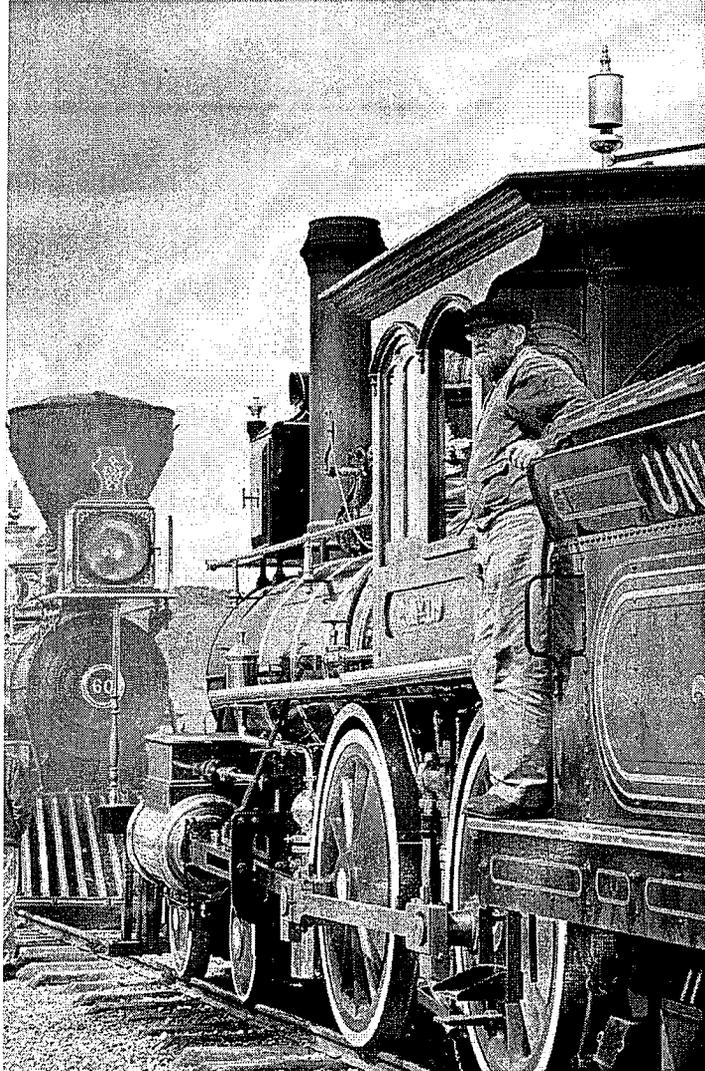


**BOX ELDER COUNTY, UTAH**  
**FINANCIAL REPORT**



**YEAR ENDED**

**DECEMBER 31, 2011**

**BOX ELDER COUNTY, UTAH  
FINANCIAL REPORT  
YEAR ENDED DECEMBER 31, 2011**

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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, 2011, 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, 2011, 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 9, 2012, 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 and schedules listed in the table of contents 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 9, 2012

## INTRODUCTION

The following is a discussion and analysis of Box Elder County’s financial performance and activities for the year ended December 31, 2011. 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 \$1.2 million or 2.9 percent primarily due to property tax revenues and revenue from the landfill.

### Long-term Debt

- The County has reduced its Long-Term Debt (Noncurrent liabilities) by \$865 thousand or 15.4 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 increase of 10.8 percent. The RDA Fund had the largest decrease at 10.4 percent and the Municipal Service Fund saw the largest increase at 16.8 percent above the previous year. These swings in fund balances were due to a large affordable housing payment in the RDA Fund, and more than anticipated sales tax in the Municipal Service 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.

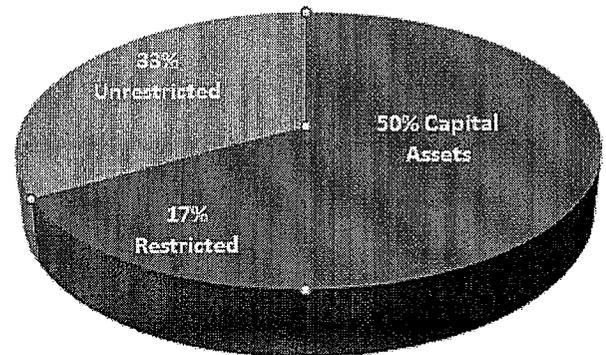
**FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

**Net Assets**

The largest component of the County’s net assets, 50 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, committed or assigned net assets comprise 17 percent of total net assets and are subject to restrictions on how they may be used. The remaining 33 percent of net assets is unrestricted and may be used at the County’s discretion to meet its ongoing obligations to citizens and creditors.

**2011 Total Net Assets**



**Changes in Net Assets**

The County’s total net assets increased by \$1.19 million or 2.9 percent from the prior year. Net assets of governmental activities increased \$863 thousand or 2.3 percent, while net assets of business-type activities increased \$327 thousand or 10.3 percent.

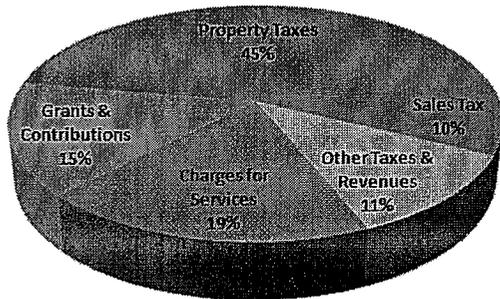
**Box Elder County  
Net Assets as of December 31**

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and Other Assets .....	23,417,486	\$ 19,174,006	2,672,071	\$ 2,485,288	26,089,557	\$ 21,659,294
Capital Assets.....	23,491,440	\$ 25,205,646	2,044,417	\$ 1,874,767	25,535,857	\$ 27,080,413
<b>Total Assets.....</b>	<b>46,908,926</b>	<b>\$ 44,379,652</b>	<b>4,716,488</b>	<b>\$ 4,360,055</b>	<b>51,625,413</b>	<b>\$ 48,739,707</b>
Current and Other Liabilities....	4,290,543	\$ 1,901,081	431,876	\$ 267,743	4,722,419	\$ 2,168,824
Noncurrent Liabilities.....	4,137,619	\$ 4,860,530	785,463	\$ 920,165	4,923,082	\$ 5,780,695
<b>Total Liabilities.....</b>	<b>8,428,161</b>	<b>\$ 6,761,611</b>	<b>1,217,339</b>	<b>\$ 1,187,908</b>	<b>9,645,500</b>	<b>\$ 7,949,519</b>
<b>Net Assets</b>						
Invested in Capital Assets, Net of debt.....	19,535,440	\$ 20,519,646	1,264,420	\$ 959,767	20,799,860	\$ 21,479,413
Restricted.....	11,565,068	\$ 7,496,667	675,145	\$ 641,406	12,240,213	\$ 8,138,073
Unrestricted.....	7,380,258	\$ 9,601,728	1,559,584	\$ 1,570,974	8,939,842	\$ 11,172,702
<b>Total Net Assets.....</b>	<b>\$ 38,480,765</b>	<b>\$ 37,618,041</b>	<b>\$ 3,499,149</b>	<b>\$ 3,172,147</b>	<b>\$ 41,979,915</b>	<b>\$ 40,790,188</b>
Percent change from prior year	2.3%	3.1%	10.3%	6.8%	2.9%	3.4%

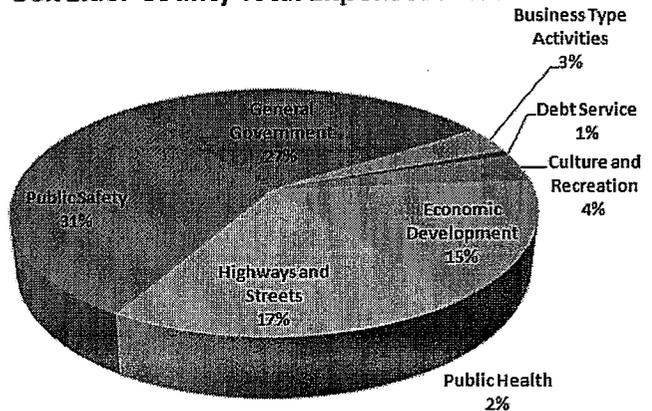
**Revenues and Expenses**

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 \$5.8 million or 22.4 percent over 2010. Tax revenues increased \$4.3 million or 31.5 percent.

**Box Elder County Total Revenue 2011**



**Box Elder County Total Expenses 2011**



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

	Governmental Activities		Business-type Activities		Total		Total Percent Change 2010 to 2011
	2011	2010	2011	2010	2011	2010	
<b>Revenues</b>							
<b>General Revenues:</b>							
Taxes.....	\$ 17,794,606	\$ 13,536,042	\$ --	\$ --	\$ 17,794,606	\$ 13,536,042	31.46 %
Other General Revenues.....	3,021,870	3,017,601	--	--	3,021,870	3,017,601	0.14 %
<b>Program Revenues:</b>							
Charges for Services.....	4,469,272	2,993,638	1,372,639	1,103,747	5,841,911	4,097,385	42.58 %
Operating Grants.....	2,345,425	3,354,157	--	--	2,345,425	3,354,157	(30.07) %
Capital Grants.....	2,541,362	1,774,128	--	--	2,541,362	1,774,128	43.25 %
<b>Total Revenues</b>	<b>30,172,536</b>	<b>24,675,566</b>	<b>1,372,639</b>	<b>1,103,747</b>	<b>31,545,175</b>	<b>25,779,313</b>	<b>22.37 %</b>
<b>Expenses</b>							
General Government.....	\$ 7,985,086	8,741,534	\$ --	--	\$ 7,985,086	8,741,534	(8.65) %
Public Safety.....	9,080,088	7,513,884	--	--	9,080,088	7,513,884	20.84 %
Highway and Streets.....	5,037,412	4,825,456	--	--	5,037,412	4,825,456	4.39 %
Public Health.....	621,761	629,850	--	--	621,761	629,850	(1.28) %
Planning and Economic Dev.....	4,543,097	468,317	--	--	4,543,097	468,317	870.09 %
Culture and Recreation.....	1,072,362	1,084,644	--	--	1,072,362	1,084,644	(1.13) %
Debt Service.....	226,103	263,171	--	--	226,103	263,171	(14.09) %
Landfill.....	--	--	1,045,637	900,959	1,045,637	900,959	16.06 %
<b>Total Expenses</b>	<b>28,565,909</b>	<b>23,526,856</b>	<b>1,045,637</b>	<b>900,959</b>	<b>29,611,546</b>	<b>24,427,815</b>	<b>21.22 %</b>
Transfers.....	--	--	--	--	--	--	--
<b>Change in Net Assets.....</b>	<b>1,606,627</b>	<b>1,148,710</b>	<b>327,002</b>	<b>202,787</b>	<b>1,933,629</b>	<b>1,351,497</b>	<b>43.07 %</b>
<i>Mineral Lease SSD net assets moved to Component Units</i>							
Net Assets - Beginning (as restated).....	36,874,138	36,469,331	3,172,147	2,969,360	40,046,285	39,438,691	1.54 %
<b>Net Assets - Ending.....</b>	<b>\$ 38,480,765</b>	<b>36,874,138</b>	<b>\$ 3,499,149</b>	<b>3,172,147</b>	<b>\$ 41,979,914</b>	<b>40,790,188</b>	<b>2.92 %</b>

**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 2011, these activities generated \$9 million or 31.7 percent of total expenses through grants and charges for services. Taxes and other general revenues covered the remaining 68.3 percent of expenses. In effect, program revenues covered a little less than one-third of program costs, which ratio is down a little when compared to 2010. The net cost of governmental activities, not covered by taxes, was \$19.6 million, up 26.7 percent from the previous year.

**Net Cost of Business-type Activities**

Expenses for business-type activities increased \$145 thousand or 16.1 percent while revenues from business-type activities increased \$269 thousand or 24.4 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 2011	Less Program Revenues 2011	Net Program Costs		Program Revenues as a percentage of Program Expenses	
			2011	2010	2011	2010
<b>Governmental Activities:</b>						
General Government.....	\$ 7,985,086	\$ (4,107,220)	\$ 3,877,866	\$ 5,012,428	51.4 %	42.7 %
Public Safety.....	\$ 9,080,088	\$ (1,835,851)	7,244,237	5,760,279	20.2	23.3
Highway and Streets.....	\$ 5,037,412	\$ (2,534,539)	2,502,873	2,502,873	50.3	48.1
Public Health.....	\$ 621,761	\$ --	621,761	629,850	0.0	0.0
Planning and Economic Dev.....	\$ 4,543,097	\$ (376,271)	4,166,826	428,766	8.3	8.4
Culture and Recreation.....	\$ 1,072,362	\$ (193,276)	879,086	807,566	18.0	25.5
Debt Service.....	\$ 226,103	\$ --	226,103	263,171	0.0	0.0
Total Governmental Activities.....	<u>\$ 28,565,909</u>	<u>\$ (9,047,157)</u>	<u>\$ 19,518,752</u>	<u>\$ 15,404,934</u>	<u>31.7 %</u>	<u>34.5 %</u>
<b>Business Type Activities:</b>						
General Government.....	\$ 1,045,637	\$ (1,372,639)	\$ (327,002)	\$ (156,677)	131.27 %	118.0 %

**CAPITAL ASSETS AND LONG-TERM DEBT ADMINISTRATION**

**Capital Assets**

Box Elder County’s capital assets decreased approximately \$3.3 million from 2010 to 2011 largely due to the County conducting a fixed asset inventory and discovering the infrastructure for Agri-Business Park had not been recorded properly. 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 2011 and retired \$865 thousand of debt during the year reducing debt by 18.2 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		Total		Total Percent
	2011	2010	2011	2010	2011	2010	Change
GO Refunding Bonds (2003).....	\$ 1,900,000	\$ 2,335,000	\$ -	\$ -	\$ 1,900,000	\$ 2,335,000	(18.6) %
RDA Sales Tax Refunding Bonds (2004).....	\$ 1,000,000	\$ 1,130,000	\$ -	\$ -	\$ 1,000,000	\$ 1,130,000	(11.5) %
RDA Taxable Sales Tax Revenue Bonds (2003).....	\$ 168,000	\$ 247,000	\$ -	\$ -	\$ 168,000	\$ 247,000	(32.0) %
Special Assessment (Marble Hills) Bonds (2004).....	\$ 75,000	\$ 100,000	\$ -	\$ -	\$ 75,000	\$ 100,000	(25.0) %
RDA Tax Increment Revenue Bonds, Series 2005.....	\$ 813,000	\$ 874,000	\$ -	\$ -	\$ 813,000	\$ 874,000	(7.0) %
MBA Revenue Bonds.....	\$ -	\$ -	\$ 780,000	\$ 915,000	\$ 780,000	\$ 915,000	(14.8) %
Capital Leases.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Compensated Absences.....	\$ 176,155	\$ 174,530	\$ 5,463	\$ 5,165	\$ 181,618	\$ 179,695	1.1 %
<b>Total.....</b>	<b>\$ 4,132,155</b>	<b>\$ 4,860,530</b>	<b>\$ 785,463</b>	<b>\$ 920,165</b>	<b>\$ 4,917,618</b>	<b>\$ 5,780,695</b>	<b>(14.9) %</b>

**FINANCIAL ANALYSIS OF THE COUNTY’S GOVERNMENTAL FUNDS**

**Fund Balances**

At December 31, Box Elder County’s governmental funds reported combined fund balances of \$19.1 million, an increase of 10.7 percent from 2010. Of the total fund balances, \$4.5 million or 24 percent is restricted for various purposes such as debt service, Class B Road projects and is therefore unavailable for future spending. \$2.0 million has been committed by the County Commission for future capital projects and must be used in accordance with the formal action taken to commit those funds. \$5 million has been assigned for various purposes such as economic development, municipal services and the justice court. The following chart presents the County’s 2011 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
Restricted.....	\$ 506,654	\$ 1,505,757	\$ 707,857	\$ -	\$ 152,705	\$ 1,708,417	\$ 4,581,390
Committed.....	-	-	-	2,007,280	-	-	2,007,280
Assigned.....	-	2,807,048	-	-	1,620,853	548,497	4,976,399
Unassigned.....	7,552,556	-	-	-	-	-	7,552,556
<b>Total.....</b>	<b>\$ 8,059,210</b>	<b>\$ 4,312,805</b>	<b>\$ 707,857</b>	<b>\$ 2,007,280</b>	<b>\$ 1,773,558</b>	<b>\$ 2,256,914</b>	<b>\$ 19,117,624</b>
Percent change from 2010	14.47%	16.76%	-9.34%	6.61%	-10.43%	19.04%	10.67%

**General Fund**

During 2011, the total fund balance in the General Fund increased \$1 million or 14.5 percent after transfers out to other funds totaling \$5.6 million.

**Revenues.** Property tax revenues increased by \$4.4 million or 45.6 percent. This is largely due to the Procter & Gamble EDA starting to take tax increment. Sales tax decreased by \$161 thousand or 5 percent. Revenues from transient room taxes, licenses and permits all decreased; however, other revenues such as charges for services increased.

**Expenditures.** Total General Fund expenditures increased by \$992 thousand or 7.9 percent. This expenses increase includes costs associated with an emergency watershed project. The County received a federal grant to fund this project. This project was finished in 2011.

**General Fund Budgetary Highlights**

The general fund did not over expend the 2011 budget. The actual revenues exceeded the actual expenditures by \$1 million. In 2011, 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 increased \$619 thousand or 16.8 percent.

**Capital Projects Fund**

The Capital Projects Fund is used to fund large capital purchases and projects. The Sheriff’s Office purchases new vehicles from this fund and the Road Department uses these funds for some of its large equipment. The fund balance increased \$141 thousand or 7.6 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 Tourism.

**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 \$269 thousand or 24.4 percent. The fund’s total net assets increased \$327 thousand or 10.3 percent in 2011.

**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, 2011**

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 12,078,963	\$ 1,783,939	\$ 13,862,902	\$ 476,095
Taxes Receivable	10,085,088	--	10,085,088	79,199
Accounts Receivable	192,822	156,847	349,669	--
Due from other government units	218,355	--	218,355	82,399
Prepays	756	--	756	--
Deposits on Equipment	--	41,050	41,050	--
Restricted assets: cash and cash equivalents	332,619	675,153	1,007,772	--
Restricted assets: due from other governments	442,707	--	442,707	--
Deferred Charges	66,176	15,082	81,258	--
<b>Total Current Assets</b>	<b>23,417,486</b>	<b>2,672,071</b>	<b>26,089,557</b>	<b>637,693</b>
<i>Noncurrent Assets</i>				
Land	2,454,304	363,490	2,817,794	170,000
Buildings	9,581,796	150,460	9,732,256	--
Improvements other than buildings	814,157	740,278	1,554,435	701,235
Equipment	5,965,475	779,691	6,745,166	--
Vehicles	1,572,828	10,498	1,583,326	--
Construction in progress	--	--	--	--
Infrastructure	3,102,880	--	3,102,880	--
<b>Total Assets</b>	<b>46,908,926</b>	<b>4,716,488</b>	<b>51,625,413</b>	<b>1,508,928</b>
<b>LIABILITIES</b>				
<i>Current Liabilities</i>				
Accounts payable	1,647,240	169,015	1,816,255	--
Accounts payable from restricted assets	197,244	--	197,244	--
Accrued payroll liabilities	418,750	18,625	437,375	--
Accrued interest payable	37,454	1,381	38,835	--
Landfill closure and post closure costs	--	242,855	242,855	--
Deferred revenue	129,927	--	129,927	--
Due to other governments	1,859,928	--	--	--
<b>Total Current Liabilities</b>	<b>4,290,543</b>	<b>431,876</b>	<b>4,722,419</b>	<b>--</b>
<i>Noncurrent Liabilities</i>				
Bonds payable - due within one year	756,000	140,000	896,000	--
Bonds payable - due in more than one year	3,200,000	640,000	3,840,000	--
Compensated absences	181,618	5,463	187,081	--
<b>Total Liabilities</b>	<b>8,428,161</b>	<b>1,217,339</b>	<b>9,645,500</b>	<b>--</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of debt	19,535,440	1,264,420	20,799,860	871,235
<i>Restricted:</i>				
Assessing and Collecting	506,654	--	506,654	--
Highways and streets	1,371,893	--	1,371,893	--
Debt service	707,857	203,630	911,487	--
Tourism, recreation, culture & facilities	1,164,997	--	1,164,997	--
Affordable Housing	152,705	--	152,705	--
Landfill post closure costs	--	471,515	471,515	--
Public Safety - Fire	133,863	--	133,863	--
County Library	543,420	--	543,420	--
SRS Title 1	--	--	--	60,904
SRS Title 3	--	--	--	21,495
Service District	--	--	--	124,790
Perry Flood Control	--	--	--	430,504
<i>Committed:</i>				
Capital Projects	2,007,280	--	2,007,280	--
<i>Assigned:</i>				
Public Safety - Fire	203,329	--	203,329	--
Municipal Services	2,603,720	--	2,603,720	--
Redevelopment areas	1,620,852	--	1,620,852	--
Justice Court	548,497	--	548,497	--
<i>Unrestricted</i>	7,380,258	1,559,584	8,939,842	--
<b>Total Net Assets</b>	<b>\$ 38,480,765</b>	<b>\$ 3,499,149</b>	<b>\$ 41,979,914</b>	<b>\$ 1,508,928</b>

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, 2011**

Functions/Programs	Program Revenues			Net (Expense) Revenue			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		Business-type Activities	
				Capital Grants and Contributions	Governmental Activities		
<b>Primary Government</b>							
<b>Governmental Activities:</b>							
General government	\$ 7,985,086	\$ 1,394,374	\$ 171,484	\$ 2,541,362	\$ (3,877,866)	\$ (3,877,866)	\$ -
Public health	621,761	--	--	--	(621,761)	(621,761)	--
Planning and economic development	4,543,097	372,771	3,500	--	(4,166,826)	(4,166,826)	--
Culture and recreation	1,072,362	153,776	39,500	--	(879,086)	(879,086)	--
Public safety	9,080,088	1,737,034	98,817	--	(7,244,237)	(7,244,237)	--
Highways and streets	5,037,412	811,317	2,032,124	--	(2,193,971)	(2,193,971)	--
Debt service - interest and fiscal charges	226,103	--	--	--	(226,103)	(226,103)	--
<b>Total Governmental Activities</b>	<b>28,565,909</b>	<b>4,469,272</b>	<b>2,345,425</b>	<b>2,541,362</b>	<b>(19,209,850)</b>	<b>(19,209,850)</b>	<b>--</b>
<b>Business-type Activities:</b>							
Landfill	1,045,637	1,372,639	--	--	327,002	327,002	--
<b>Total Business-type Activities</b>	<b>1,045,637</b>	<b>1,372,639</b>	<b>--</b>	<b>--</b>	<b>327,002</b>	<b>327,002</b>	<b>--</b>
<b>Total Primary Government</b>	<b>\$ 29,611,546</b>	<b>\$ 5,841,911</b>	<b>\$ 2,345,425</b>	<b>\$ 2,541,362</b>	<b>\$ (19,209,850)</b>	<b>\$ (18,882,848)</b>	<b>--</b>
<b>Component Units</b>							
Total Nonmajor Component Units	\$ 428,215	--	--	\$ 221,294	--	--	(206,921)
<b>Total Component Units</b>	<b>\$ 428,215</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ 221,294</b>	<b>\$ --</b>	<b>\$ --</b>	<b>(206,921)</b>
<b>General Purpose Revenues and Transfers:</b>							
Revenues							
Property taxes					14,132,112	14,132,112	79,199
Sales taxes					3,065,661	3,065,661	--
Restaurant taxes					394,063	394,063	--
Transient room taxes					202,771	202,771	--
Investment earnings					78,394	78,394	3,030
Miscellaneous					169,351	169,351	--
Payments in lieu of taxes					2,919,068	2,919,068	--
Rents					110,068	110,068	--
Contributions and donations					--	--	--
Loss on disposal of assets					(282,085)	(282,085)	--
Special Assessments					27,074	27,074	--
Transfers					--	--	--
<b>Total General Revenues and Transfers</b>					<b>20,816,477</b>	<b>20,816,477</b>	<b>82,229</b>
<b>Change in Net Assets</b>					<b>1,606,627</b>	<b>1,606,627</b>	<b>(124,692)</b>
<b>Net Assets at Beginning of Period</b>					<b>37,618,041</b>	<b>40,790,188</b>	<b>1,633,620</b>
<b>Prior Period Adjustment</b>					<b>(743,903)</b>	<b>(743,903)</b>	<b>--</b>
<b>Net Assets at End of Period</b>					<b>\$ 38,480,765</b>	<b>\$ 41,979,914</b>	<b>\$ 1,508,928</b>

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

**Box Elder County  
Balance Sheet  
Governmental Funds  
December 31, 2011**

	Special Revenue					Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
	General	Municipal Service	RDA	Debt Service	Capital Projects				
<b>ASSETS</b>									
Cash and cash equivalents	\$ 3,018,923	\$ 3,830,824	\$ 748,864	\$ 531,024	\$ 2,014,240	\$ 1,935,089	\$ 12,078,963		
Taxes Receivable	5,184,168	206,630	4,151,472	176,833	--	365,985	10,085,088		
Accounts Receivable	9,194	34,143	82	86,902	--	62,501	192,822		
Due from other government units	44,597	155,567	--	--	--	18,191	218,355		
Prepays	756	--	--	--	--	--	756		
Restricted assets: cash and cash equivalents	--	198,672	133,947	--	--	--	332,619		
Restricted assets: due from other governments	--	442,707	--	--	--	--	442,707		
<b>Total Assets</b>	<b>\$ 8,257,638</b>	<b>\$ 4,868,543</b>	<b>\$ 5,034,365</b>	<b>\$ 794,759</b>	<b>\$ 2,014,240</b>	<b>\$ 2,381,765</b>	<b>\$ 23,351,309</b>		
<b>LIABILITIES</b>									
Accounts payable	\$ 62,888	\$ 271,325	\$ 1,246,430	\$ --	\$ 6,960	\$ 59,637	\$ 1,647,240		
Accounts payable from restricted assets	--	6,393	152,546	--	--	38,305	197,244		
Accrued payroll liabilities	111,918	278,020	1,903	--	--	26,909	418,750		
Deferred revenue	23,622	--	--	86,902	--	--	110,524		
Due to other governments	--	--	1,859,928	--	--	--	1,859,928		
<b>Total Liabilities</b>	<b>198,428</b>	<b>555,738</b>	<b>3,260,807</b>	<b>86,902</b>	<b>6,960</b>	<b>124,851</b>	<b>4,233,686</b>		
<b>FUND BALANCE</b>									
Restricted for:									
Assessing and Collecting	506,654	--	--	--	--	--	506,654		
Highways and streets	--	1,371,893	--	--	--	--	1,371,893		
Debt Service	--	--	--	707,857	--	--	707,857		
Tourism, recreation, culture & facilities	--	--	--	--	--	1,164,997	1,164,997		
Affordable housing	--	--	152,705	--	--	--	152,705		
Public Safety - Fire	--	133,863	--	--	--	--	133,863		
County Library	--	--	--	--	--	543,420	543,420		
Committed for:									
Capital Projects	--	--	--	--	2,007,280	--	2,007,280		
Assigned for:									
Public Safety - Fire	--	203,329	--	--	--	--	203,329		
Municipal Services	--	2,603,720	--	--	--	--	2,603,720		
Redevelopment Areas	--	--	1,620,853	--	--	--	1,620,853		
Justice Court	--	--	--	--	--	548,497	548,497		
Unassigned reported in:									
General Fund	7,552,556	--	--	--	--	--	7,552,556		
<b>Total Fund Balance</b>	<b>8,059,210</b>	<b>4,312,805</b>	<b>1,773,558</b>	<b>707,857</b>	<b>2,007,280</b>	<b>2,256,914</b>	<b>19,117,624</b>		
<b>Total Liabilities and Fund Balance</b>	<b>\$ 8,257,638</b>	<b>\$ 4,868,543</b>	<b>\$ 5,034,365</b>	<b>\$ 794,759</b>	<b>\$ 2,014,240</b>	<b>\$ 2,381,765</b>	<b>\$ 23,351,310</b>		

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

BOX ELDER COUNTY  
 RECONCILIATION OF THE BALANCE SHEET-GOVERNMENTAL FUNDS TO THE STATEMENT  
 OF NET ASSETS  
 DECEMBER 31, 2011

Total fund balances-governmental funds \$ 19,117,624

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	\$ 2,454,304	
Buildings	13,739,735	
Improvements other than buildings	1,202,309	
Equipment	11,950,080	
Vehicles	3,643,753	
Construction in progress	--	
Infrastructure	4,232,361	
Accumulated depreciation	<u>(13,731,102)</u>	
Total capital assets		23,491,440

Bond issue costs are reported as expenditures in the governmental funds.  
 The cost is \$207,553 and the accumulated amortization is \$141,377 66,176

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 \$33,567 (19,403)

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

Bonds payable	(3,956,000)	
Compensated absences	(181,618)	
Accrued interest on bonds	<u>(37,454)</u>	
Total liabilities		<u>(4,175,072)</u>

Total net assets-governmental funds \$ 38,480,765

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, 2011**

	Special Revenue			Debt Service		Capital Projects		Other Governmental Funds		Total Governmental Funds
	General	Municipal Service	RDA	Debt Service	Capital Projects	Governmental Funds	Total Governmental Funds			
<b>Revenues</b>										
Property taxes	\$ 9,242,101	\$ -	\$ 4,151,472	\$ 425,030	\$ -	\$ -	\$ -	\$ 313,509	\$ -	\$ 14,132,112
Sales taxes	1,709,048	1,356,613	-	-	-	-	-	-	-	3,065,661
Restaurant taxes	-	-	-	-	-	-	-	394,063	-	394,063
Transient room taxes	-	-	-	-	-	-	-	202,771	-	202,771
Licenses and permits	152,303	-	-	-	-	-	-	-	-	152,303
Intergovernmental	2,777,666	2,977,854	152,546	-	-	-	-	128,251	-	6,036,317
Charges for services	380,512	1,758,647	203,355	-	-	-	-	154,396	-	2,496,910
Fines	-	-	-	-	-	-	-	631,028	-	631,028
Investment earnings	36,906	20,676	4,186	2,873	4,281	-	-	9,472	-	78,394
Contributions and donations	-	-	-	-	-	-	-	39,500	-	39,500
Miscellaneous	144,451	24,900	-	-	-	-	-	-	-	169,351
Payments in lieu of taxes	-	-2,880,490	-	23,967	-	-	-	14,611	-	2,919,068
Rents	29,917	-	-	-	-	-	-	80,151	-	110,068
Special Assessments	-	-	-	27,074	-	-	-	-	-	27,074
Sale of capital assets	41,689	15,858	-	-	-	-	-	-	-	57,547
<b>Total Revenues</b>	<b>14,514,593</b>	<b>9,035,038</b>	<b>4,511,559</b>	<b>478,944</b>	<b>4,281</b>	<b>4,281</b>	<b>4,281</b>	<b>1,967,751</b>	<b>1,967,751</b>	<b>30,512,166</b>
<b>Expenditures</b>										
General government	7,232,645	275,820	-	-	118,199	-	-	-	-	7,626,664
Public safety	-	8,242,215	-	-	329,336	-	-	322,234	-	8,893,785
Highways and streets	-	4,625,264	-	-	415,786	-	-	-	-	5,041,050
Public health	621,761	-	-	-	-	-	-	-	-	621,761
Planning and economic development	-	219,133	4,320,197	-	-	-	-	-	-	4,539,330
Culture and recreation	-	-	-	-	-	-	-	979,488	-	979,488
Debt service - principal	-	-	270,000	460,000	-	-	-	-	-	730,000
Debt service - interest and fiscal charges	-	-	127,806	91,879	-	-	-	-	-	219,685
<b>Total Expenditures</b>	<b>7,854,406</b>	<b>13,362,433</b>	<b>4,718,003</b>	<b>551,879</b>	<b>863,321</b>	<b>863,321</b>	<b>863,321</b>	<b>1,301,722</b>	<b>1,301,722</b>	<b>28,651,763</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>6,660,187</b>	<b>(4,327,395)</b>	<b>(206,444)</b>	<b>(72,935)</b>	<b>(859,040)</b>	<b>(859,040)</b>	<b>(859,040)</b>	<b>666,030</b>	<b>666,030</b>	<b>1,860,403</b>
<b>Other Financing Sources (Uses)</b>										
Transfers in	-	5,946,319	-	-	1,000,000	-	-	-	-	6,946,319
Transfers out	(5,641,311)	(1,000,000)	-	-	-	-	-	(305,008)	(305,008)	(6,946,319)
<b>Net Other Financing Sources (Uses)</b>	<b>(5,641,311)</b>	<b>4,946,319</b>	<b>-</b>	<b>-</b>	<b>1,000,000</b>	<b>-</b>	<b>-</b>	<b>(305,008)</b>	<b>(305,008)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>1,018,876</b>	<b>618,925</b>	<b>(206,444)</b>	<b>(72,935)</b>	<b>140,960</b>	<b>140,960</b>	<b>140,960</b>	<b>361,022</b>	<b>361,022</b>	<b>1,860,404</b>
<b>Fund Balance at Beginning of Period</b>	<b>7,040,334</b>	<b>3,693,880</b>	<b>1,980,002</b>	<b>780,792</b>	<b>1,866,320</b>	<b>1,866,320</b>	<b>1,866,320</b>	<b>1,895,892</b>	<b>1,895,892</b>	<b>17,257,220</b>
<b>Fund Balance at End of Period</b>	<b>8,059,210</b>	<b>\$ 4,312,805</b>	<b>\$ 1,773,558</b>	<b>\$ 707,857</b>	<b>\$ 2,007,280</b>	<b>\$ 2,007,280</b>	<b>\$ 2,007,280</b>	<b>\$ 2,256,914</b>	<b>\$ 2,256,914</b>	<b>\$ 19,117,624</b>

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, 2011

Net change in fund balances - total governmental funds \$ 1,860,404

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 depreciation (\$2,065,455) exceeded capital outlays \$1,434,822 exceeded in the current period. (630,633)

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 less accumulated depreciation (339,638)

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. 723,582

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. (7,088)

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Change in net assets of governmental activities \$ 1,606,627

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, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable) Final to Actual
<b>Revenues</b>				
Property Tax	\$ 7,661,518	\$ 7,661,518	\$ 9,242,101	\$ 1,580,583
Sales Tax	1,700,000	1,700,000	1,709,048	9,048
Licenses and Permits	137,000	137,000	152,303	15,303
Intergovernmental	4,344,484	4,344,484	2,777,666	(1,566,818)
Charges for Services	539,500	539,500	380,512	(158,988)
Investment Earnings	45,000	45,000	36,906	(8,094)
Miscellaneous	65,800	65,800	144,451	78,651
Rents	1,000	1,000	29,917	28,917
Sale of capital assets	--	--	41,689	41,689
<b>Total Revenues</b>	<u>14,494,302</u>	<u>14,494,302</u>	<u>14,514,593</u>	<u>20,291</u>
<b>Expenditures</b>				
Commission	287,339	287,339	268,165	19,174
Public Defender	170,929	170,929	166,507	4,422
Personnel	278,407	278,407	217,327	61,080
Info Tech	791,639	791,639	790,355	1,284
Auditor	314,459	314,459	287,135	27,324
Treasurer	354,493	354,493	336,042	18,451
Recorder	476,142	476,142	420,695	55,447
Attorney	555,698	556,330	515,439	40,891
Assessor	349,664	349,664	349,509	155
Non-Departmental	4,446,967	4,598,662	3,058,363	1,540,299
Motor Pool	10,610	10,610	11,200	(590)
General buildings & grounds	339,796	339,796	266,304	73,492
Elections	237,820	237,820	214,933	22,887
Inspections	241,628	241,628	125,445	116,183
Agriculture Extension	181,436	181,676	173,265	8,411
Contributions to other governments	39,800	39,800	31,961	7,839
Public health	621,944	624,939	621,761	3,178
<b>Total Expenditures</b>	<u>9,698,771</u>	<u>9,854,333</u>	<u>7,854,406</u>	<u>1,999,927</u>
<b>Other Financing Uses</b>				
Transfers to other funds	<u>6,336,871</u>	<u>6,336,871</u>	<u>5,641,311</u>	<u>695,560</u>
<b>Total Expenditures and Other</b>				
<b>Financing Uses</b>	<u>16,035,642</u>	<u>16,191,204</u>	<u>13,495,717</u>	<u>2,695,487</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(1,541,340)	(1,696,902)	1,018,877	2,715,778
<b>Fund Balance at Beginning of Period</b>	<u>7,040,334</u>	<u>7,040,334</u>	<u>7,040,334</u>	<u>--</u>
<b>Fund Balance at End of Period</b>	<u>\$ 5,498,994</u>	<u>\$ 5,343,432</u>	<u>\$ 8,059,211</u>	<u>\$ 2,715,778</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, 2011**

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Favorable (Unfavorable) Final to Actual
<b>Revenues</b>				
Sales Tax	\$ 1,000,000	\$ 1,000,000	\$ 1,356,613	\$ 356,613
Intergovernmental	2,506,356	2,506,356	2,977,854	471,498
Charges for Services	1,130,605	1,545,884	1,758,647	212,763
Investment Earnings	58,432	58,432	20,676	(37,756)
Miscellaneous	38,432	38,432	24,900	(13,532)
Payments in lieu of taxes	2,800,000	2,800,000	2,880,490	80,490
Sale of capital assets	--	--	15,858	15,858
<b>Total Revenues</b>	<u>7,533,825</u>	<u>7,949,104</u>	<u>9,035,038</u>	<u>1,085,934</u>
<b>Expenditures</b>				
Administration and volunteer support	873,323	1,042,451	1,021,257	21,194
Patrol	1,702,314	1,702,314	1,508,288	194,026
Detectives	543,823	543,823	514,203	29,620
Civil	134,604	134,604	132,362	2,242
Communications & ITS	790,569	790,569	740,911	49,658
Corrections	2,460,618	2,460,618	2,396,286	64,332
Support Staff	548,338	548,338	496,807	51,531
Inmate Services	425,655	425,655	318,932	106,723
Court Security	493,319	493,319	464,277	29,042
Emergency Services	135,977	135,977	87,436	48,541
Fire	934,367	934,367	561,456	372,911
Highways and streets	4,185,093	4,616,630	4,625,264	(8,634)
Planning and economic development	277,657	277,657	219,133	58,524
Noxious Weeds	319,034	319,034	275,820	43,214
<b>Total Expenditures</b>	<u>13,824,691</u>	<u>14,425,356</u>	<u>13,362,432</u>	<u>1,062,924</u>
<b>Other Financing Sources and Uses</b>				
Transfers to other funds	(1,000,000)	(1,000,000)	(1,000,000)	--
Transfers In	6,641,879	6,641,879	5,946,319	(695,560)
<b>Total Expenditures and Other Financing Uses</b>	<u>8,182,812</u>	<u>8,783,477</u>	<u>8,416,113</u>	<u>367,364</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(648,987)	(834,373)	618,925	1,453,298
<b>Fund Balance at Beginning of Period</b>	3,693,880	3,693,880	3,693,880	--
<b>Fund Balance at End of Period</b>	<u>\$ 3,834,936</u>	<u>\$ 3,840,936</u>	<u>\$ 4,312,805</u>	<u>\$ 1,453,298</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)**  
**For the Year Ended December 31, 2011**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable) Final to Actual
<b>Revenues</b>				
Property Tax	\$ 653,000	\$ 3,658,478	\$ 4,151,472	\$ 492,994
Charges for Services	31,500	31,500	203,355	171,855
Investment Earnings	5,500	5,500	4,186	(1,314)
Affordable Housing Increment	150,000	150,000	152,546	2,546
<b>Total Revenues</b>	<u>840,000</u>	<u>3,845,478</u>	<u>4,511,559</u>	<u>666,081</u>
<b>Expenditures</b>				
Planning and economic development	313,760	1,646,185	1,515,316	130,869
Affordable Housing	126,000	765,861	944,953	(179,092)
Intergovernmental	--	--	151,042	(151,042)
Debt service - principal	256,000	270,000	270,000	--
Debt service - interest and fiscal charges	144,240	129,853	127,806	129,853
Debt service - conduit debt	--	1,673,440	1,708,886	(35,446)
<b>Total Expenditures</b>	<u>840,000</u>	<u>4,485,339</u>	<u>4,718,003</u>	<u>(232,664)</u>
<b>Total Expenditures and Other Financing Uses</b>	<u>840,000</u>	<u>4,485,339</u>	<u>4,718,003</u>	<u>(232,664)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	--	(639,861)	(206,444)	433,417
<b>Fund Balance at Beginning of Period</b>	1,980,002	1,980,002	1,980,002	--
<b>Fund Balance at End of Period</b>	<u>\$ 1,980,002</u>	<u>\$ 1,340,141</u>	<u>\$ 1,773,558</u>	<u>\$ 433,417</u>

**Box Elder County**  
**Statement of Net Assets**  
**Proprietary Funds**  
**December 31, 2011**

	<u>Business-type Activities - Enterprise Funds</u>	
	<u>Landfill</u>	<u>Total Enterprise Funds</u>
<b>ASSETS</b>		
<i>Current Assets</i>		
Cash and cash equivalents	\$ 1,783,939	\$ 1,783,939
Accounts Receivable	156,847	156,847
Restricted assets: cash and cash equivalents	675,153	675,153
Deposit on Equipment	41,050	41,050
Deferred Charges	15,082	15,082
<b>Total Current Assets</b>	<b>2,672,071</b>	<b>2,672,071</b>
<i>Noncurrent Assets</i>		
Land	363,490	363,490
Buildings	265,098	265,098
Improvements other than buildings	1,259,389	1,259,389
Equipment	1,621,074	1,621,074
Vehicles	76,163	76,163
Accumulated depreciation	(1,540,797)	(1,540,797)
<b>Total Assets</b>	<b>4,716,488</b>	<b>4,716,488</b>
<b>LIABILITIES</b>		
<i>Current Liabilities</i>		
Accounts payable	169,015	169,015
Accrued payroll liabilities	18,625	18,625
Accrued interest payable	1,381	1,381
Landfill closure and post closure costs	242,855	242,855
<b>Total Current Liabilities</b>	<b>431,876</b>	<b>431,876</b>
<i>Noncurrent Liabilities</i>		
Bonds payable - due within one year	140,000	140,000
Bonds payable - due in more than one year	640,000	640,000
Compensated absences	5,463	5,463
<b>Total Liabilities</b>	<b>1,217,339</b>	<b>1,217,339</b>
<b>NET ASSETS</b>		
Invested in capital assets, net of debt	1,264,420	1,264,420
<i>Restricted for:</i>		
Landfill post closure costs	471,515	471,515
Debt Service	203,630	203,630
<i>Unrestricted</i>	1,559,584	1,559,584
<b>Total Net Assets</b>	<b>\$ 3,499,149</b>	<b>\$ 3,499,149</b>

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, 2011**

	<b>Business-type Activities - Enterprise Funds</b>	
	<b>Landfill</b>	<b>Total Enterprise Funds</b>
<b>Operating Revenues</b>		
Charges for services	\$ 1,372,639	\$ 1,372,639
<b>Total Operating Revenues</b>	<u>1,372,639</u>	<u>1,372,639</u>
<b>Operating Expenses</b>		
Solid Waste Management	935,264	935,264
<b>Total Operating Expenses</b>	<u>935,264</u>	<u>935,264</u>
<b>Operating Income</b>	<u>437,375</u>	<u>437,375</u>
<b>Non-Operating Revenues (Expenses)</b>		
Interest revenue	11,337	11,337
Loss on disposal of assets	(82,296)	(82,296)
Debt service interest	(39,414)	(39,414)
<b>Net Non-Operating Revenues (Expenses)</b>	<u>(110,373)</u>	<u>(110,373)</u>
<b>Income Before Contributions and Transfers</b>	327,002	327,002
Transfers in	--	--
Transfers out	--	--
<b>Change In Net Assets</b>	<u>327,002</u>	<u>327,002</u>
<b>Net Assets at Beginning of Period</b>	<u>3,172,147</u>	<u>3,172,147</u>
<b>Net Assets at End of Period</b>	<u>\$ 3,499,149</u>	<u>\$ 3,499,149</u>

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, 2011**

		Business-type Enterprise Fund
		<u>Landfill</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipt from customers and users	\$	1,357,695
Payments to employees		(378,662)
Payments to suppliers		<u>(231,976)</u>
Net cash provided by operating activities		<u><u>747,057</u></u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Acquisition of capital assets/sale of capital assets		(450,173)
Payment on lease revenue bonds		(135,000)
Interest paid on lease revenue bonds		<u>(39,414)</u>
Net cash provided (used) from capital and related financing activities		<u><u>(624,587)</u></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received		<u>11,337</u>
Net cash provided from investing activities		<u><u>11,337</u></u>
Net increase (decrease) in cash and cash equivalents		133,806
Cash and cash equivalents beginning of year		<u>2,325,286</u>
Cash and cash equivalents end of year	\$	<u><u>2,459,092</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>		
Operating income	\$	<u>437,375</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation/Amortization expense		<u>165,292</u>
Change in assets and liabilities:		
(Increase) decrease in accounts receivable		(14,944)
Increase (decrease) in accounts payable		144,026
Increase (decrease) in compensated absences		298
Landfill closure and post closure costs payable		<u>15,010</u>
Net cash provided by (used in) operating activities	\$	<u><u>747,057</u></u>

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, 2011**

	<u>Agency</u>
	<u>Agency Fund</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 29,154,810
Accounts receivable	27,367
<b>Total Assets</b>	<u>29,182,177</u>
<b>LIABILITIES</b>	
Accounts payable	628
Due to other governments	29,141,629
Funds held for others	39,920
<b>Total Liabilities</b>	<u>29,182,177</u>
<b>NET ASSETS</b>	
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, 2011

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 following table shows the District's expenditures during 2011 which directly benefited the County. The financial statements of the District are included in the accompanying financial statements as a discretely presented component unit.

BE County SSD expenditures that benefited Box Elder County

Search & Rescue Equipment - \$154,046

Salt Shed for County Road Department - \$120,568

Fuel Tank Monitor System for County Road Department - \$63,482

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 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, 2011, 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 2011 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.

#### L. Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

*Nonspendable* - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The County has not classified any amount of fund balance as nonspendable

*Restricted* - This classification includes amounts for which constraints have been placed on the use of resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

*Committed* - This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the County Commission. The amounts cannot be used for any other purpose unless the County Commission removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

*Assigned* - This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the County Commission. The County Auditor has also been delegated this authority by the County Commission. This classification includes the remaining positive balance for all governmental funds except for the General Fund.

*Unassigned* - This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balances of any other governmental fund that cannot be eliminated by the offsetting of assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the County considers amount to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed.

#### 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, 2011, consist of the following:

	Taxes	Due from other Governments	Accounts	Total
<b>Governmental activities:</b>				
General Fund	\$ 5,184,168	\$ 44,597	\$ 9,194	\$ 5,237,959
Municipal Service Fund	206,630	155,567	34,143	396,340
RDA Fund	4,151,472	-	82	
Debt Service Fund	176,833	-	86,902	263,735
Nonmajor Funds	365,985	18,191	62,501	446,677
Total receivables	<u>\$ 10,085,088</u>	<u>\$ 218,355</u>	<u>\$ 192,822</u>	<u>\$ 10,496,265</u>
<b>Business-type activities:</b>				
Municipal Building Authority	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 156,847</u>	<u>\$ 156,847</u>
Component Units	<u>\$ 79,199</u>	<u>\$ 82,399</u>	<u>\$ -</u>	<u>\$ 161,598</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, 2011, was as follows:

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
<b>Governmental activities:</b>					
Capital assets not being depreciated:					
Land	\$ 2,188,893	\$ -	\$ -	\$ 265,411	\$ 2,454,304
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	<u>2,188,893</u>	<u>-</u>	<u>-</u>	<u>265,411</u>	<u>2,454,304</u>
Capital assets being depreciated:					
Buildings	13,507,127	154,330	(71,322)	149,600	13,739,735
Improvements other than buildings	4,662,473	115,942	-	(3,576,106)	1,202,309
Furniture, machinery and equipment	13,601,380	737,697	(1,625,348)	(763,649)	11,950,080
Vehicles	3,070,925	360,004	(209,898)	422,722	3,643,753
Infrastructure	3,503,137	66,849	-	662,375	4,232,361
Total capital assets being depreciated	<u>38,345,042</u>	<u>1,434,822</u>	<u>(1,906,568)</u>	<u>(3,105,058)</u>	<u>34,768,238</u>
Less accumulated depreciation					
Buildings	(4,330,120)	(436,652)	29,399	579,434	(4,157,939)
Improvements other than buildings	(397,775)	(61,489)	-	71,112	(388,152)
Furniture, machinery and equipment	(7,931,402)	(1,134,804)	1,378,759	1,702,842	(5,984,605)
Vehicles	(1,837,504)	(315,812)	158,740	(76,349)	(2,070,925)
Infrastructure	(831,488)	(116,698)	-	(181,295)	(1,129,481)
Total accumulated depreciation	<u>(15,328,289)</u>	<u>(2,065,455)</u>	<u>1,566,898</u>	<u>2,095,744</u>	<u>(13,731,102)</u>
Total capital assets being depreciated, net	<u>23,016,753</u>	<u>(630,633)</u>	<u>(339,670)</u>	<u>(1,009,314)</u>	<u>21,037,136</u>
Governmental activity capital assets, net	<u>\$ 25,205,646</u>	<u>\$ (630,633)</u>	<u>\$ (339,670)</u>	<u>\$ (743,903)</u>	<u>\$ 23,491,440</u>

NOTE 4. CAPITAL ASSETS (Continued)3

**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	-	-	42,090	265,098
Improvements other than buildings	981,821	233,953	-	43,615	1,259,389
Furniture, machinery and equipment	1,758,576	180,269	(21,195)	(296,576)	1,621,074
Vehicles	25,083	-	-	51,080	76,163
Total capital assets being depreciated	<u>2,988,488</u>	<u>414,222</u>	<u>(21,195)</u>	<u>(159,791)</u>	<u>3,221,724</u>

Less accumulated depreciation

Buildings	(85,588)	(8,087)	-	(20,963)	(114,638)
Improvements other than buildings	(411,645)	(28,909)	-	(78,557)	(519,111)
Furniture, machinery and equipment	(954,895)	(117,774)	7,125	224,161	(841,383)
Vehicles	(25,083)	(7,503)	-	(33,079)	(65,665)
Total accumulated depreciation	<u>(1,477,211)</u>	<u>(162,273)</u>	<u>7,125</u>	<u>91,562</u>	<u>(1,540,797)</u>

Total capital assets being depreciated, net

	<u>1,511,277</u>	<u>251,949</u>	<u>(14,070)</u>	<u>(68,229)</u>	<u>1,680,927</u>
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Business-type capital assets, net

	<u>\$ 1,874,767</u>	<u>\$ 251,949</u>	<u>\$ (14,070)</u>	<u>\$ (68,229)</u>	<u>\$ 2,044,417</u>
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**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)	2,089,492	-	-	-	2,089,492
Total capital assets being depreciated	<u>2,089,492</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,089,492</u>

Less accumulated depreciation:

Infrastructure	(1,322,874)	(65,383)	-	-	(1,388,257)
Total accumulated depreciation	<u>(1,322,874)</u>	<u>(65,383)</u>	<u>-</u>	<u>-</u>	<u>(1,388,257)</u>

Total capital assets being depreciated, net

	<u>766,618</u>	<u>(65,383)</u>	<u>-</u>	<u>-</u>	<u>701,235</u>
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Component unit capital assets, net

	<u>\$ 936,618</u>	<u>\$ (65,383)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 871,235</u>
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Depreciation expense was charged to functions as follows:

Governmental activities:

General government	\$ 450,019
Planning and economic development	2,502
Culture and recreation	147,104
Public safety	775,599
Highways and streets	690,231
Total depreciation expense - governmental activities	<u>\$ 2,065,455</u>

Business-type activities:

Municipal Building Authority	\$ 162,273
Total depreciation expense - business-type activities	<u>\$ 162,273</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 2011.** 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 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.

**Funding Policy. July through December 2011.** 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 9.76% of their annual covered salary. Plan members in the Noncontributory System had 13.77% of their annual covered salary contributed by the County. Plan members in the Public Safety System had 26.13% or 27.07% 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, 2011, 2010 and 2009 respectively were; for the Contributory System \$27,753; \$24,444; and \$24,657; for the Noncontributory System, \$509,381; \$490,099; and \$461,788; and for the Public Safety System \$771,890; \$679,834; and \$635,732. 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 13.706% (26.13% if in Public Safety) of their eligible salary. Vesting is immediate. 2011 contributions for all county employees were \$167,664 by the County and \$132,951 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 1,346,331 cubic yards (24.29%) being used as of December 31, 2011. This results in a current period cost of \$15,010 and a liability of \$242,855 as of December 31, 2011.

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, 2011, deposits of \$471,515 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, 2011, was \$450,000 (15 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, 2011

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:

Year	Principal	Interest	Total	Interest Rate
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>\$ 1,900,000</u>	<u>\$ 182,298</u>	<u>\$ 2,082,298</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
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>\$ 780,000</u>	<u>\$ 98,415</u>	<u>\$ 878,415</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
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>\$ 1,000,000</u>	<u>\$ 254,955</u>	<u>\$ 1,254,955</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
2012	82,000	7,728	89,728	4.60%
2013	86,000	3,956	89,956	4.60%
	<u>\$ 168,000</u>	<u>\$ 11,684</u>	<u>\$ 179,684</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 period of the bonds:

Year	Principal	Interest	Total	Interest Rate
2012	25,000	3,276	28,276	4.20%
2013	26,000	2,306	28,306	4.35%
2014	27,000	1,215	28,215	4.50%
	<u>\$ 78,000</u>	<u>\$ 6,797</u>	<u>\$ 84,797</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
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>\$ 813,000</u>	<u>\$ 133,124</u>	<u>\$ 946,124</u>	

Conduit Debt. In 2008, the Box Elder County Redevelopment Agency established the Proctor and Gamble EDA. Brigham City issued 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 were 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 was capped at \$55 million. Increment will also be used to fully service the carrying cost on the Bonds regardless of interest rate. As of 12/31/11, the balance was \$30,840,495.

The remaining long-term debt consists of compensated absences in the amount of \$181,618

Transactions affecting long-term obligations are as follows:

	Bonds Payable	Compensated Absences
<b>Governmental activities:</b>		
Balance, Jan. 1	\$ 4,686,000	\$ 174,530
Additions	-	406,951
Retirements	(727,000)	(399,863)
Balance, Dec. 31	<u>\$ 3,959,000</u>	<u>\$ 181,618</u>
Due within 1 year	<u>\$ 756,000</u>	<u>\$ -</u>
<b>Business-type activities:</b>		
Balance, Jan. 1	\$ 915,000	\$ 5,165
Additions	-	18,090
Retirements	(135,000)	(17,791)
Balance, Dec. 31	<u>\$ 780,000</u>	<u>\$ 5,463</u>
Due within 1 year	<u>\$ 140,000</u>	<u>\$ -</u>

**Short-term Debt**

The County did not enter into any short-term debt obligations during 2011.

**NOTE 8. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

In 2011, the following departments and funds have expenditures in excess of budgets:

General Fund:	<u>Amount over budget</u>
<u>Department:</u>	
Motor Pool	\$ (590)
Redevelopment Agency Fund	\$ (232,664)

**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, 2011, the carrying amount of the County's deposits was \$1,855,207 and the bank balance was \$1,811,689. Of the bank balance, \$1,811,689 was covered by federal depository insurance. The Box Elder County-Perry City Flood Control District has deposits of \$351,305 with a bank balance of \$351,305, all of which was insured. The Special Service District has deposits of \$124,790, with a bank balance of \$269,336, 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, 2011 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	\$ 26,715,426
US Bank - UPTIF	N/A	Not rated	133,947
Zions Bank - UPTIF - Enterprise Fund	N/A	Not rated	203,630
Total Investments			<u>27,053,003</u>
Imprest Funds			1,350
Deposits - Cash in bank			16,971,131
Deposits - Cash in bank - Component Units			476,095
Total Cash and Investments			<u>\$ 44,501,579</u>

As reported in the financial statements:

Cash and cash equivalents - Governmental activities	12,078,963
Cash and cash equivalents - Business-type activities	1,783,939
Cash and cash equivalents - Component units	476,095
Restricted cash and cash equivalents - Governmental activities	332,619
Restricted cash and cash equivalents - Business-type activities	675,153
Cash and cash equivalents - fiduciary funds	29,154,810
	<u>\$ 44,501,579</u>

The County holds fiduciary funds from property tax collections, to be disbursed to various taxing entities within the county. At December 31, 2011, the total of fiduciary funds was \$29,141,629, of which \$14,256,867 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, 2011, 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	\$ 5,946,319	General Fund	\$ 5,641,311
Capital Project Fund	1,000,000	Justice Court Fund	305,008
	<u>\$ 6,946,319</u>	Municipal Service Fund	1,000,000
			<u>\$ 6,946,319</u>

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 \$1,000,000 is from additional PILT payments to fund future capital projects in the Capital Projects Fund.

At December 31, 2011, there were no interfund loans.

NOTE 11. PRIOR-PERIOD ADJUSTMENT

During 2011, the County conducted a fixed asset inventory. Prior-period adjustments were needed to correct previous stated balances in the financial statements that were incorrect. It had the following effect

Land	\$	265,411
Buildings		729,034
Improvements other than buildings		(3,504,994)
Furniture, machinery and equipment		939,193
Vehicles		346,373
Infrastructure		481,080
Prior Period Adjustment	\$	(743,903)
Net Assets at Beginning of Period	\$	<u>37,618,041</u>
Corrected Net Assets at Beginning of Period	\$	<u>36,874,138</u>

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**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, 2011**

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	(Unfavorable) Favorable Final to Actual
<b>Revenues</b>				
Property Tax	\$ 381,020	\$ 381,020	\$ 425,030	\$ 44,010
Investment Earnings	5,025	5,025	2,873	(2,152)
Payments in lieu of taxes	40,000	40,000	23,967	(16,033)
Special Assessments	30,000	30,000	27,074	(2,926)
<b>Total Revenues</b>	<u>456,045</u>	<u>456,045</u>	<u>478,944</u>	<u>22,899</u>
<b>Expenditures</b>				
Debt service	551,372	552,565	551,879	686
<b>Total Expenditures</b>	<u>551,372</u>	<u>552,565</u>	<u>551,879</u>	<u>686</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(95,327)	(96,520)	(72,935)	23,585
<b>Fund Balance at Beginning of Period</b>	780,792	780,792	780,792	--
<b>Fund Balance at End of Period</b>	<u>\$ 685,465</u>	<u>\$ 684,272</u>	<u>\$ 707,857</u>	<u>\$ 23,585</u>

**Box Elder County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**Capital Projects**  
**For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Favorable
				(Unfavorable) Final to Actual
<b>Revenues</b>				
Investment Earnings	\$ 30,000	\$ 30,000	\$ 4,281	\$ (25,719)
<b>Total Revenues</b>	<u>30,000</u>	<u>30,000</u>	<u>4,281</u>	<u>(25,719)</u>
<b>Other Financing Sources</b>				
Transfers from other funds	1,000,000	1,000,000	1,000,000	--
<b>Total Revenues and Other Financing Sources</b>	<u>1,030,000</u>	<u>1,030,000</u>	<u>1,004,281</u>	<u>(25,719)</u>
<b>Expenditures</b>				
General Government	--	--	118,199	(118,199)
Highways & Streets	422,400	422,400	415,786	6,614
Public Safety	379,900	379,900	329,336	50,564
Culture and Recreation	500,000	500,000	--	500,000
<b>Total Expenditures</b>	<u>1,302,300</u>	<u>1,302,300</u>	<u>863,321</u>	<u>438,979</u>
<b>Total Expenditures and Other Financing Uses</b>	<u>1,302,300</u>	<u>1,302,300</u>	<u>863,321</u>	<u>438,979</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(272,300)	(272,300)	140,960	413,260
<b>Fund Balance at Beginning of Period</b>	1,866,320	1,866,320	1,866,320	--
<b>Fund Balance at End of Period</b>	<u>\$ 1,594,020</u>	<u>\$ 1,594,020</u>	<u>\$ 2,007,280</u>	<u>\$ 413,260</u>

**Box Elder County  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2011**

	Special Revenue			Total Nonmajor Governmental Funds
	County Library	Justice Court	Tourism	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 275,318	\$ 551,870	\$ 1,107,901	\$ 1,935,089
Taxes Receivable	277,801	--	88,183	365,985
Accounts Receivable	--	58,002	4,499	62,501
Due from other governments	--	18,191	--	18,191
<b>Total Assets</b>	<b>\$ 553,119</b>	<b>\$ 628,062</b>	<b>\$ 1,200,584</b>	<b>\$ 2,381,765</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 310	\$ 29,066	\$ 30,261	\$ 59,637
A/P from restricted assets	--	38,305	--	38,305
Accrued payroll liabilities	9,389	12,194	5,326	26,909
<b>Total Liabilities</b>	<b>9,699</b>	<b>79,565</b>	<b>35,586</b>	<b>124,851</b>
<b>FUND BALANCE</b>				
<i>Restricted:</i>				
Tourism, recreation, culture & facilities	--	--	1,164,997	1,164,997
County Library	543,420		--	543,420
<i>Assigned:</i>				
Justice Court		548,497	--	548,497
<b>Total Fund Balance</b>	<b>543,420</b>	<b>548,497</b>	<b>1,164,997</b>	<b>2,256,914</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 553,119</b>	<b>\$ 628,062</b>	<b>\$ 1,200,584</b>	<b>\$ 2,381,765</b>

**Box Elder County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2011**

	Special Revenue			Total Nonmajor Governmental Funds
	County Library	Justice Court	Tourism	
<b>Revenues</b>				
Property taxes	\$ 313,509	\$ --	\$ --	\$ 313,509
Restaurant taxes	--	--	394,063	394,063
Transient room taxes	--	--	202,771	202,771
Intergovernmental	--	125,273	2,978	128,251
Charges for services	11,886	3,599	138,911	154,396
Fines	--	631,028	--	631,028
Investment earnings	1,194	3,601	4,677	9,472
Contributions and donations	300	--	39,200	39,500
Payments in lieu of taxes	14,611	--	--	14,611
Rents	--	--	80,151	80,151
<b>Total Revenues</b>	<b>341,500</b>	<b>763,501</b>	<b>862,751</b>	<b>1,967,752</b>
<b>Expenditures</b>				
Culture and recreation	257,147	--	722,341	979,488
Justice Court management	--	322,234	--	322,234
<b>Total Expenditures</b>	<b>257,147</b>	<b>322,234</b>	<b>722,341</b>	<b>1,301,722</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>84,353</b>	<b>441,267</b>	<b>140,410</b>	<b>666,030</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	--	--	--	--
Transfers out	--	(305,008)	--	(305,008)
<b>Net Other Financing Sources (Uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Net Change in Fund Balance</b>	<b>84,353</b>	<b>136,259</b>	<b>140,410</b>	<b>361,022</b>
<b>Fund Balance at Beginning of Period</b>	<b>459,067</b>	<b>412,237</b>	<b>1,024,587</b>	<b>1,895,891</b>
<b>Fund Balance at End of Period</b>	<b>\$ 543,420</b>	<b>\$ 548,496</b>	<b>\$ 1,164,997</b>	<b>\$ 2,256,913</b>

**Box Elder County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**County Library (Bookmobile)**  
**For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		(Unfavorable) Final to Actual
<b>Revenues</b>				
Property Tax	\$ 267,423	\$ 267,423	\$ 313,509	\$ 46,086
Charges for Services	12,000	12,000	11,886	(114)
Investment Earnings	4,000	4,000	1,194	(2,806)
Payments in lieu of taxes	22,000	22,000	14,611	(7,389)
Contributions and donations	--	--	300	300
<b>Total Revenues</b>	<u>305,423</u>	<u>305,423</u>	<u>341,500</u>	<u>36,077</u>
<b>Expenditures</b>				
Culture and recreation	269,930	269,930	257,147	12,783
<b>Total Expenditures</b>	<u>269,930</u>	<u>269,930</u>	<u>257,147</u>	<u>12,783</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	35,493	35,493	84,353	48,860
<b>Fund Balance at Beginning of Period</b>	459,067	459,067	459,067	--
<b>Fund Balance at End of Period</b>	<u>\$ 494,560</u>	<u>\$ 494,560</u>	<u>\$ 543,420</u>	<u>\$ 48,860</u>

**Box Elder County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**Justice Court**  
**For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable) Final to Actual
<b>Revenues</b>				
Intergovernmental	\$ 60,000	\$ 60,000	\$ 125,273	\$ 65,273
Charges for Services	5,000	5,000	3,599	(1,401)
Fines	602,000	602,000	631,028	29,028
Investment Earnings	3,000	3,000	3,601	601
<b>Total Revenues</b>	<u>670,000</u>	<u>670,000</u>	<u>763,501</u>	<u>93,501</u>
<b>Expenditures</b>				
Justice court management	337,992	337,992	322,234	15,758
<b>Total Expenditures</b>	<u>337,992</u>	<u>337,992</u>	<u>322,234</u>	<u>15,758</u>
<b>Other Financing Uses</b>				
Transfers to other funds	305,008	305,008	305,008	-
<b>Total Expenditures and Other Financing Uses</b>	<u>643,000</u>	<u>643,000</u>	<u>627,242</u>	<u>15,758</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	27,000	27,000	136,259	109,259
<b>Fund Balance at Beginning of Period</b>	412,238	412,238	412,238	--
<b>Fund Balance at End of Period</b>	<u>\$ 439,238</u>	<u>\$ 439,238</u>	<u>\$ 548,497</u>	<u>\$ 109,259</u>

**Box Elder County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**Tourism**  
**For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable) Final to Actual
<b>Revenues</b>				
Restaurant (TRCC)	\$ 345,000	\$ 345,000	\$ 394,063	\$ 49,063
Transient Room (TRT)	200,000	200,000	202,771	2,771
Intergovernmental	10,000	10,000	2,978	(7,022)
Charges for Services	124,300	124,300	138,911	14,611
Investment Earnings	5,000	5,000	4,677	(323)
Contributions and donations	50,000	50,000	39,200	(10,800)
Rents	60,000	60,000	80,151	20,151
<b>Total Revenues</b>	<u>794,300</u>	<u>794,300</u>	<u>862,751</u>	<u>68,451</u>
<b>Expenditures</b>				
Fairgrounds	786,706	786,706	305,595	481,111
Travel and tourism	231,760	231,760	206,310	25,450
Culture and recreation	213,450	213,450	210,436	3,014
<b>Total Expenditures</b>	<u>1,231,916</u>	<u>1,231,916</u>	<u>722,341</u>	<u>509,575</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(437,616)	(437,616)	140,410	578,026
<b>Fund Balance at Beginning of Period</b>	1,024,587	1,024,587	1,024,587	--
<b>Fund Balance at End of Period</b>	<u>\$ 586,971</u>	<u>\$ 586,971</u>	<u>\$ 1,164,997</u>	<u>\$ 578,026</u>

BOX ELDER COUNTY  
 DETAIL SCHEDULE OF INTERGOVERNMENTAL PAYABLE -  
 TREASURER'S AGENCY FUND  
 DECEMBER 31, 2011

ENTITY	AMOUNTS DUE
Box Elder County General	\$ 2,740,236
Box Elder County Debt Service	176,833
Box Elder County School District	11,024,748
Bear River City	7,571
Brigham City	242,561
Corinne	48,160
Deweyville	14,723
Elwood	54,504
Fielding	11,778
Garland	33,536
Honeyville	21,981
Howell	8,759
Mantua	17,243
Perry	530,398
Plymouth	2,301
Portage	8,974
Snowville	2,632
Tremonton	168,166
Willard	34,426
Mosquito Abatement	268,790
Corinne Cemetery	14,673
East Garland Cemetery	1,859
Fielding Cemetery	15,958
Garland Cemetery	19,745
Penrose Cemetery	3,062
Plymouth Cemetery	10,676
Portage Cemetery	9,558
Riverside Cemetery	13,804
Willard Cemetery	167,301
Weber Basin Water Conservancy Dist.	7,134
Hansel Valley	6,879
BE-Willard Flood Control District	53,488
Service Area #2	9,172
Grouse Creek Special Service District	14,614
Grouse Creek Garbage	16,083
Riverside Special Service District	6,175
BE-Perry Flood Control District	79,199
Bear River Water Conservancy District	261,555
Bona Vista Water Improvement District	7,346
Box Elder County Library	277,801
Assessing and Collecting - Multi-County	755,215
Assessing and Collecting - County	1,384,522
Brigham RDA 1	70,089
Brigham RDA 2	715,616
Brigham Northwest EDA	438,566
Brigham West Forest EDA	204,135
Brigham X-20 RDA	140,037
Downtown Garland RDA	29,169
Garland Industrial RDA	46,138
Box Elder County Economic Development Area RDA	545,617
Box Elder County Agri-business Park EDA	208,021
Box Elder County P&G EDA	3,406,184
Point Perry CDA	68,386
Tremonton RDA	2,169
Tremonton West Liberty Foods EDA	1,120,438
Tremonton Tenth North RDA	1,722,588
Tremonton Freeway Indp & Garland Cemetery RDA	203,493
Tremonton Freeway Interchange ND RDA	-
Elwood RDA	28,584
Misc fees & refunds	(3,287)
Unapportioned batches	1,139,877
Elwood RDA correction to be re-apportioned	-
Prepays & Overpayments	110,818
Tax sale fees to be paid to BE County	-
Belmont Drainage District	235
Corinne Drainage District	136,227
Elwood Drainage District	1,096
Iowa Springs Drainage District	1,058
Tremonton-Garland Drainage District	36,348
Weber Basin Repay Assessment	30,323
Weber Box Elder Conservancy District	185,563
<b>Total</b>	<b>\$ 29,141,629</b>

BOX ELDER COUNTY  
SCHEDULE OF TAXES CHARGED AND COLLECTED - CURRENT AND PRIOR YEAR  
DECEMBER 31, 2011

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	3,866,728,311	641,112,613	3,225,615,698	319,605,215	2,906,010,483	0.002092	6,079,374	0.001984
Box Elder County Debt Service	3,866,728,311	641,112,613	3,225,615,698	319,605,215	2,906,010,483	0.000135	392,311	0.000135
Box Elder County School District	3,866,728,311	641,008,947	3,225,719,364	319,614,545	2,906,104,819	0.008442	24,533,337	0.007980
Bear River City	28,246,740	-	28,246,740	210,773	28,035,967	0.001201	33,671	0.001167
Brigham City	799,001,528	87,789,883	711,211,645	88,760,086	622,451,559	0.002282	1,420,434	0.002334
Corinne	87,005,268	56,814,173	30,191,095	2,700,601	27,490,494	0.001999	54,953	0.001447
Deweyville	20,584,053	-	20,584,053	109,211	20,474,842	0.000753	15,418	0.000762
Elwood City	48,581,234	-	48,581,234	386,843	48,194,391	0.001251	60,291	0.000517
Fielding	11,818,046	-	11,818,046	277,014	11,541,032	0.000883	10,191	0.000868
Garland	65,637,924	2,534,078	63,103,846	9,321,779	53,782,067	0.003456	185,871	0.003331
Honeyville	89,261,455	-	89,261,455	6,058,714	83,202,741	0.000754	62,735	0.000748
Howell	23,848,142	-	23,848,142	126,029	23,722,113	0.000372	8,825	0.000369
Mantua	31,074,194	-	31,074,194	84,363	30,989,831	0.002471	76,576	0.002438
Perry	230,860,802	4,675,585	226,185,217	6,935,363	219,249,854	0.002610	572,242	0.002473
Plymouth	13,849,769	-	13,849,769	538,158	13,311,611	0.000189	2,516	0.000208
Portage	6,739,882	-	6,739,882	37,850	6,702,032	0.001540	10,321	0.001507
Snowville	7,176,299	-	7,176,299	2,020,700	5,155,599	0.001493	7,697	0.001566
Tremonton	508,004,785	187,449,090	320,555,695	41,086,782	279,468,913	0.002793	780,557	0.002748
Willard	98,697,022	-	98,697,022	2,924,344	95,772,678	0.000958	91,750	0.000960
Box Elder Mosquito Abatement	3,866,728,311	641,112,850	3,225,615,461	319,605,193	2,906,010,268	0.000204	592,826	0.000314
Corinne Cemetery	127,111,016	56,814,173	70,296,843	2,806,521	67,490,322	0.000205	13,836	0.000172
East Garland Cemetery	14,870,278	-	14,870,278	62,639	14,807,639	0.000129	1,910	0.000133
Fielding Cemetery	36,881,085	-	36,881,085	284,093	36,596,992	0.000405	14,822	0.000402
Garland Cemetery	266,216,946	98,283,698	167,933,248	40,223,778	127,709,470	0.000204	26,053	0.000195
Penrose Cemetery	14,622,693	-	14,622,693	-	14,622,693	0.000202	2,954	0.000202
Plymouth Cemetery	119,188,879	-	119,188,879	65,394,416	53,794,463	0.000204	10,974	0.000203
Portage Cemetery	24,516,460	-	24,516,460	37,850	24,478,610	0.000411	10,061	0.000352
Riverside Cemetery	20,379,158	-	20,379,158	135,153	20,244,005	0.000697	14,110	0.000672
Willard Cemetery	266,459,965	-	266,459,965	3,732,154	262,727,811	0.000168	44,138	0.000140
Weber Basin Water Conservancy District	32,730,155	-	32,730,155	13,261	32,716,894	0.000217	7,100	0.000207
Hansel Valley	21,666,127	-	21,666,127	4,389	21,661,738	0.000169	3,661	0.000169
Box Elder-Willard Flood Control District	239,744,439	-	239,744,439	3,721,533	236,022,906	0.000264	62,310	0.000264
Box Elder Service Area #2	114,804,304	-	114,804,304	369	114,803,935	0.000026	2,985	0.000295
Grouse Creek Special Service District	13,004,928	-	13,004,928	10,940	12,993,988	0.001119	14,540	0.001043
Riverside Special Service District	15,296,722	-	15,296,722	47,712	15,249,010	0.000418	6,374	0.000425
Box Elder-Perry Flood Control District	232,819,054	-	232,819,054	6,804,194	226,014,860	0.000290	65,544	0.000271
Bear River Water Conservancy District	3,866,728,311	636,437,265	3,230,291,046	320,025,996	2,910,265,050	0.000200	582,053	0.000193
Bona Vista Water Improvement District	24,378,648	-	24,378,648	-	24,378,648	0.000302	7,362	0.000296
Box Elder County Library	2,494,084,074	358,664,214	2,135,419,860	180,857,349	1,954,562,511	0.000148	289,275	0.000143
Assessing and Collecting - Multi-County	3,866,728,311	9,203,063	3,857,525,248	616,487,099	3,241,038,149	0.000172	557,459	0.000162
Assessing and Collecting - County	3,866,728,311	9,203,063	3,857,525,248	616,487,099	3,241,038,149	0.000312	1,011,204	0.000300
Total							37,740,621	

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
634,097	6,713,471	254,696	60,027	12,224	326,946	6,386,525	95.13%	371,392	63,065	255,360	53,736
43,147	435,458	16,257	3,831	780	20,869	414,589	95.21%	23,967	4,070	16,479	3,468
2,550,524	27,083,861	1,028,762	242,069	45,158	1,315,989	25,767,872	95.14%	1,489,059	252,649	1,003,968	101,882
246	33,917	1,163	626	149	1,938	31,979	94.29%	3,860	775	2,624	157
207,166	1,627,600	55,051	24,864	52,579	132,494	1,495,106	91.86%	128,453	21,625	72,911	7,893
3,908	58,861	2,740	1,208	(1,404)	2,544	56,317	95.68%	4,788	981	1,439	59
83	15,501	947	168	(250)	865	14,636	94.42%	1,832	178	1,069	38
200	60,491	1,668	236	2,430	4,334	56,157	92.84%	3,026	341	632	29
240	10,431	446	262	133	841	9,590	91.94%	1,673	209	8,561	72
31,051	216,922	9,326	3,344	2,047	14,717	202,205	93.22%	22,525	3,756	11,645	1,218
4,532	67,267	2,357	692	(80)	2,969	64,298	95.59%	3,450	659	3,226	173
47	8,871	42	59	-	101	8,770	98.86%	378	49	119	11
206	76,782	3,472	2,018	164	5,654	71,128	92.64%	7,498	857	4,154	483
17,151	589,393	35,161	9,588	21,036	65,785	523,608	88.84%	42,405	5,473	24,862	1,068
112	2,628	195	162	(142)	215	2,413	91.82%	353	51	175	17
57	10,378	820	358	-	1,178	9,200	88.65%	1,483	403	724	56
3,164	10,862	394	117	-	511	10,351	95.30%	3,225	71	342	228
112,906	893,463	54,288	7,301	(40,797)	20,792	872,671	97.67%	68,877	12,376	31,849	3,534
2,807	94,558	7,835	2,641	(3,725)	6,751	87,807	92.86%	8,673	1,195	4,925	460
100,356	693,182	25,295	5,850	(7,277)	23,868	669,314	96.56%	58,565	9,951	40,033	4,123
483	14,318	398	141	734	1,273	13,045	91.11%	-	178	-	-
8	1,919	39	39	24	102	1,817	94.68%	350	130	34	1
114	14,936	919	198	31	1,148	13,788	92.31%	132	274	76	5
7,844	33,896	1,160	268	1,444	2,872	31,024	91.53%	2,118	569	1,032	44
-	2,954	90	-	-	90	2,864	96.95%	49	23	54	-
13,275	24,249	318	27	(24)	321	23,928	98.68%	422	123	229	12
13	10,074	414	137	(71)	480	9,594	95.24%	391	136	415	36
91	14,201	530	-	7	537	13,664	96.22%	1,269	239	755	20
523	44,661	2,010	-	29	2,039	42,622	95.43%	14,068	326	-	-
3	7,102	16	-	36	52	7,050	99.27%	1	29	-	-
1	3,662	1	-	2	3	3,659	99.92%	32	2	-	-
982	63,293	2,413	286	6,854	9,553	53,740	84.91%	4,390	587	4,331	433
0	2,985	30	2	(6)	26	2,959	99.13%	1,284	38	906	331
11	14,552	64	-	640	704	13,848	95.16%	257	42	160	13
20	6,394	274	33	-	307	6,087	95.20%	716	138	252	6
1,844	67,388	4,600	1,065	(343)	5,322	62,066	92.10%	397	592	619	39
61,765	643,818	24,560	5,735	(6,810)	23,485	620,333	96.35%	35,996	6,116	24,556	2,552
-	7,362	-	-	56	56	7,306	99.24%	-	27	-	-
25,863	315,138	10,991	2,071	1,346	14,408	300,730	95.43%	14,611	2,381	11,179	825
99,871	657,329	22,717	4,932	(1,093)	26,556	630,773	95.96%	5,369	9,516	7,447	476
184,946	1,196,150	41,221	8,946	(2,635)	47,532	1,148,618	96.03%	2,899	5,087	3,795	242
4,109,657	41,850,278	1,613,680	389,301	83,246	2,086,227	39,764,051		2,330,233	405,287	1,540,937	183,740

BOX ELDER COUNTY  
SCHEDULE OF TRANSIENT ROOM TAX ACTIVITY  
FOR THE YEAR ENDED DECEMBER 31, 2011

Restricted fund balance, beginning of year	\$ 520,111
Revenues	
Transient room tax revenue	202,771
Interest	<u>2,525</u>
Total Available	725,407
Expenditures	
Establishing and promoting: Tourism and recreation	<u>92,377</u>
Restricted fund balance, end of year	<u><u>\$ 633,030</u></u>

BOX ELDER COUNTY  
 SCHEDULE OF TOURISM, RECREATION, CULTURE, AND CONVENTION  
 FACILITIES TAX ACTIVITY  
 FOR THE YEAR ENDED DECEMBER 31, 2011

Restricted fund balance, beginning of year	\$ 504,476
Revenues	
County Fair revenue	178,111
Fairground Revenue	80,151
Tourism, Recreation, Culture, and Convention Facilities Tax	394,063
Other	2,979
Interest	<u>2,151</u>
 Total Available	 <u>1,161,931</u>
Expenditures	
Financing tourism promotion:	
Tourism Tax Advisory Board Grants	113,933
Development, operation, and maintenance of:	
County Fair	210,436
County fairgrounds	<u>305,595</u>
 Total expenditures	 <u>629,964</u>
 Restricted fund balance, end of year	 <u><u>\$ 531,967</u></u>

**Box Elder County**  
**Combining Statement of Net Assets**  
**Nonmajor Component Units**  
**December 31, 2011**

	<u>Mineral Lease</u>	<u>Perry Flood</u>	<u>Total Nonmajor Component Units</u>
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 124,790	\$ 351,305	\$ 476,095
Taxes Receivable	--	79,199	79,199
Due from other government units	82,399	--	82,399
<b>Total Current Assets</b>	<u>207,189</u>	<u>430,503</u>	<u>637,693</u>
<i>Noncurrent Assets</i>			
Land	--	170,000	170,000
Improvements other than buildings	--	701,235	701,235
<b>Total Assets</b>	<u>207,189</u>	<u>1,301,738</u>	<u>1,508,928</u>
<b>LIABILITIES</b>			
<i>Current Liabilities</i>			
Accounts payable	--	--	--
<b>Total Current Liabilities</b>	--	--	--
<i>Noncurrent Liabilities</i>			
<b>Total Liabilities</b>	--	--	--
<b>NET ASSETS</b>			
Invested in capital assets, net of debt	--	871,235	871,235
<i>Restricted for:</i>			
SRS Title 1	60,904	--	60,904
SRS Title 3	21,495	--	21,495
Service District	124,790	--	124,790
Perry Flood Control	--	430,503	430,503
<i>Unassigned</i>	--	--	--
<b>Total Net Assets</b>	<u>\$ 207,189</u>	<u>\$ 1,301,738</u>	<u>\$ 1,508,928</u>

**Box Elder County**  
**Combining Statement of Activities**  
**Nonmajor Component Units**  
**For the Year Ended December 31, 2011**

	<u>Component Units</u>		<u>Total Nonmajor Component Units</u>
	<u>Mineral Lease</u>	<u>Perry Flood</u>	
<b>Revenues</b>			
Property taxes	\$ --	\$ 79,199	\$ 79,199
Intergovernmental	221,294	--	221,294
Investment earnings	1,674	1,356	3,030
<b>Total Revenues</b>	<u>222,968</u>	<u>80,555</u>	<u>303,523</u>
<b>Expenditures</b>			
Mineral Lease	360,036	--	360,036
Flood Control District	--	68,180	68,180
<b>Total Expenditures</b>	<u>360,036</u>	<u>68,180</u>	<u>428,216</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(137,068)</u>	<u>12,375</u>	<u>(124,693)</u>
<b>Net Change in net assets</b>	<u>(137,068)</u>	<u>12,375</u>	<u>(124,693)</u>
<i>Net Assets at Beginning of Period</i>	344,257	1,289,363	1,633,620
<b>Net Assets at End of Period</b>	<u>\$ 207,189</u>	<u>\$ 1,301,738</u>	<u>\$ 1,508,927</u>