99,471	(71,378)	(2,122,081)	429,197		(869,025)		
Other Financing Sources (Uses)										
Transfers in	—	5,495,033	—	—	808,822	—	—	6,303,855		6,303,855
Transfers out	(5,132,731)	(808,822)	—	—	—	(362,302)	—	(6,303,855)		(6,303,855)
Net Other Financing Sources (Uses)	496,302	(147,056)	99,471	(71,378)	(1,313,259)	66,895		(869,025)		
Net Change in Fund Balance	6,544,034	3,840,935	1,880,531	852,170	3,179,579	1,828,995		18,126,244		
Fund Balance at Beginning of Period	7,040,336	3,893,879	1,980,002	780,792	1,866,320	1,895,890		17,257,219		
Fund Balance at End of Period										

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

BOX ELDER COUNTY
 RECONCILIATION OF THE STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCE-GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2010

Net change in fund balances - total governmental funds \$ (869,025)

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 the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays \$3,151,982 exceeded depreciation \$(1,816,990) in the current period.

1,334,992

In the statement of activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sales increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the asset sold.

(44,241)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

690,614

The liability for compensated absences is not recorded in the governmental funds, but is reported in the statement of assets. This is the current year change in the liability, reported as expense in the statement of activities.

36,370

Change in net assets of governmental activities

\$ 1,148,710

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

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
General
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to Actual
Revenues				
Property Tax	\$ 7,723,221	\$ 7,723,221	\$ 8,314,457	\$ 591,236
Sales Tax	1,400,000	1,400,000	1,680,481	280,481
Licenses and Permits	275,090	275,090	168,979	(106,111)
Intergovernmental	439,950	1,918,000	2,149,854	231,854
Charges for Services	605,826	605,826	559,906	(45,920)
Investment Earnings	87,645	87,645	30,550	(57,095)
Miscellaneous	15,000	16,200	66,937	50,737
Rents	5,000	5,000	29,120	24,120
Sale of capital assets	30,000	30,000	-	(30,000)
Total Revenues	<u>10,581,732</u>	<u>12,060,982</u>	<u>13,000,284</u>	<u>939,302</u>
Expenditures				
Commission	261,782	261,782	259,111	2,671
Public Defender	171,500	171,500	167,899	3,601
Law Library	4,500	4,500	4,134	366
Personnel	259,228	259,228	212,347	46,881
Info Tech	730,457	731,957	691,833	40,124
Auditor	305,835	305,835	298,987	6,848
Treasurer	317,202	317,202	309,122	8,080
Recorder/Clerk	490,335	540,335	491,698	48,637
Attorney	563,954	543,954	531,194	12,760
Assessor	410,132	410,132	416,904	(6,772)
Surveyor	347,705	297,705	235,421	62,284
Non-Departmental	551,036	2,045,086	2,261,621	(216,535)
Motor Pool	9,900	9,900	4,377	5,523
General buildings & grounds	345,238	385,238	369,531	15,707
Elections	124,664	124,664	48,338	76,326
Inspections	256,498	256,498	228,229	28,269
Agriculture Extension	172,032	172,032	171,894	138
Contributions to other governments	39,800	39,800	38,761	1,039
Public health	631,477	631,477	629,850	1,627
Total Expenditures	<u>5,993,275</u>	<u>7,508,825</u>	<u>7,371,251</u>	<u>137,574</u>
Other Financing Uses				
Transfer to other funds	6,023,194	6,023,194	5,132,731	890,463
Total Expenditures and Other Financing Uses	<u>12,016,469</u>	<u>13,532,019</u>	<u>12,503,982</u>	<u>1,028,037</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses				
	(1,434,737)	(1,471,037)	496,302	1,967,339
Fund Balance at Beginning of Period	<u>6,544,034</u>	<u>6,544,034</u>	<u>6,544,034</u>	<u>-</u>
Fund Balance at End of Period	<u>\$ 5,109,297</u>	<u>\$ 5,072,997</u>	<u>\$ 7,040,336</u>	<u>\$ 1,967,339</u>

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

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Municipal Service
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
Revenues				
Sales Tax	\$ 951,587	\$ 951,587	\$ 1,546,552	\$ 594,965
Intergovernmental	4,296,091	4,302,091	2,811,566	(1,490,525)
Charges for Services	681,330	681,330	1,280,137	598,807
Investment Earnings	58,432	58,432	18,202	(40,230)
Contributions and Donations	--	--	1,200	1,200
Miscellaneous	37,160	37,160	15,606	(21,554)
Payments in lieu of taxes	2,741,669	2,741,669	2,853,541	111,872
Sale of capital assets	--	--	45,794	45,794
Total Revenues	<u>8,766,269</u>	<u>8,772,269</u>	<u>8,572,598</u>	<u>(199,671)</u>
Administration and volunteer support	827,161	827,161	865,151	(37,990)
Patrol	1,682,237	1,682,237	1,525,469	156,768
Detectives	558,341	558,341	504,791	53,550
Civil	128,991	128,991	128,952	39
Communications & ITS	806,539	806,539	773,132	33,407
Corrections	2,375,627	2,375,627	2,230,721	144,906
Support Staff	536,133	536,133	480,470	55,663
Inmate Services	471,629	471,629	434,028	37,601
Court Security	475,158	475,158	448,218	26,940
Emergency Services	130,501	130,501	98,588	31,913
Fire	1,017,290	1,017,290	803,642	213,648
Highways and streets	4,670,975	4,670,975	4,639,420	31,555
Planning and economic development	344,160	344,160	200,709	143,451
Noxious Weeds	324,201	324,201	272,574	51,627
Total Expenditures	<u>14,348,943</u>	<u>14,348,943</u>	<u>13,405,865</u>	<u>943,078</u>
Other Financing Sources and Uses				
Transfers to other funds	(808,822)	(808,822)	(808,822)	--
Transfers In	6,385,496	6,385,496	5,495,033	890,463
Total Expenditures and Other Financing Sources and Uses	<u>8,772,269</u>	<u>8,772,269</u>	<u>8,719,654</u>	<u>52,615</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and other uses	(6,000)	--	(147,056)	(147,056)
Fund Balance at Beginning of Period	3,840,935	3,840,935	3,840,935	--
Fund Balance at End of Period	<u>\$ 3,834,935</u>	<u>\$ 3,840,935</u>	<u>\$ 3,693,879</u>	<u>\$ (147,056)</u>

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

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Box Elder County Redevelopment Agency (RDA) - Blended Component Unit
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to Actual
Revenues				
Property Tax	\$ 653,000	\$ 653,000	\$ 710,956	\$ 57,956
Charges for Services	31,500	31,500	35,551	4,051
Investment Earnings	7,000	7,000	7,035	35
Contributions and donations	-	-	4,000	4,000
Total Revenues	<u>691,500</u>	<u>691,500</u>	<u>757,542</u>	<u>66,042</u>
Expenditures				
Planning and economic development	308,109	308,109	255,119	52,990
Debt service - principal	256,000	256,000	256,000	-
Debt service - interest and fiscal charges	141,740	141,740	146,952	(5,212)
Total Expenditures	<u>705,849</u>	<u>705,849</u>	<u>658,071</u>	<u>47,778</u>
Total Expenditures and Other Financing Uses	<u>705,849</u>	<u>705,849</u>	<u>658,071</u>	<u>47,778</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(14,349)	(14,349)	99,471	113,820
Fund Balance at Beginning of Period	1,880,531	1,880,531	1,880,531	-
Fund Balance at End of Period	<u>\$ 1,866,182</u>	<u>\$ 1,866,182</u>	<u>\$ 1,980,002</u>	<u>\$ 113,820</u>

**Box Elder County
Statement of Net Assets
Proprietary Funds
December 31, 2010**

	<u>Business-type Activities - Enterprise Funds</u>	
	<u>Landfill</u>	<u>Total Enterprise Funds</u>
ASSETS		
<i>Current Assets</i>		
Cash and cash equivalents	\$ 1,683,880	\$ 1,683,880
Accounts Receivable	141,903	141,903
Restricted assets: cash and cash equivalents	641,406	641,406
Deferred Charges	18,099	18,099
Total Current Assets	<u>2,485,288</u>	<u>2,485,288</u>
<i>Noncurrent Assets</i>		
Land	363,490	363,490
Buildings	223,008	223,008
Improvements other than buildings	981,821	981,821
Equipment	1,758,576	1,758,576
Vehicles	25,083	25,083
Accumulated depreciation	(1,477,211)	(1,477,211)
Total Assets	<u>4,360,055</u>	<u>4,360,055</u>
LIABILITIES		
<i>Current Liabilities</i>		
Accounts payable	24,989	24,989
Accrued payroll liabilities	13,365	13,365
Accrued interest payable	1,544	1,544
Landfill closure and post closure costs	227,845	227,845
Total Current Liabilities	<u>267,743</u>	<u>267,743</u>
<i>Noncurrent Liabilities</i>		
Bonds payable - due within one year	135,000	135,000
Bonds payable - due in more than one year	780,000	780,000
Compensated absences	5,165	5,165
Total Liabilities	<u>1,187,908</u>	<u>1,187,908</u>
NET ASSETS		
Invested in capital assets, net of debt	959,767	959,767
<i>Restricted for:</i>		
Landfill post closure costs	438,896	438,896
Debt Service	202,510	202,510
<i>Unrestricted</i>	1,570,974	1,570,974
Total Net Assets	<u>\$ 3,172,147</u>	<u>\$ 3,172,147</u>

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

Box Elder County
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Year Ended December 31, 2010

	Business-type Activities - Enterprise Funds	
	Landfill	Total Enterprise Funds
Operating Revenues		
Charges for services	\$ 1,103,746	\$ 1,103,746
<i>Total Operating Revenues</i>	1,103,746	1,103,746
Operating Expenses		
Solid Waste Management	868,558	868,558
<i>Total Operating Expenses</i>	868,558	868,558
<i>Operating Income</i>	235,188	235,188
Non-Operating Revenues (Expenses)		
Interest revenue	11,479	11,479
Loss on disposal of assets	549	549
Debt service interest	(44,429)	(44,429)
<i>Net Non-Operating Revenues (Expenses)</i>	(32,401)	(32,401)
<i>Income Before Contributions and Transfers</i>	202,787	202,787
Transfers in	--	--
Transfers out	--	--
<i>Change In Net Assets</i>	202,787	202,787
<i>Net Assets at Beginning of Period</i>	2,969,360	2,969,360
<i>Net Assets at End of Period</i>	\$ 3,172,147	\$ 3,172,147

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

BOX ELDER COUNTY
STATEMENT OF CASH FLOWS-PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

		Business-type Enterprise Fund
		Landfill
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipt from customers and users	\$	1,086,931
Payments to employees		(362,046)
Payments to suppliers		(343,347)
Net cash provided by operating activities		381,538
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets/sale of capital assets		1,050
Payment on lease revenue bonds		(125,000)
Interest paid on lease revenue bonds		(44,429)
Net cash provided (used) from capital and related financing activities		(168,379)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received		11,479
Net cash provided from investing activities		11,479
Net increase (decrease) in cash and cash equivalents		224,638
Cash and cash equivalents beginning of year		2,100,648
Cash and cash equivalents end of year	\$	2,325,286
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Operating income	\$	235,188
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation/Amortization expense		158,248
Change in assets and liabilities:		
(Increase) decrease in accounts receivable		(16,815)
Increase (decrease) in accounts payable		(11,604)
Increase (decrease) in compensated absences		2,376
Landfill closure and post closure costs payable		14,145
Net cash provided by (used in) operating activities	\$	381,538

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

Box Elder County
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2010

		<u>Agency</u>
		<u>Agency Fund</u>
ASSETS		
Cash and cash equivalents	\$	26,131,262
Total Assets		<u>26,131,262</u>
LIABILITIES		
Accounts payable		1,256
Due to other governments		26,124,135
Funds held for others		5,871
Total Liabilities		<u>26,131,262</u>
NET ASSETS		
Held in Trust	\$	<u> --</u>

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

BOX ELDER COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Box Elder County is located in the northwest portion of the State of Utah. It was organized by State Statute and serves the citizens of Northern Utah. The County provides services that include general government, public safety, public health and welfare, streets and public improvements, parks, recreation, solid waste management, library services, and conservation and development programs

The financial statements of Box Elder County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The accompanying financial statements include the County, which is a political subdivision with corporate powers created under Utah State law, and all of its blended component units, collectively referred to as the financial reporting entity. As required by generally accepted accounting principles (GAAP), these financial statements present Box Elder County (referred to as the "primary government" for reporting purposes) and its "component units" (separate legal entities for which the County is considered to be financially accountable).

Blended component units. The Municipal Building Authority of Box Elder County is governed by a three-member board who are the County Commissioners. Its sole purpose is to finance and construct the County's public facilities. The financial statements of the Municipal Building Authority are included in the accompanying financial statements as a blended component unit. The Redevelopment Agency of Box Elder County is governed by a three-member board who are the County Commissioners. The Agency provides for redevelopment projects within the County. The Agency is financially dependent upon the County and, as a result, is included in the accompanying financial statements as a blended component unit.

Discretely presented component units. Box Elder County-Perry City Flood Control District provides special services to the County. The District is directed by a Board which is appointed by the County Commissioners. Presently, the County Commissioners are serving as the board members. The District does not issue financial statements of their own and as such, no other financial accountability to other entities is made by the District. County personnel also provide most of the administrative functions of the District. The financial information for the District has been obtained and the District is included as a discretely presented component unit of Box Elder County. Box Elder County Special Service District is governed by a five-member board appointed by the County Commissioners. The majority of the District's expenditures during 2010 were for the benefit of the County. The financial statements of the District are included in the accompanying financial statements as a discretely presented component unit.

No other entities are considered to be component units of Box Elder County.

B. Government-wide and Fund Financial Statements

Government-wide Financial statements. The government-wide financial statements (i.e., the statement of net assets and the 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 charged to external parties for goods or services.

Fund Financial Statements. 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 and major individual enterprise funds are reported in separate columns in the fund financial statements. The remaining governmental and enterprise funds are combined into a single column and reported as other (nonmajor) funds. Internal service funds, even though primarily benefiting governmental activities, are reported on the proprietary fund financial statements.

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

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

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

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include (1) charges for services that report fees, tuition, and other charges to users for the County's services; (2) operating grants and contributions that finance annual operating activities; and (3) capital grants and contributions that fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not properly included with program revenues are reported as general revenues. Administrative overhead charges are included in direct expenses.

The use of financial resources to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term debt are reported as a reduction of the related liability, rather than an expenditure in the government-wide financial statements.

Governmental Fund Financial Statements. 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. "Measurable" means that amounts can be reasonably determined within the current period. 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, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes are recorded when levied. Property taxes which have not been collected within 60 days, and therefore do not meet the "available" criterion, are not reported. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Sales and excise taxes, restaurant taxes, and transient room taxes are considered "measurable" and recognized as revenue when received by merchants and will be remitted to the County in time to be used to pay current obligations. Grant revenue is recognized when qualified expenditures are incurred and a contractual claim exists with the grantor agency. All other revenue items are considered to be measurable and available only when cash is received by the County.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Exceptions to this general rule include principal and interest on long-term debt as well as expenditures related to compensated absences, which are recognized when payment is due.

The County reports the following major governmental funds:

General Fund---The General Fund accounts for all activities not accounted for by other funds of the County. The principal source of revenue for this fund is property taxes.

Box Elder County Redevelopment Agency (RDA) Fund ---The RDA Fund accounts for related revenues and expenditures of the various Redevelopment Areas in the County (Wal-Mart, Ag Business Park and P&G)

Municipal Services Fund---The Municipal Services Fund accounts for monies received by the County for the purpose of providing municipal type services, including public safety services, for the unincorporated areas of the County and the operation of the County Jail.

Debt Service Fund---The Debt Service Fund accounts for resources used for the payment of principal and interest on long-term debt obligations of governmental funds.

Capital Project Fund---The Capital Project Fund accounts for financial resources used for the acquisition or construction of capital projects for governmental funds.

The County's nonmajor governmental funds include other special revenue funds. The nonmajor special revenue funds account for specific revenue sources that are legally restricted to expenditures for specified purposes. The nonmajor governmental funds include the Tourism, Library, and Justice Court Funds.

Proprietary Fund Financial Statements. Proprietary funds include enterprise funds and internal service funds. Enterprise funds report the activities for which a fee is charged to external users for goods or services. Internal service funds are used to account for the goods and services provided by one fund to other funds of the County, rather than to the general public. The financial statements of the proprietary funds are reported similar to the government-wide financial statements in that they both use the economic resources measurement focus and the accrual basis of accounting.

Proprietary funds distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses result from providing goods and services relating to the primary operations of the proprietary fund. Other revenues and expenses are reported as nonoperating.

The County reports the following major proprietary fund

Municipal Building Authority Fund---The Municipal Building Authority Fund is used to account for the operations of the County's landfill operation and other building functions of the County.

Fiduciary Fund Financial Statements. The County has only one type of fiduciary fund - Agency Fund. An Agency Fund is used to account for assets held by the County as an agent for other governments, private organizations, or individuals. An Agency Fund is accounted for using the accrual basis of accounting, but due to its custodial nature (assets equal liabilities) does not present results of operations or have a measurement focus. The Agency Fund includes Held for Litigants, Treasurer's Tax Collection, and Special Deposits.

D. Budgets

Budgets are legally adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for funds. All annual appropriations lapse at fiscal year end.

The County operates within the budget requirements for Counties as specified by State law. The financial reports reflect the following budgetary standards.

1. By November 1, the County Auditor prepares and files a tentative budget with the County Commission. This tentative budget is reviewed and tentatively adopted by the County Commission.
2. The tentative budget is made available for public inspection at least ten days prior to a public hearing on adoption of the final budget.
3. By resolution, the County Commission legally adopts the final budget by December 31, after a public hearing has been held. A certified copy of the budget is kept available for public inspection.
4. Once adopted, the budget can be amended by subsequent action. Reductions in appropriations can be approved by the County Commission, but increased appropriations in the governmental funds require a public hearing prior to amending the budget. Budgets may be increased provided that notice of such action is published five days before the meeting. The budgetary information presented is the final amended budget.
5. Formal budgetary integration is employed as a management control device during the year for all funds.
6. All appropriations lapse following the close of the budget year to the extent that they have not been expended.
7. As determined by State law, the level for which expenditures may not legally exceed appropriations is the total budget of a given department for the General Fund and the total budget for all other funds.

E. Cash and Cash Equivalents and Temporary Investments

Unrestricted cash balances of all funds are combined to form a pool of cash and investments which is managed by the County Treasurer in accordance with the Utah Money Management Act. Income from the investment of pooled cash is allocated based upon each fund's portion of the pool. Restricted cash consists of that portion of pooled cash that is restricted for a specific use due to constraints imposed by external parties or enabling legislation, or is cash held in trust in compliance with bond covenant terms and conditions. When both restricted and unrestricted sources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Investments are recorded at fair value based upon quoted market prices as of December 31, 2010, except where there is no material difference between cost and fair value. The difference between the purchase price and market price, when material, is recorded as interest income.

Statements of cash flows are presented for proprietary funds under the direct method. For purposes of the statements of cash flows, each fund's allocated portion of pooled cash and investments is considered to be cash and cash equivalents, since this amount is immediately available for use.

F. Interfund transactions

Interfund transactions represent transactions between different funds within the County. In general, interfund activity, including internal service fund transactions, has been eliminated from the government-wide financial statements in an effort to minimize the doubling-up of revenues and expenses that may result from such transactions.

G. Private-sector Standards of Accounting and Financial Reporting

The County generally applies to both the government-wide and proprietary fund statements all Financial Accounting Standards Board (FASB) Statements and Interpretations, APB Opinions, and Accounting Research bulletins issued on or before November 30, 1989, to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). The County has elected not to follow private-sector guidance subsequent to that date.

H. Capital Assets

Capital assets include land, buildings, improvements other than buildings, leasehold improvements, furniture, fixtures and equipment, vehicles, infrastructure (roads, bridges, lighting and flood control) and construction in progress. These assets are reported in the government-wide financial statements in the relevant column on the Statement of Net Assets under governmental or business-type activities. Proprietary fund capital assets are also reported in the appropriate fund statements. Capital assets acquired by governmental funds are recorded as expenditures in the governmental fund financial statements. The capitalization threshold for personal property is defined to be assets with a useful life of at least one year and costing at least \$5,000; real property thresholds vary by type of asset, but are generally established at the same amount. Assets purchased or constructed are generally recorded at cost. If precise cost is not available (as was the case with certain infrastructure), the asset is recorded at estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation.

When constructing capital assets, interest expense incurred relating to governmental activities is not capitalized. Interest on assets being readied for service in proprietary funds is capitalized. During 2010 no interest was capitalized because no significant construction occurred in proprietary funds.

Depreciation of all exhaustible capital assets is charged as an expense against operations for proprietary funds and is charged to the various functional expenses or business-type activities in the government-wide Statement of Activities. Accumulated depreciation is reported on proprietary fund and government-wide Statements of Net Assets. Depreciation is provided over the estimated useful lives using the straight-line method. Estimated useful lives are as follows:

Buildings	10-40 years
Improvements	5- 40 years
Equipment	5-20 years
Vehicles	5- 10 years
Infrastructure	20-80 years

I. Compensated Absences

It is the County's policy to permit employees to accumulate earned but not used vacation benefits. An estimate of vacation pay is accrued when incurred in government-wide financial statements and proprietary funds and reported as a liability. A liability for these amounts is reported in the governmental funds only if benefits have matured as a result of employee resignations and retirements.

J. Long-term liabilities

In the government-wide financial statements and proprietary fund statements, long-term debt is reported as a liability. Bond premiums and discounts, defeasance costs, (the difference between the carrying amount of the defeased debt and its reacquisition price in bond refundings), as well as issuance costs, are deferred and amortized over the life of the bonds.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, 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 issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. Net Assets/Fund Balances

The difference between assets and liabilities is "Net Assets" on the government-wide and proprietary fund financial statements and "Fund Balance" on the governmental fund financial statements. Net assets are divided into invested in capital assets (net of related debt), restricted, and unrestricted. Net assets are reported as restricted when constraints are placed upon them by external parties or are imposed by constitutional provisions or enabling legislation.

In the governmental fund financial statements, fund balances are classified as reserved, unreserved designated, or unreserved undesignated. Reserves represent those portions of fund balance not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

NOTE 2. PROPERTY TAX

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on June 15 and are due November 30. County property tax revenues are not recognized when levied because they are not expected to be collected within 60 days after the end of the current year. This policy meets the criteria of GASB.

The County collects all property taxes levied by the taxing districts within the County. The tax collections and remittances to the various taxing districts are included in the Treasurer's Trust Fund.

NOTE 3. RECEIVABLES

Receivables at December 31, 2010, consist of the following:

	Taxes	Due from other Governments	Accounts	Total
Governmental activities:				
General Fund	\$ 5,086,628	\$ 1,519,917	\$ 6,504	\$ 6,613,049
Municipal Service Fund	226,646	117,702	59,117	\$ 403,465
Debt Service Fund	198,029	-	109,550	\$ 307,579
Capital Projects Fund	-	-	24,098	\$ 24,098
RDA Fund	710,956	-	56	\$ 711,012
Nonmajor Funds	320,298	16,689	2,515	\$ 339,502
Total receivables	<u>\$ 6,542,557</u>	<u>\$ 1,654,308</u>	<u>\$ 201,840</u>	<u>\$ 8,398,705</u>
Business-type activities:				
Municipal Building Authority	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 141,903</u>	<u>\$ 141,903</u>
Component Units	<u>\$ 68,579</u>	<u>\$ 88,005</u>	<u>\$ -</u>	<u>\$ 156,584</u>

No allowance for uncollectible accounts has been provided for because the County believes that all accounts receivable are collectible.

NOTE 4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2010, was as follows:

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 2,188,893	\$ -	\$ -	\$ -	\$ 2,188,893
Construction in progress	376,200	-	-	(376,200)	\$ -
Total capital assets not being depreciated	<u>2,565,093</u>	<u>-</u>	<u>-</u>	<u>(376,200)</u>	<u>2,188,893</u>
Capital assets being depreciated:					
Buildings	11,840,609	1,346,404		320,114	13,507,127
Improvements other than buildings	4,597,357	9,030		56,086	4,662,473
Furniture, machinery and equipment	12,476,700	1,457,197	(332,517)		13,601,380
Vehicles	2,815,998	339,351	(84,424)		3,070,925
Infrastructure	3,503,137	-			3,503,137
Total capital assets being depreciated	<u>35,233,801</u>	<u>3,151,982</u>	<u>(416,941)</u>	<u>376,200</u>	<u>38,345,042</u>
Less accumulated depreciation					
Buildings	(3,886,681)	(443,439)			(4,330,120)
Improvements other than buildings	(357,226)	(40,549)			(397,775)
Furniture, machinery and equipment	(7,246,541)	(1,003,519)	318,658		(7,931,402)
Vehicles	(1,653,059)	(238,487)	54,042		(1,837,504)
Infrastructure	(740,492)	(90,996)			(831,488)
Total accumulated depreciation	<u>(13,883,999)</u>	<u>(1,816,990)</u>	<u>372,700</u>	<u>-</u>	<u>(15,328,289)</u>
Total capital assets being depreciated, net	<u>21,349,802</u>	<u>1,334,992</u>	<u>(44,241)</u>	<u>376,200</u>	<u>23,016,753</u>
Governmental activity capital assets, net	<u>\$ 23,914,895</u>	<u>\$ 1,334,992</u>	<u>\$ (44,241)</u>	<u>\$ -</u>	<u>\$ 25,205,646</u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Business-type activities:					
Capital assets not being depreciated:					
Land	\$ 363,490	\$ -	\$ -	\$ -	\$ 363,490
Total assets not being depreciated	<u>363,490</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>363,490</u>
Capital assets being depreciated:					
Buildings	223,008	-	-	-	223,008
Improvements other than buildings	981,821	-	-	-	981,821
Furniture, machinery and equipment	1,763,576	-	(5,000)	-	1,758,576
Vehicles	25,083	-	-	-	25,083
Total capital assets being depreciated	<u>2,993,488</u>	<u>-</u>	<u>(5,000)</u>	<u>-</u>	<u>2,988,488</u>
Less accumulated depreciation					
Buildings	(77,501)	(8,087)	-	-	(85,588)
Improvements other than buildings	(383,412)	(28,233)	-	-	(411,645)
Furniture, machinery and equipment	(846,445)	(112,739)	4,289	-	(954,895)
Vehicles	(18,910)	(6,173)	-	-	(25,083)
Total accumulated depreciation	<u>(1,326,268)</u>	<u>(155,232)</u>	<u>4,289</u>	<u>-</u>	<u>(1,477,211)</u>
Total capital assets being depreciated, net	<u>1,667,221</u>	<u>(155,232)</u>	<u>(711)</u>	<u>-</u>	<u>1,511,277</u>
Business-type capital assets, net	<u>\$ 2,030,711</u>	<u>\$ (155,232)</u>	<u>\$ (711)</u>	<u>\$ -</u>	<u>\$ 1,874,767</u>
Component Unit:					
Capital assets not being depreciated:					
Land	\$ 170,000	\$ -	\$ -	\$ -	\$ 170,000
Total capital assets not being depreciated	<u>170,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,000</u>
Capital assets being depreciated:					
Infrastructure (flood control)	1,919,492	-	-	-	1,919,492
Total capital assets being depreciated	<u>1,919,492</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,919,492</u>
Less accumulated depreciation:					
Infrastructure	(1,257,498)	(65,383)	-	-	(1,322,881)
Total accumulated depreciation	<u>(1,257,498)</u>	<u>(65,383)</u>	<u>-</u>	<u>-</u>	<u>(1,322,881)</u>
Total capital assets being depreciated, net	<u>661,994</u>	<u>(65,383)</u>	<u>-</u>	<u>-</u>	<u>596,611</u>
Component unit capital assets, net	<u>\$ 831,994</u>	<u>\$ (65,383)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 766,611</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 328,313
Planning and economic development	4,264
Culture and recreation	140,428
Public safety	710,609
Highways and streets	633,377
Total depreciation expense - governmental activities	<u>\$ 1,816,990</u>
Business-type activities:	
Municipal Building Authority	\$ 155,232
Total depreciation expense - business-type activities	<u>\$ 155,232</u>
Component Unit:	
Flood control	\$ 65,383
Total depreciation expense - component unit	<u>\$ 65,383</u>

NOTE 5. RETIREMENT PLANS

Plan Description. Box Elder County contributes to the Local Governmental Contributory Retirement System (Contributory System) and Local Governmental Noncontributory Retirement System (Noncontributory System), Public Safety Retirement System (Public Safety System) for employers with Social Security coverage, all of which are cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). The Systems provide refunds, retirement benefits, annual cost of living adjustment, and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 as amended. The Utah State Retirement Office Act in Chapter 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Local Governmental Contributory Retirement System, Local Governmental Noncontributory Retirement System, and Public Safety Retirement System. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

Funding Policy. January through June 2010. Plan members in the Contributory System were required to contribute 1.99% and 4.01% of their annual covered salary (the latter being paid by the County) and the County contributed 7.65% of their annual covered salary. Plan members in the Noncontributory System had 11.66% of their annual covered salary contributed by the County. Plan members in the Public Safety System had 23.34% of their annual covered salary contributed by the County. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

Funding Policy. July through December 2010. Plan members in the Contributory System were required to contribute 1.99% and 4.01% of their annual covered salary (the latter being paid by the County) and the County contributed 9.36% of their annual covered salary. Plan members in the Noncontributory System had 13.37% of their annual covered salary contributed by the County. Plan members in the Public Safety System had 23.34% or 26.13% of their annual covered salary contributed by the County. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

Box Elder County contributions to the various systems for the years ending December 31, 2010, 2009 and 2008 respectively were; for the Contributory System \$24,444, \$24,657 and \$25,852; for the Noncontributory System, \$490,099, \$461,788, and \$433,555; and for the Public Safety System \$679,834, \$635,732, and \$570,978, . The contributions were equal to the required contributions for each year.

The County participates in the Utah Retirement System 401(k) plan. For Elected officials who have chosen to not participate in the Noncontributory Retirement System, the County contributes 11.66% (23.34% if in Public Safety) of their eligible salary. Vesting is immediate. 2010 contributions for all county employees were \$163,439 by the County and \$170,213 by employees.

NOTE 6. SOLID WASTE CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste, and to perform certain maintenance and monitoring functions at the site for years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County is required to report a portion of these closure and post closure care costs as an expense in each period based on landfill capacity used as of each balance sheet date. The County opened this landfill on August 4, 1998. The landfill has a capacity of 5,543,773 cubic yards with 1,263,123 cubic yards (22.78%) being used as of December 31, 2010. This results in a current period cost of \$14,145 and a liability of \$227,845 as of December 31, 2010.

Since 1997, the County is required by state and federal laws and regulations to make an annual contribution of \$30,000 to an escrow fund set up to finance closure and post closure care, estimated at \$1,000,000. At December 31, 2010, deposits of \$438,896 are held for these purposes. These funds are invested in the Utah State Treasurer's Public Treasurer's Investment Fund and reported as restricted cash and cash equivalents on the statement of net assets. The amount required to be set aside and accumulated at December 31, 2010, was \$420,000 (14 Years X \$30,000). The County is in compliance with the above requirement and plans to deposit additional funds each year into the escrow fund to ensure continued compliance.

NOTE 7. LONG-TERM AND SHORT TERM OBLIGATIONS

The County has the following long-term obligations at December 31, 2010

The County issued \$6,500,000 general obligation bonds dated November 1, 1995, for the purpose of constructing a new public safety facility. The bonds mature over a period of 20 years with final payment occurring December 15, 2015. The bonds expiring after December 31, 2005, were refunded in 2003. The County issued \$4,385,000 general obligation refunding bonds in 2003 and placed \$4,333,951 in a refunding escrow to defease \$4,075,000 of the original general obligation bonds. The amount outstanding on the original bonds was redeemed on December 15, 2005. The following is the debt service schedule for the remaining period of the refunding bond issue:

2003 G.O. Refunding Bonds:

Year	Principal	Interest	Total	Interest Rate
2011	435,000	85,847	520,847	3.50%
2012	445,000	70,623	515,623	3.60%
2013	465,000	54,602	519,602	3.65%
2014	485,000	37,630	522,630	3.75%
2015	505,000	19,443	524,443	3.85%
	<u>\$ 2,335,000</u>	<u>\$ 268,145</u>	<u>\$ 2,603,145</u>	

During 1996, the Municipal Building Authority of Box Elder County, a blended component unit of Box Elder County, entered into provisions to issue revenue bonds payable for the construction of a solid waste collection facility.

The solid waste facility bonds closed on November 12, 1996, and are payable over a period of 20 years, maturing December 15, 2016. The following is a debt schedule over the entire period of the bonds:

Year	Principal	Interest	Total	Interest Rate
2011	135,000	37,057	172,057	4.05%
2012	140,000	31,590	171,590	4.05%
2013	145,000	25,920	170,920	4.05%
2014	155,000	20,047	175,047	4.05%
2015	165,000	13,770	178,770	4.05%
2016	175,000	7,088	182,088	4.05%
	<u>\$ 915,000</u>	<u>\$ 135,472</u>	<u>\$ 1,050,472</u>	

In 2002, the County issued \$2,070,000 in Taxable Sales Tax Revenue Bonds to refinance other debt incurred in conjunction with the acquisition of land and other facilities for the Redevelopment Agency. The bonds are to be repaid from sales tax generated by development located in the RDA Agri-Business Park. The bonds were dated February 22, 2002, mature on August 1, 2017, and bear interest at a rate of 6.90%. In 2004, the County issued \$1,765,000 in Sales Tax Refunding Bonds and entered into a floating to fixed-rate structure interest rate swap. The terms of the refunding and interest rate swap require the County to pay variable interest based on the 1 month libor rate plus 1.25% to Chase Bank and then for the County to pay the original debt service contract on the 2002 bonds. The County received \$53,000 in up front savings on this bond issue and also receives back the 1 month libor rate plus 1.25%. The 2002 bonds were called and repaid in August 2004 along with any accrued interest. The following is a debt schedule over the period of the refunding bonds:

Year	Principal	Interest	Total
2011	130,000	77,970	207,970
2012	140,000	69,000	209,000
2013	150,000	59,340	209,340
2014	160,000	48,990	208,990
2015	170,000	37,950	207,950
2016	185,000	26,220	211,220
2017	195,000	13,455	208,455
	<u>\$ 1,130,000</u>	<u>\$ 332,925</u>	<u>\$ 1,462,925</u>

In 2003, the County issued \$400,000 in Taxable Sales Tax Revenue Bonds to finance additional construction of infrastructure and facilities for the Redevelopment Agency. The bonds are to be repaid from sales tax generated by development located in the RDA Agri-Business Park. The bonds were dated December 22, 2003, mature on August 1, 2013, and bear interest at a rate of 4.60%. The following is a debt schedule over the period of the bonds:

Year	Principal	Interest	Total	Interest Rate
2011	79,000	11,362	90,362	4.60%
2012	82,000	7,728	89,728	4.60%
2013	86,000	3,956	89,956	4.60%
	<u>\$ 247,000</u>	<u>\$ 23,046</u>	<u>\$ 270,046</u>	

In 2004, the County issued \$333,000 Special Assessment Bonds, Series 2004 and created Special Improvement District #2003-1: Marble Hills Road Project. The bonds mature over a period of ten years with final payment on September 1, 2014. At the time the bonds were issued, assessments for the same amount of funding as the bonds plus interest were filed on land owners in Special Improvement District #2003-1. These assessments are expected to cover the payment of bond principal and interest. In 2009, the County called \$11,000 resulting in the following debt service schedule for the remaining the period of the bonds:

Year	Principal	Interest	Total	Interest Rate
2011	24,000	4,000	28,000	4.00%
2012	25,000	3,192	28,192	4.20%
2013	26,000	2,219	28,219	4.35%
2014	25,000	1,125	26,125	4.50%
	<u>\$ 100,000</u>	<u>\$ 10,536</u>	<u>\$ 110,536</u>	

In 2005, the County issued \$1,338,000 Tax Increment Revenue Bonds, Series 2005 to pay additional construction and infrastructure costs at the agri-business park. The bonds mature over a period of twelve years with final payment on June 1, 2017, and bear interest at rates from 3.28% to 4.69%. The following is a debt service schedule over the period of the bonds:

Year	Principal	Interest	Total	Interest Rate
2011	61,000	38,021	99,021	4.03%
2012	64,000	35,460	99,460	4.16%
2013	66,000	32,686	98,686	4.37%
2014	159,000	27,707	186,707	4.45%
2015	167,000	20,387	187,387	4.53%
2016	174,000	12,593	186,593	4.61%
2017	183,000	4,291	187,291	4.69%
	<u>\$ 874,000</u>	<u>\$ 171,145</u>	<u>\$ 1,045,145</u>	

Conduit Debt. In 2008, the Box Elder County Redevelopment Agency established the Proctor and Gamble EDA. Brigham City will issue Bonds secured by the tax increment revenue generated in the project area as outlined in an Interlocal Agreement between the County and Brigham City. The proceeds of the Bonds will be used to finance publicly owned infrastructure improvements located both within and outside of the Project Area that will benefit the Project Area. The total increment from the Agency to the Incentive Fund and the principal on the Bonds will be capped at \$55 million. Increment will also be used to fully service the carrying cost on the Bonds regardless of interest rate. The current estimate of tax increment utilized to service the debt on the bonds is \$30.7 million.

The remaining long-term debt consists of compensated absences in the amount of \$179,695

Transactions affecting long-term obligations are as follows:

	Bonds Payable	Compensated Absences
Governmental activities:		
Balance, Jan. 1	\$ 5,382,000	\$ 210,900
Additions	-	400,851
Retirements	(696,000)	(437,220)
Balance, Dec. 31	<u>\$ 4,686,000</u>	<u>\$ 174,530</u>
Due within 1 year	<u>\$ 729,000</u>	<u>\$ -</u>
Business-type activities:		
Balance, Jan. 1	\$ 1,040,000	\$ 4,271
Additions	-	16,802
Retirements	(125,000)	(15,908)
Balance, Dec. 31	<u>\$ 915,000</u>	<u>\$ 5,165</u>
Due within 1 year	<u>\$ 135,000</u>	<u>\$ -</u>

Short-term Debt

The County did not enter into any short-term debt obligations during 2010.

NOTE 8. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

In 2010, the following departments and funds have expenditures in excess of budgets:

General Fund:

<u>Department:</u>	<u>Amount over budget</u>
Non-Departmental	\$ 216,535
Assessor	\$ 6,772

NOTE 9. CASH AND INVESTMENTS

The County maintains a Deposit and Investment Pool that is available for use by all funds.

A. Custodial Risk

Deposits - Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be recovered. The County's policy for managing custodial credit risk is to adhere to the requirements of the Utah Money Management Act (Utah Code Annotated 1953 Section 51, Chapter 7) in handling its depository and temporary investment transactions. This law requires the deposit of County funds in a "qualified depository". The act defined 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 Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

At December 31, 2010, the carrying amount of the County's deposits was \$25,534,846 and the bank balance was \$25,910,241. Of the bank balance, \$25,910,241 was covered by federal depository insurance. The Box Elder County-Perry City Flood Control District has deposits of \$284,166 with a bank balance of \$287,166, all of which was insured. The Special Service District has deposits of \$257,606, with a bank balance of \$257,606, all of which is insured. None of the deposits are collateralized nor are they required to be by state statutes.

Investments - Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. The County does not have a formal policy for custodial credit risk for investments

B. Credit Risk

Credit risk is the risk that the counterparty to an investment will not fulfill its obligations. The County's policy for limiting credit risk of investments is to comply with the Money Management Act. The Act requires investment transactions to be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities. Permitted investments include deposits of qualified depositories; repurchase agreements; commercial paper that is classified as "first-tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard & Poors; bankers acceptances; obligations of the U.S. Treasury and U.S. government sponsored enterprises; bonds and notes of political subdivisions of the State of Utah; fixed rate corporate obligations and variable rate securities rated "A" or higher by two nationally recognized statistical rating organizations as defined in the Act.

The County is authorized to invest in the Utah Public Treasurer's Investment Fund (PTIF), an external pooled investment fund managed by the Utah State Treasurer and subject to the Act and Council requirements. The PTIF is not registered with the SEC as an investment company, and deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The income, gains and losses, net of administration fees, of the PTIF are allocated based upon the participant's average daily balances.

The County's investment types and balances at December 31, 2010 are noted below:

<u>Investment Type</u>	<u>Maturity</u>	<u>Quality Rating</u>	<u>Fair Value</u>
Utah Public Treasurer's Investment Fund	N/A	Not rated	\$ 12,904,026
US Bank - UPTIF	N/A	Not rated	133,975
Zions Bank - UPTIF - Enterprise Fund	N/A	Not rated	202,510
Total Investments			<u>\$ 13,240,511</u>
Imprest Funds			1,350
Deposits - Cash in bank			25,534,846
Deposits - Cash in bank - Component Units			541,772
Total Cash and Investments			<u>\$ 39,318,479</u>
As reported in the financial statements:			
Cash and cash equivalents - primary			8,714,142
Cash and cash equivalents - enterprise			1,683,880
Cash and cash equivalents - component			541,772
Restricted cash and cash equivalents - primary			1,606,017
Restricted cash and cash equivalents - enterprise			641,406
Cash and cash equivalents - fiduciary funds			26,131,262
			<u>\$ 39,318,479</u>

The County holds fiduciary funds from property tax collections, to be disbursed to various taxing entities within the county. At December 31, 2010, the total of fiduciary funds was \$26,131,262, of which \$1,351,481 was held in the UPTIF. The remainder was held in cash.

C. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The County manages its exposure to declines in fair value by investing mainly in the PTIF and by adhering to the Money Management Act. The Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity of commercial paper to 270 days or less and fixed rate negotiable deposits and corporate obligations to 365 days or less. Maturities of the County's investments are noted above.

D. Concentration of Credit Risk

Concentrations 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 to limit risk is to adhere to the rules of the Money Management Council. The Council's rule 17 limits investments in a single issuer of commercial paper and corporate obligations to between 5 and 10 percent depending upon the total dollar amount held in the County's portfolio at the time of purchase. At December 31, 2010, the County had no such investments.

NOTE 10. INTERFUND TRANSFERS AND BALANCES

The following table provides a reconciliation of all interfund transfers:

Fund	Transfers in	Fund	Transfers out
Municipal Service Fund	\$ 5,495,033	General Fund	\$ 5,132,731
Capital Project Fund	808,822	Justice Court Fund	362,302
	\$ 6,303,855	Municipal Service Fund	808,822
			\$ 6,303,855

The transfers out of the General Fund and the Justice Court Fund were used in the Municipal Service Fund to fund County Jail operations and to offset other Public Safety costs. Municipal Service Fund transfer of \$808,822 is from additional PILT payments to fund future capital projects in the Capital Projects Fund.

At December 31, 2010, there were no interfund loans.

**SUPPLEMENTARY
INFORMATION**

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Debt Service
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to
Revenues				
Property Tax	\$ 373,795	\$ 373,795	\$ 406,819	\$ 33,024
Investment Earnings	8,540	8,540	2,481	(6,059)
Payments in lieu of taxes	67,000	67,000	35,471	(31,529)
Special Assessments	34,557	34,557	30,267	(4,290)
Total Revenues	<u>483,892</u>	<u>483,892</u>	<u>475,038</u>	<u>(8,854)</u>
Expenditures				
Debt service	549,392	549,392	546,416	2,976
Total Expenditures	<u>549,392</u>	<u>549,392</u>	<u>546,416</u>	<u>2,976</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(65,500)	(65,500)	(71,378)	(5,878)
Fund Balance at Beginning of Period	852,170	852,170	852,170	--
Fund Balance at End of Period	<u>\$ 786,670</u>	<u>\$ 786,670</u>	<u>\$ 780,792</u>	<u>\$ (5,878)</u>

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Capital Projects
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to
Revenues				
Investment Earnings	\$ 10,000	\$ 10,000	\$ 4,766	\$ (5,234)
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>4,766</u>	<u>(5,234)</u>
Other Financing Sources				
Transfers from other funds	808,822	808,822	808,822	-
Total Revenues and Other Financing Sources	<u>818,822</u>	<u>818,822</u>	<u>813,588</u>	<u>(5,234)</u>
Expenditures				
General government	1,300,000	1,760,000	1,636,941	123,059
Public Safety	255,000	255,000	253,611	1,389
Highways and streets	400,000	400,000	236,295	163,705
Total Expenditures	<u>1,955,000</u>	<u>2,415,000</u>	<u>2,126,847</u>	<u>288,153</u>
Total Expenditures and Other Financing Uses	<u>1,955,000</u>	<u>2,415,000</u>	<u>2,126,847</u>	<u>288,153</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(1,136,178)	(1,596,178)	(1,313,259)	282,919
Fund Balance at Beginning of Period	<u>3,179,579</u>	<u>3,179,579</u>	<u>3,179,579</u>	<u>-</u>
Fund Balance at End of Period	<u>\$ 2,043,401</u>	<u>\$ 1,583,401</u>	<u>\$ 1,866,320</u>	<u>\$ 282,919</u>

**Box Elder County
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010**

	Special Revenue			Total Nonmajor Governmental Funds
	County Library	Justice Court	Tourism	
ASSETS				
Cash and cash equivalents	\$ 250,097	\$ 488,192	\$ 958,419	\$ 1,696,708
Taxes Receivable	226,066	--	94,231	320,297
Accounts Receivable	--	233	2,283	2,516
Due from other governments	--	16,689	--	16,689
Restricted assets: cash and cash equivalents	--	--	--	--
Total Assets	\$ 476,163	\$ 505,114	\$ 1,054,933	\$ 2,036,211
LIABILITIES				
Accounts payable	\$ 9,606	\$ 40,674	\$ 25,541	\$ 75,821
A/P from restricted assets	--	40,872	--	40,872
Accrued payroll liabilities	7,491	11,331	4,805	23,627
Total Liabilities	17,097	92,877	30,346	140,320
FUND BALANCE				
<i>Reserved for:</i>				
Tourism, recreation, culture & facilities	--	--	1,024,587	1,024,587
Affordable Housing	--	--	--	--
Redevelopment Areas	--	--	--	--
County Library	459,066	--	--	459,066
Justice Court	--	412,237	--	412,237
<i>Unreserved</i>	--	--	--	--
Total Fund Balance	459,066	412,237	1,024,587	1,895,890
Total Liabilities and Fund Balance	\$ 476,163	\$ 505,114	\$ 1,054,933	\$ 2,036,210

Box Elder County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2010

	<u>Special Revenue</u>			<u>Total Nonmajor Governmental Funds</u>
	<u>County Library</u>	<u>Justice Court</u>	<u>Tourism</u>	
Revenues				
Property taxes	\$ 272,623	\$ --	\$ --	\$ 272,623
Restaurant taxes	--	--	386,908	386,908
Transient room taxes	--	--	217,246	217,246
Intergovernmental	--	104,400	3,250	107,650
Charges for services	11,875	4,670	131,381	147,926
Fines	--	612,495	--	612,495
Investment earnings	1,294	3,684	4,102	9,080
Contributions and donations	--	--	54,015	54,015
Payments in lieu of taxes	20,238	--	--	20,238
Rents	--	--	76,981	76,981
Total Revenues	<u>306,030</u>	<u>725,249</u>	<u>873,883</u>	<u>1,905,162</u>
Expenditures				
Planning and economic development	--	--	--	--
Culture and recreation	429,984	--	715,349	1,145,333
Justice Court management	--	330,632	--	330,632
Debt service - principal	--	--	--	--
Debt service - interest and fiscal charges	--	--	--	--
Total Expenditures	<u>429,984</u>	<u>330,632</u>	<u>715,349</u>	<u>1,475,965</u>
Excess of Revenues Over (Under) Expenditures	(123,954)	394,617	158,534	429,197
Other Financing Sources (Uses)				
Transfers in	--	--	--	--
Transfers out	--	(362,302)	--	(362,302)
Net Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balance	<u>(123,954)</u>	<u>32,315</u>	<u>158,534</u>	<u>66,895</u>
Fund Balance at Beginning of Period	583,020	379,922	866,053	1,828,995
Fund Balance at End of Period	<u>\$ 459,066</u>	<u>\$ 412,237</u>	<u>\$ 1,024,587</u>	<u>\$ 1,895,890</u>

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
County Library (Bookmobile)
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to
Revenues				
Property Tax	\$ 248,562	\$ 248,562	\$ 272,623	\$ 24,061
Charges for Services	10,500	10,500	11,875	1,375
Investment Earnings	3,875	3,875	1,294	(2,581)
Payments in lieu of taxes	25,000	25,000	20,238	(4,762)
Total Revenues	<u>287,937</u>	<u>287,937</u>	<u>306,030</u>	<u>18,093</u>
Expenditures				
Culture and recreation	461,138	461,138	429,984	31,154
Total Expenditures	<u>461,138</u>	<u>461,138</u>	<u>429,984</u>	<u>31,154</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(173,201)	(173,201)	(123,954)	49,247
Fund Balance at Beginning of Period	583,020	583,020	583,020	-
Fund Balance at End of Period	<u>\$ 409,819</u>	<u>\$ 409,819</u>	<u>\$ 459,066</u>	<u>\$ 49,247</u>

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Justice Court
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to
Revenues				
Intergovernmental	\$ 50,000	\$ 50,000	\$ 104,400	\$ 54,400
Charges for Services	8,650	8,650	4,670	(3,980)
Fines	665,582	665,582	612,495	(53,087)
Investment Earnings	2,050	2,050	3,684	1,634
Total Revenues	<u>726,282</u>	<u>726,282</u>	<u>725,249</u>	<u>(1,033)</u>
Expenditures				
Justice court management	363,200	363,980	330,632	33,348
Total Expenditures	<u>363,200</u>	<u>363,980</u>	<u>330,632</u>	<u>33,348</u>
Other Financing Uses				
Transfers to other funds	362,302	362,302	362,302	-
Total Expenditures and Other Financing Uses	<u>725,502</u>	<u>726,282</u>	<u>692,934</u>	<u>33,348</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	780	-	32,315	32,315
Fund Balance at Beginning of Period	<u>379,922</u>	<u>379,922</u>	<u>379,922</u>	<u>-</u>
Fund Balance at End of Period	<u>\$ 380,702</u>	<u>\$ 379,922</u>	<u>\$ 412,237</u>	<u>\$ 32,315</u>

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Tourism
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to
Revenues				
Restaurant (TRCC)	\$ 345,076	\$ 345,076	\$ 386,908	\$ 41,832
Transient Room (TRT)	200,000	200,000	217,246	17,246
Intergovernmental	10,000	10,000	3,250	(6,750)
Charges for Services	124,844	124,844	131,381	6,537
Investment Earnings	3,056	3,056	4,102	1,046
Contributions and donations	15,000	15,000	54,015	39,015
Rents	75,000	75,000	76,981	1,981
Total Revenues	772,976	772,976	873,883	100,907
Expenditures				
Fairgrounds	776,272	800,772	312,190	488,582
Travel and tourism	209,145	191,645	184,750	6,895
Culture and recreation	222,499	222,499	218,409	4,090
Total Expenditures	1,207,916	1,214,916	715,349	499,567
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(434,940)	(441,940)	158,534	600,474
Fund Balance at Beginning of Period	866,053	866,053	866,053	---
Fund Balance at End of Period	\$ 431,113	\$ 424,113	\$ 1,024,587	\$ 600,474

BOX ELDER COUNTY
 DETAIL SCHEDULE OF INTERGOVERNMENTAL PAYABLE -
 TREASURER'S AGENCY FUND
 DECEMBER 31, 2010

ENTITY	AMOUNTS DUE
Box Elder County General	\$ 2,922,245
Box Elder County Debt Service	186,526
Box Elder County School District	11,713,516
Bear River City	18,892
Brigham City	735,962
Corinne	37,901
Deweyville	13,106
Elwood	24,569
Fielding	9,605
Garland	102,448
Honeyville	41,769
Howell	3,204
Mantua	34,038
Perry	514,366
Plymouth	2,767
Portage	9,545
Snowville	3,815
Tremonton	399,258
Willard	48,041
Mosquito Abatement	461,741
Corinne Cemetery	10,575
East Garland Cemetery	2,101
Fielding Cemetery	17,105
Garland Cemetery	20,326
Penrose Cemetery	1,402
Plymouth Cemetery	11,580
Portage Cemetery	9,956
Riverside Cemetery	13,294
Willard Cemetery	119,699
Weber Basin Water Conservancy Dist.	6,187
Hansel Valley	3,218
BE-Willard Flood Control District	54,317
Service Area #2	23,365
Grouse Creek Special Service District	4,575
Riverside Special Service District	6,178
BE-Perry Flood Control District	68,579
Bear River Water Conservancy District	283,793
Bona Vista Water Improvement District	6,554
Box Elder County Library	225,997
Assessing and Collecting - Multi-County	542,341
Assessing and Collecting - County	1,043,220
Brigham RDA 1	57,653
Brigham RDA 2	361,491
Brigham Northwest EDA	481,750
Brigham West Forest EDA	40,571
Brigham X-20 RDA	70,313
Downtown Garland RDA	36,178
Garland Industrial RDA	37,051
Box Elder County Economic Development Area RDA	532,108
Box Elder County Agri-business Park EDA	200,877
Point Perry CDA	50,730
Tremonton RDA	527
Tremonton West Liberty Foods EDA	1,381,074
Tremonton Tenth North RDA	1,913,305
Tremonton Freeway Indp & Garland Cemetery RDA	226,631
Tremonton Freeway Interchange ND RDA	-
Elwood RDA	66,358
Misc fees & refunds	-
Unapportioned batches	426,889
Elwood RDA correction to be re-apportioned	-
Prepays & Overpayments	229,977
Tax sale fees to be paid to BE County	604
Belmont Drainage District	253
Corinne Drainage District	87,036
Elwood Drainage District	872
Iowa Springs Drainage District	2,090
Tremonton-Garland Drainage District	22,983
Weber Basin Repay Assessment	29,467
Weber Box Elder Conservancy District	109,673
Total	\$ 26,124,135

BOX ELDER COUNTY
SCHEDULE OF TAXES CHARGED AND COLLECTED - CURRENT AND PRIOR YEAR
DECEMBER 31, 2010

ENTITY	CURRENT YEAR TAXES							
	1	2	3	4	5	6	7	8
	YEAR-END VALUE (AFTER BOE)	RDA VALUE	ADJUSTED VALUE (1-2)	PERSONAL PROPERTY VALUES	REAL PROPERTY VALUES (3-4)	CURRENT REAL PROP TAX RATE	REAL PROP. TAXES CHARGED (5x6)	PRIOR YR PROPERTY TAX RATE
Box Elder County General	3,312,228,930	253,335,956	3,058,892,974	483,913,860	2,574,979,114	0.001984	5,108,759	0.002027
Box Elder County Debt Service	3,312,228,930	253,335,956	3,058,892,974	483,913,860	2,574,979,114	0.000135	347,622	0.000135
Box Elder County School District	3,312,228,930	253,335,956	3,058,892,974	483,913,860	2,574,979,114	0.014465	37,247,073	0.014969
Bear River City	28,468,376	-	28,468,376	235,369	28,233,007	0.001167	32,948	0.001087
Brigham City	799,055,003	90,425,582	708,629,421	103,144,258	605,485,163	0.004668	2,826,405	0.004484
Corinne	89,209,497	57,483,511	31,725,986	3,938,773	27,787,213	0.001447	40,208	0.001888
Deweyville	18,421,030	-	18,421,030	114,860	18,306,170	0.000762	13,949	0.000692
Elwood City	50,865,348	2,088,147	48,777,201	323,089	48,454,112	0.000517	25,051	0.000514
Fielding	11,529,766	-	11,529,766	311,260	11,218,506	0.000868	9,738	0.000846
Garland	75,015,080	2,496,556	72,518,524	15,315,347	57,203,177	0.003331	190,544	0.003104
Honeyville	89,957,147	-	89,957,147	7,176,294	82,780,853	0.000748	61,920	0.000777
Howell	8,874,027	-	8,874,027	144,373	8,729,654	0.000369	3,221	0.000319
Mantua	29,976,802	-	29,976,802	81,249	29,895,553	0.002438	72,885	0.002352
Perry	230,151,881	4,756,315	225,395,566	7,290,729	218,104,837	0.002473	539,373	0.002290
Plymouth	13,689,181	-	13,689,181	634,745	13,054,436	0.000208	2,715	0.000260
Portage	6,705,773	-	6,705,773	37,615	6,668,158	0.001507	10,049	0.001614
Snowville	6,734,866	-	6,734,866	1,646,815	5,088,051	0.001566	7,968	0.001468
Tremonton	541,238,971	191,512,353	349,726,618	65,899,848	283,826,770	0.005496	1,559,912	0.005428
Willard	95,213,402	-	95,213,402	2,826,074	92,387,328	0.000960	88,692	0.000944
Box Elder Mosquito Abatement	3,312,228,930	248,579,641	3,063,649,289	484,437,139	2,579,212,150	0.000314	809,873	0.000313
Corinne Cemetery	116,853,591	57,483,511	59,370,080	4,110,173	55,259,907	0.000172	9,505	0.000176
East Garland Cemetery	14,094,653	-	14,094,653	112,080	13,982,573	0.000133	1,860	0.000148
Fielding Cemetery	37,345,715	-	37,345,715	359,654	36,986,061	0.000402	14,868	0.000404
Garland Cemetery	299,494,758	107,554,484	191,940,274	59,215,346	132,724,928	0.000195	25,881	0.000180
Penrose Cemetery	6,752,193	-	6,752,193	-	6,752,193	0.000202	1,364	0.000213
Plymouth Cemetery	127,877,328	-	127,877,328	71,960,180	55,917,148	0.000203	11,351	0.000209
Portage Cemetery	29,344,686	-	29,344,686	37,615	29,307,071	0.000352	10,316	0.000331
Riverside Cemetery	21,061,987	-	21,061,987	158,899	20,903,088	0.000672	14,047	0.000682
Willard Cemetery	223,574,648	-	223,574,648	3,710,112	219,864,536	0.000140	30,781	0.000145
Weber Basin Water Conservancy District	29,891,999	-	29,891,999	13,261	29,878,738	0.000207	6,185	0.000188
Hansel Valley	5,861,416	-	5,861,416	6,303	5,855,113	0.000169	990	0.000194
Box Elder-Willard Flood Control District	198,723,439	-	198,723,439	3,699,406	195,024,033	0.000264	51,486	0.000301
Box Elder Service Area #2	10,378,489	-	10,378,489	1,890	10,376,599	0.000295	3,061	0.000340
Grouse Creek Special Service District	6,042,676	-	6,042,676	16,771	6,025,905	0.001043	6,285	0.000993
Riverside Special Service District	14,989,923	-	14,989,923	52,698	14,937,225	0.000425	6,348	0.000418
Box Elder-Perry Flood Control District	229,451,107	-	229,451,107	7,094,018	222,357,089	0.000271	60,259	0.000269
Bear River Water Conservancy District	3,312,228,930	248,579,641	3,063,649,289	574,010,359	2,489,638,930	0.000193	480,500	0.000192
Bona Vista Water Improvement District	22,110,492	-	22,110,492	-	22,110,492	0.000296	6,545	0.000288
Box Elder County Library	1,896,919,876	59,571,658	1,837,348,218	261,340,121	1,576,008,097	0.000143	225,369	0.000150
Assessing and Collecting - Multi-County	3,312,228,930	253,335,956	3,058,892,974	483,913,860	2,574,979,114	0.000162	417,147	0.000142
Assessing and Collecting - County	3,312,228,930	253,335,956	3,058,892,974	483,913,860	2,574,979,114	0.000300	772,494	0.000306
Total							51,155,546	

9	10	11	12	13	14	15	16	17	18	19	20
PERSONAL PROP TAXES CHARGED (4x8)	TOTAL TAXES CHARGED (7+9)	UNPAID TAXES	ABATE- MENTS	OTHER	TOTAL (11+12+13)	TOTAL COLLECTIONS (10-14)	RATE (15/10)	FEE IN LIEU	MISC COLLECTION	DELINQUENCIES	
										TAX	INTEREST & PENALTY
980,893	6,089,652	370,015	54,590	11,481	436,086	5,653,566	92.84%	521,368	58,080	235,271	13,059
65,328	412,951	25,177	3,715	781	29,673	383,277	92.81%	35,476	3,952	16,009	889
7,243,707	44,490,779	1,527,516	219,572	46,178	1,793,266	42,697,513	95.97%	2,111,454	233,298	929,972	49,711
256	33,204	2,276	886	4	3,166	30,038	90.46%	6,120	415	1,918	114
462,499	3,288,904	103,655	25,290	106	129,051	3,159,853	96.08%	173,846	20,136	55,575	2,495
7,436	47,645	3,609	721	8	4,338	43,307	90.90%	8,575	543	2,861	157
79	14,029	1,628	191	24	1,843	12,186	86.86%	2,048	192	1,353	29
166	25,217	-	105	31	136	25,081	99.46%	2,777	262	412	34
263	10,001	474	260	2	736	9,265	92.64%	2,357	107	515	33
47,539	238,083	23,185	3,168	27	26,380	211,703	88.92%	29,713	1,798	7,789	431
5,576	67,496	4,193	717	111	5,021	62,475	92.56%	4,829	559	3,331	132
46	3,267	94	57	4	155	3,112	95.26%	452	22	95	8
191	73,076	4,052	1,786	17	5,855	67,221	91.99%	10,122	519	1,436	55
16,696	556,069	52,601	8,345	237	61,183	494,886	89.00%	53,787	3,225	18,146	696
165	2,880	157	15	6	178	2,702	93.82%	580	33	649	94
61	10,110	1,037	275	5	1,317	8,793	86.97%	2,287	108	658	59
2,418	10,385	1,501	103	4	1,608	8,777	84.52%	143	13	1,594	78
357,704	1,917,616	65,066	6,656	270	71,992	1,845,624	96.25%	96,055	7,066	48,672	2,382
2,668	91,360	8,972	1,503	67	10,542	80,818	88.46%	11,749	3,234	7,314	359
151,629	961,501	56,334	8,640	1,817	66,791	894,710	93.05%	80,606	9,031	36,614	2,037
723	10,228	843	105	3	951	9,277	90.70%	1,465	90	460	24
17	1,876	21	44	-	65	1,811	96.54%	218	105	19	1
145	15,014	1,031	204	21	1,256	13,758	91.63%	1,910	217	1,029	45
10,659	36,540	6,788	245	15	7,048	29,492	80.71%	2,752	164	793	47
-	1,364	72	-	1	73	1,291	94.65%	83	9	106	9
15,040	26,391	94	23	20	137	26,254	99.48%	563	171	421	31
12	10,329	468	100	51	619	9,710	94.01%	520	35	218	14
108	14,155	1,124	68	23	1,215	12,940	91.42%	563	171	421	31
538	31,319	-	417	57	474	30,845	98.49%	3,304	609	2,364	120
2	6,187	84	-	-	84	6,103	98.64%	2	13	15	-
1	991	26	-	3	29	962	97.07%	5	4	7	2
1,114	52,600	1,570	683	104	2,357	50,243	95.52%	6,526	1,134	4,507	233
1	3,062	217	17	-	234	2,828	92.36%	203	24	213	63
17	6,302	-	12	-	12	6,290	99.81%	384	55	339	47
22	6,370	485	43	2	530	5,840	91.68%	881	50	254	16
1,908	62,167	2,507	914	24	3,445	58,722	94.46%	6,268	417	2,507	92
110,210	590,710	34,545	5,311	1,117	40,973	549,737	93.06%	49,445	5,540	22,418	1,240
-	6,545	-	-	59	59	6,486	99.10%	-	13	-	-
39,201	264,570	4,248	1,893	806	6,947	257,623	97.37%	20,238	2,482	10,703	665
68,716	485,862	6,120	4,482	958	11,561	474,302	97.62%	36,549	4,174	22,084	963
148,078	920,571	10,493	8,301	1,774	20,568	900,003	97.77%	78,804	8,791	45,322	2,070
9,741,832	60,897,378	2,322,278	359,457	66,219	2,747,954	58,149,425		3,365,026	366,861	1,484,384	78,565

BOX ELDER COUNTY
SCHEDULE OF TRANSIENT ROOM TAX ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2009

Restricted fund balance, beginning of year	\$ 404,308
Revenues	
Transient room tax revenue	217,246
Interest	<u>1,066</u>
Total Available	622,621
Expenditures	
Establishing and promoting: Tourism and recreation	<u>102,511</u>
Restricted fund balance, end of year	<u><u>\$ 520,111</u></u>

BOX ELDER COUNTY
 SCHEDULE OF TOURISM, RECREATION, CULTURE, AND CONVENTION
 FACILITIES TAX ACTIVITY
 FOR THE YEAR ENDED DECEMBER 31, 2010

Restricted fund balance, beginning of year	\$ 461,744
Revenues	
County Fair revenue	185,396
Fairground Revenue	76,981
Tourism, Recreation, Culture, and Convention Facilities Tax	386,908
Other	3,250
Interest	<u>3,035</u>
 Total Available	 <u>1,117,314</u>
Expenditures	
Financing tourism promotion:	
Tourism Tax Advisory Board Grants	82,239
Development, operation, and maintenance of:	
County Fair	218,409
County fairgrounds	<u>312,190</u>
 Total expenditures	 <u>612,838</u>
 Restricted fund balance, end of year	 <u><u>\$ 504,476</u></u>

Box Elder County
Combining Statement of Net Assets
Nonmajor Component Units
December 31, 2010

	<u>Mineral Lease</u>	<u>Perry Flood</u>	<u>Total Nonmajor Component Units</u>
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 257,606	\$ 284,166	\$ 541,772
Taxes Receivable	--	68,579	68,579
Due from other government units	88,005	--	88,005
Total Current Assets	<u>345,611</u>	<u>352,745</u>	<u>698,356</u>
<i>Noncurrent Assets</i>			
Land	--	170,000	170,000
Improvements other than buildings	--	596,611	596,611
Total Assets	<u>345,611</u>	<u>1,119,356</u>	<u>1,464,967</u>
LIABILITIES			
<i>Current Liabilities</i>			
Accounts payable	1,354	--	1,354
Total Current Liabilities	<u>1,354</u>	<u>--</u>	<u>1,354</u>
<i>Noncurrent Liabilities</i>			
Total Liabilities	<u>1,354</u>	<u>--</u>	<u>1,354</u>
NET ASSETS			
Invested in capital assets, net of debt	--	766,611	766,611
<i>Restricted for:</i>			
SRS Title 1	88,005	--	88,005
Service District	256,252	--	256,252
Perry Flood Control	--	352,745	352,745
<i>Unassigned</i>	--	--	--
Total Net Assets	<u>\$ 344,257</u>	<u>\$ 1,119,356</u>	<u>\$ 1,463,613</u>

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Mineral Lease
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable) Final to
Revenues				
Intergovernmental	\$ 200,282	\$ 200,282	\$ 281,049	\$ 80,767
Investment Earnings	1,890	1,890	1,375	(515)
Total Revenues	<u>202,172</u>	<u>202,172</u>	<u>282,424</u>	<u>80,252</u>
Expenditures				
Mineral Lease	209,636	209,636	152,319	57,317
Total Expenditures	<u>209,636</u>	<u>209,636</u>	<u>152,319</u>	<u>57,317</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(7,464)	(7,464)	130,105	137,569
Fund Balance at Beginning of Period	214,151	214,151	214,151	--
Fund Balance at End of Period	<u>\$ 206,687</u>	<u>\$ 206,687</u>	<u>\$ 344,256</u>	<u>\$ 137,569</u>

Box Elder County
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Perry Flood
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to
Revenues				
Property Tax	\$ 71,227	\$ 71,227	\$ 68,579	\$ (2,648)
Investment Earnings	500	500	2,186	1,686
Total Revenues	<u>71,727</u>	<u>71,727</u>	<u>70,765</u>	<u>(962)</u>
Expenditures				
Flood Control District	71,727	71,727	3,901	67,826
Total Expenditures	<u>71,727</u>	<u>71,727</u>	<u>3,901</u>	<u>67,826</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	--	66,864	66,864
Fund Balance at Beginning of Period	285,881	285,881	285,881	--
Fund Balance at End of Period	<u>\$ 285,881</u>	<u>\$ 285,881</u>	<u>\$ 352,745</u>	<u>\$ 66,864</u>