

Annual Comprehensive Financial Report



Yavapai County, AZ
Fiscal year ended June 30, 2021

Yavapai County, Arizona Annual Comprehensive Financial Report Fiscal Year Ended June 30, 2021

Board of Supervisors



Harry B. Oberg
District 1



James Gregory
District 2



Donna G. Michaels, Ph.D.
District 3



Craig L. Brown
District 4



Mary Mallory
District 5

Prepared by Yavapai County
Finance Department

YAVAPAI COUNTY
Annual Comprehensive Financial Report
Year Ended June 30, 2021

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INTRODUCTORY SECTION





Yavapai County Finance Department

September 15, 2022

To the Board of Supervisors and Citizens of Yavapai County, Arizona:

State law requires that counties prepare a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the Arizona State Auditor General's Office or by a firm of licensed certified public accountants. Pursuant to that requirement, we are pleased to present the annual comprehensive financial report of Yavapai County for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of Yavapai County. Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Arizona State Auditor General's Office has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit; that there was a reasonable basis for rendering an unmodified opinion that Yavapai County's financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the County's separately issued Single Audit report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Yavapai County was formed in 1864; one year after the Arizona Territory was established. The County was named after the Yavapai tribe, whose name means "people of the sun". The County is located in the central portion of the state encompassing approximately 8,125 square miles.

The County is empowered to levy a property tax on both real and personal properties within its boundaries.

The County operates under the supervisor-administrator form of government. Policy-making and legislative authority are vested in a Board of Supervisors (Board) consisting of five members elected to four-year terms representing five supervisorial districts. The Board appoints an Administrator, who is responsible for developing and presenting the County budget, assisting department heads and elected officials, and coordinating with other governments in intergovernmental relations.

The Board is responsible for the financing and administration of County government, has final approval over County departmental budgets and sets property tax rates. As part of its administrative duties, the Board is responsible for appointing department heads, and members of County boards and commissions dealing with planning and zoning, building codes, health, employees and employee benefits, private industry and agriculture. The Board acts as the board of directors for special districts within the County such as jail, water, sanitation, lighting, flood control and library.

In addition to the Board, other elected officers representing the County include the Assessor, Clerk of the Superior Court, County Attorney, Recorder, School Superintendent, Sheriff, and the Treasurer. There are seven elected Superior Court Judges, five Justices of the Peace, and five Constables.

Yavapai County provides a full range of services, including police protection, courts, health services, elections, the construction and maintenance of highways, streets, other infrastructure and parks.

The financial reporting entity includes all the funds of the primary government (Yavapai County), as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. The Board acts as the Board of Directors of these component units. Accordingly, the Yavapai County Flood Control District, Library District, Jail District and various special assessment districts are reported as a part of the governmental fund types of the primary government.

There are various school districts, special districts, and fire districts within Yavapai County governed by independently elected boards. The financial statements of such districts are not included in this report except to reflect amounts held in an agency capacity by the County Treasurer. The reporting entity is further described in Note 1 to the financial statements.

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Administrator annually. These requests are used as the starting point for developing a proposed budget. The County Administrator then presents this proposed budget to the Board of Supervisors for review on or before the third Monday in July. On or before the fourteenth day in August when the Board sets tax levy rates, the Board must hold a public hearing and a special meeting of the Board, at which time the final budget must be adopted. The final budget is adopted by fund and department. Transfers of appropriations between funds or departments require approval of the Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and major special revenue funds this comparison is presented beginning on page 79 as part of the required supplemental information. For governmental funds, other than the general fund and major special revenue funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 108.

Local Economy

Yavapai County's population increased from 211,017 as of April 1, 2010 to 236,209 as of July 1, 2020, which is a 12% increase as compared to the State of Arizona population increase of 14% for the same time period. Yavapai County has a higher percentage, 32.5%, of persons over the age of 65 as compared to the State of Arizona with 18.0%, both as of July 1, 2020. This indicates that a greater segment of the population is retired, which provides a more stable consumer base. The source for these figures is the United States Census website, current quick facts table.

The Board of Supervisors raised the property tax levy for fiscal year 2020-21, an increase of \$1.2 million, primarily funded by increased new construction in the county. The net assessed value of real estate increased by 6.9% for the fiscal year. The population continues to grow, and we anticipate our sales tax revenues to also trend upward.

The Arizona Department of Administration, Office of Employment and Population Statistics estimates a 5.2% average 2021 unemployment rate for Yavapai County. The unemployment rate decreased from 7.4% in 2020 due to the economic recovery resulting from the lifting of restrictions that were implemented in 2020 to combat the coronavirus pandemic. Although the pandemic continues to cause some uncertainty for the economic future, the fiscal year 2021-22 revenues from local and state shared sales taxes continue to increase at 2.6% and 2.52% from the prior fiscal year indicating consumer spending in Yavapai County and Arizona continues to increase.

Yavapai Regional Medical Center is the single largest employer in Yavapai County, with Yavapai County as the second largest employer. Retail trade, tourism, utilities, healthcare, warehouse and distribution centers, mining, light industry and government all contribute to the economy.

Long-Term Financial Planning

In November of 1999, the Yavapai County Jail District was formed when the citizens approved a dedicated excise tax of up to 1/4 cent for the purpose of constructing, operating, maintaining and financing County jail facilities. The Jail District sales tax and the maintenance of effort from the General Fund were projected to be inadequate to fund the operation of the Jail District, so several actions were taken to address this issue. The Board of Supervisors asked the voters of Yavapai County in the November 4, 2016, general election for authorization to extend the life of the tax and to increase the Jail District sales tax rate from ¼ cent to ½ cent however, this request was voted down.

The current ¼ cent Jail District sales tax was set to expire on June 30, 2020, but the voters of Yavapai County on May 15, 2018, approved the extension of the existing sales tax until June 30, 2040. Finally, the property tax levy was increased by \$9.5 million for 2019-20 partially to provide adequate funding for the operation and debt service of a planned new criminal justice facility located next to the existing Juvenile Justice Facility. Pledged Revenue Obligations totaling \$65.8 million were issued on June 4, 2020 to fund the construction of this new facility. The property tax levy is expected to increase in 2022-23 to fund the additional operational expenses of the Yavapai County Justice Center that is anticipated to open September 2022.



The Federal Govt declared a public health emergency on January 27, 2020, due to the presence of the 2019 Novel Coronavirus in the United States. The State of Arizona issued a Declaration of Emergency and Executive Order on March 11, 2020. As a result of the COVID-19 pandemic, Yavapai County has received \$91.6 million in grants to mitigate the effects of the pandemic. This includes \$45.6 million awarded from the American Rescue Plan Act, assistance for state, local and tribal governments. The award begins on March 3, 2021, allows funds to be obligated through December 31, 2024, and spent by December 31, 2026. The County received \$22.8 million in May 2021 and the remaining \$22.8 million is expected to be received in May 2022. The Board of Supervisors has approved a plan to make long-term infrastructure investments with these funds. Currently the Board has allocated \$20 million for improvements to broadband infrastructure, \$10 million for water and wastewater infrastructure, \$7 million for county projects to mitigate the effects of the pandemic such as air quality improvements in five county buildings, \$5.7 million for the health department mitigation and response to the pandemic and \$3 million for special projects that may arise during the expenditure period. To date, the County has approved two projects totaling \$16 million to improve broadband infrastructure within the county and is currently working on a grant program for the water and wastewater infrastructure improvements. Work has been started for the air quality improvements in the Prescott Health building and various projects are ongoing to assist the County in reducing the repercussions of the pandemic such as additional staff for the County Attorney's Office to address the backlog of court cases due to the disruption of court services.

Relevant Financial Policies

The Board has managed the County in a fiscally conservative environment with a primary goal to minimize the County property tax rate and to operate within the tax revenues received during the fiscal year. The Board has delegated the responsibility to monitor revenues and to make recommendations when necessary to maintain fiscal discipline to the County Administrator.

Since fiscal year 2009-10, the major Yavapai County revenues have been increasing, but these increases had been offset to a large degree by reduced funding from the State of Arizona. County departments reduced expenditures in fiscal year 2009-10 by 7.5% and the departments have been held to the similar expenditure levels each year since then except for the costs of new staff positions/programs and County-wide merit or cost-of-living increase raises that were approved by the Board of Supervisors.

The County is addressing unfunded public safety pension liabilities by contributing extra funds above the annual required contribution. In fiscal years 2017-18, 2019-20, and 2020-21 Yavapai County has had enough surplus revenue to make an extra \$4,500,000 pension plan contribution each year to help pay down the County's unfunded pension liabilities. This trend is expected to continue, and the County has made the additional payment for FY 2021-22.

Acknowledgements

The preparation of this report could only be accomplished through work of the entire Finance Department team and the assistance of the Arizona State Auditor General's Office. We also wish to thank the Board of Supervisors for their dedicated oversight of the financial condition of the County and their support for our efforts to improve its financial operations.

Respectfully submitted,



Connie DeKemper
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Yavapai County
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

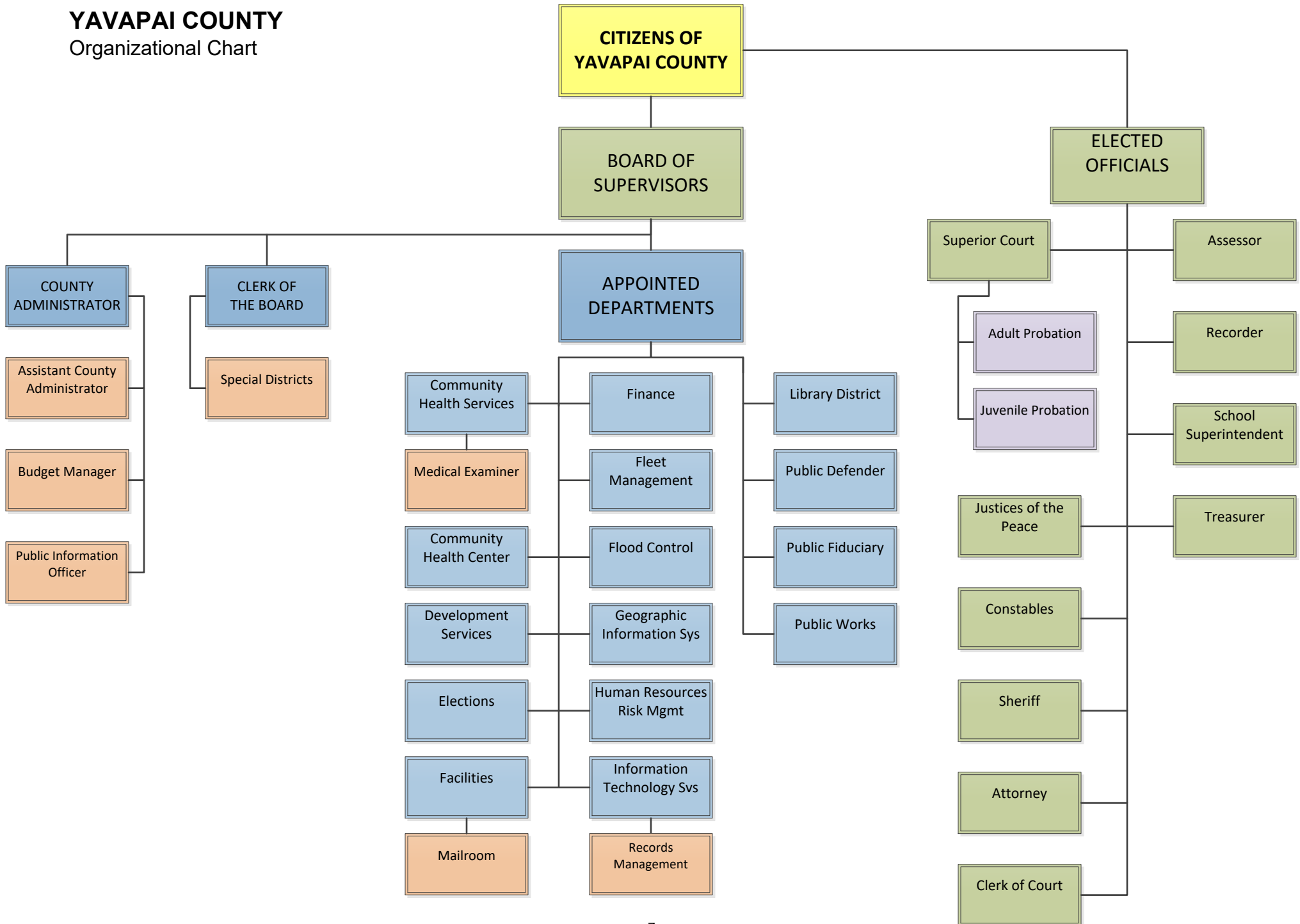
June 30, 2020

Christopher P. Morill

Executive Director/CEO

YAVAPAI COUNTY

Organizational Chart



Yavapai County Officials

BOARD OF SUPERVISORS

Craig L. Brown, Chairman, District 4
Mary Mallory, Vice Chairman, District 5
Harry B. Oberg, Member, District 1
James Gregory, Member, District 2
Donna G. Michaels, PH.D., Member, District 3



CLERK OF THE BOARD

Kim Kapin



COUNTY ADMINISTRATOR

Phil Bourdon



FINANCE DIRECTOR

Connie DeKemper

FINANCIAL SECTION





LINDSEY A. PERRY
AUDITOR GENERAL

ARIZONA
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent auditors' report

Members of the Arizona State Legislature

The Board of Supervisors of
Yavapai County, Arizona

Report on the financial statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Yavapai County as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's responsibility for the financial statements

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

Auditors' responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of the County as of June 30, 2021, and the respective changes in financial position in accordance with U.S. generally accepted accounting principles.

Emphasis of matter

As discussed in Note 2 to the financial statements, for the year ended June 30, 2021, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No 84, Fiduciary Activities. Our opinions are not modified with respect to this matter.

As discussed in Note 2 to the financial statements, the County restated beginning net position of its financial statements for the year ended June 30, 2021, to correct a misstatement in its previously issued financial statements. Our opinions are not modified with respect to this matter.

Other matters

Required supplementary information

U.S. generally accepted accounting principles require that the management's discussion and analysis on pages 13 through 23, budgetary comparison schedules on pages 81 through 87, schedule of the County's proportionate share of the net pension liability—cost-sharing plans on pages 88 through 89, schedule of changes in the County's net pension liability and related ratios—agent plans on pages 90 through 93, and schedule of County pension contributions on pages 94 through 96 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, 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.

Supplementary and other information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund statements and schedules and the introductory and statistical sections listed in the table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Compliance over the use of Highway User Revenue Fund and other dedicated State transportation revenue monies

In connection with our audit, nothing came to our attention that caused us to believe that the County failed to comply with the authorized transportation purposes, insofar as they relate to accounting matters, for Highway User Revenue Fund monies it received pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2, and any other dedicated State transportation revenues it received. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the County's noncompliance with the authorized transportation purposes referred to above, insofar as they relate to accounting matters.

The communication related to compliance over the use of Highway User Revenue Fund and other dedicated State transportation revenue monies in the preceding paragraph is intended solely for the information and use of the members of the Arizona State Legislature, the Board of Supervisors, management, and other responsible parties within the County and is not intended to be and should not be used by anyone other than these specified parties.

Other reporting required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will issue our report on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters at a future date. The purpose of that report is solely 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 effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Lindsey A. Perry

Lindsey A. Perry, CPA, CFE
Auditor General

September 15, 2022

Yavapai County

Management's Discussion and Analysis

As management of Yavapai County, we offer readers of Yavapai County's financial statements this narrative overview and analysis of the financial activities of Yavapai County for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 – 5 and the County's basic financial statements, which begin on page 26.

Financial Highlights

- Yavapai County's assets and deferred outflows of resources exceed liabilities and deferred inflows of resources as of June 30, 2021, by \$201,562,794 (net position), which is an increase of \$31,114,356 from prior year ending net position of \$170,448,438. The unrestricted net position at June 30, 2021 is a deficit of \$97,622,668, which is a deficit decrease of \$11.9 million from the deficit balance of \$109,555,324 at June 30, 2020 primarily as a result of increased revenues of \$23.7 million offset by an increase of expenses for the year of \$12.2 million.
- As of June 30, 2021, Yavapai County's governmental funds reported combined ending fund balances of \$154,733,709, which is an increase of \$17,403,889 from the prior year ending fund balance of \$137,329,820.
- As of June 30, 2021, unassigned fund balance for the general fund is \$47,803,066, an increase of \$21,872,859 from the prior year unassigned fund balance.
- As of June 30, 2021, committed fund balance for the regional road fund is \$11,147,341, an increase of \$1,635,888 from the prior year committed fund balance.
- As of June 30, 2021, restricted fund balance for the Highway User Revenue Fund (HURF) is \$7,709,010, an increase of \$4,072,484 from the prior year restricted fund balance.
- As of June 30, 2021, committed fund balance for the capital projects fund is \$19,035,611, an increase of \$1,905,845 from the prior year committed fund balance.

Overview of the Financial Statements

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

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

The statement of net position presents information on all of Yavapai County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Yavapai County is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying

Yavapai County

Management's Discussion and Analysis

event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only affect cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused paid-time-off leave).

Both government-wide financial statements present functions of Yavapai County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of Yavapai County include general government, public safety, highways and streets, sanitation, health, welfare, culture and recreation, and education.

The government-wide financial statements not only include Yavapai County itself (known as the primary government), but also a legally separate Jail District, Flood Control District, Library District and various Special Assessment Districts. These districts function for all practical purposes as departments of Yavapai County, and therefore have been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 26 – 28 of this report.

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

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

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

Yavapai County maintains numerous individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for nine funds considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 30 – 36 of this report.

Yavapai County Management's Discussion and Analysis

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Yavapai County's own programs.

The basic fiduciary funds financial statements can be found on pages 37 – 38 of this report.

Notes to the financial statements. The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 39 – 80 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Yavapai County's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules for the general fund and major special revenue funds. Other required supplementary information can be found on pages 81 – 98 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 102 – 145 of this report.

Yavapai County

Management's Discussion and Analysis

Government-wide Financial Analysis

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Yavapai County's assets and deferred outflow of resources exceeded liabilities and deferred inflow of resources by \$201.6 million at the close of the most recent fiscal year.

	Net Position	
	(in millions)	
	Governmental Activities	
	2021	2020
Current and other assets	\$ 148.3	\$ 92.8
Restricted assets	52.3	64.2
Capital assets	284.9	273.7
Total assets	<u>485.5</u>	<u>430.7</u>
Deferred outflows of resources	<u>44.7</u>	<u>34.0</u>
Other liabilities	44.5	18.3
Long-term liabilities outstanding	<u>282.1</u>	<u>264.8</u>
Total liabilities	<u>326.6</u>	<u>283.1</u>
Deferred inflows of resources	<u>2.0</u>	<u>11.2</u>
Net position:		
Net investment in capital assets	271.6	258.6
Restricted	27.6	21.4
Unrestricted deficit	<u>(97.6)</u>	<u>(109.6)</u>
Total net position	<u>\$ 201.6</u>	<u>\$ 170.4</u>

The largest portion of Yavapai County's net position (134.7%) reflects its investment in capital assets (e.g. land, buildings, equipment, infrastructure, software, construction in progress), less accumulated depreciation and any related outstanding debt used to acquire those assets. Yavapai County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Yavapai County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Yavapai County

Management's Discussion and Analysis

Governmental Activities current and other assets increased \$55.5 million from the previous year. This increase is primarily the result of an increase in cash and cash equivalents of \$50.5 million, an increase in prepaid items of \$1.1 million, and an increase in amounts due from other governments of \$3.3 million. Restricted assets decreased \$11.9 million primarily the result of the disbursement of proceeds of pledged revenue obligations for the construction of the Yavapai Criminal Justice Center. Capital assets increased \$11.2 million because the increase in asset value from new acquisitions was more than the decrease in asset value from depreciation.

The county reported the deferred outflows of resources of \$44.7 million and deferred inflows of resources of \$2.0 million related to pensions at the close of the most recent fiscal year. This represents an increase of \$10.7 million in deferred outflows of resources and a decrease of \$9.2 million in deferred inflows of resources during the fiscal year. The changes in the deferred outflows of resources and deferred inflows of resources are due to the changes in the actuarial valuations of the various pension plans the County participates.

Governmental Activities other liabilities and long-term liabilities outstanding at the end of the fiscal year were \$44.5 million and \$282.1 million, respectively. The other liabilities increased by \$26.2 million due primarily to an increase of \$24.3 million in unearned revenue from the American Rescue Plan Act Grant funds, an increase of \$0.8 million in accrued payroll and employee benefits and an increase of \$1.4 million in accounts payable. The increase of \$17.3 million in long-term liabilities was largely due to increases of \$20.6 million in net pension liabilities offset by a reduction in long-term revenue bond principal of \$3.3 million.

Yavapai County's Governmental Activities restricted net position of \$27.6 million represents resources that are subject to external restrictions on how they may be used. This amount has increased by \$6.2 million from the previous year. Primarily due to better-than-expected state-wide revenues from various motor vehicle taxes and charges. The county receives distributions from the Arizona Highway User Revenue Fund (HURF) and these distributions were exceeded budgeted expenditures. The balance of the increase was due to increased funding for law enforcement and flood control.

At the end of the current fiscal year, Yavapai County reports positive balances in two categories, net investment in capital assets \$271.6 million and restricted net position \$27.6 million. The County has a deficit of \$97.6 million in unrestricted net position, which was an decrease of \$11.9 million in unrestricted net deficit from the prior year's unrestricted net deficit of \$109.6 million due largely to increased unrestricted revenues.

Yavapai County
 Management's Discussion and Analysis

Changes in Net Position. The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. For the fiscal year, net position increased \$31.2 million. The basis of accounting used in the government-wide statement of activities excludes capital outlay while its revenues include taxes that are used, in part, for the construction of those assets.

Changes in Net Position		Governmental	
(in millions)		Activities	
		2021	2020
Revenues			
Program revenues:			
Charges for services		\$ 25.9	\$ 26.3
Operating grants and contributions		55.8	47.9
Capital grants and contributions		0.1	0.4
General revenues:			
Property taxes		68.0	66.6
Sales taxes		79.2	65.1
Vehicle license tax		12.2	10.0
Grants not restricted to specific programs		3.7	3.7
Miscellaneous and investment earnings		6.2	7.3
Total revenues		251.1	227.3
Expenses			
General government		80.0	68.5
Public safety		72.7	74.0
Highways and streets		27.3	29.6
Sanitation		2.4	2.7
Health		18.8	16.9
Welfare		11.4	10.8
Culture and recreation		0.1	0.1
Education		4.8	4.6
Interest on long-term debt		2.4	0.5
Total expenses		219.9	207.7
Increase in net position		31.2	19.6
Net position, July 1		170.4	150.8
Net position, June 30		\$ 201.6	\$ 170.4

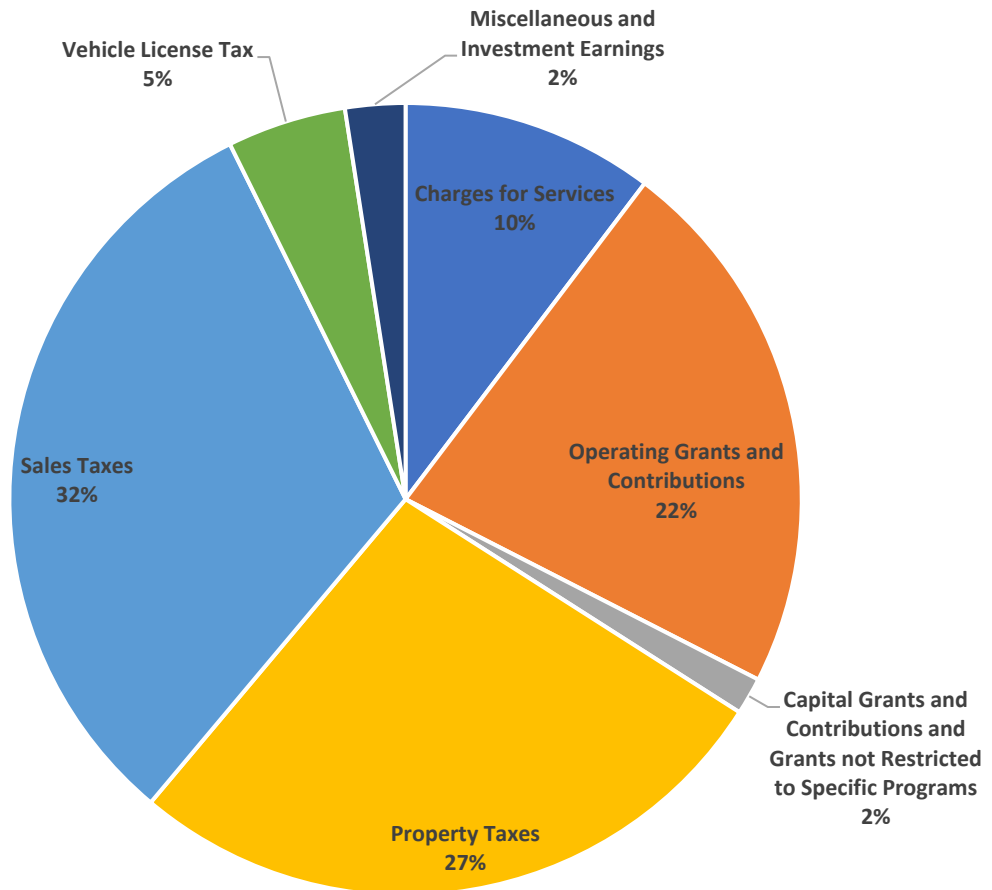
Yavapai County Management's Discussion and Analysis

Revenues

Governmental activities. Governmental Activities revenues totaled \$251.1 million for fiscal year 2021, an increase of \$23.8 million or 10.5%. These increases can be attributed to an improving economy in the County. The following are highlights of County revenues:

- Sales taxes are comprised of state shared-sales tax, a 0.5% County excise tax, and a 0.25% Jail District excise tax. Overall sales tax increased \$14.1 million or 21.7% from the previous fiscal year due to an improving economy in the County.
- Operating grants and contributions increased \$7.9 million or 16.5% from the previous fiscal year because of an increase of \$3.2 million in grant monies from the American Rescue Plan in the American Rescue Plan Fund; increase of \$2.5 million in Highway User Revenue Fees, and an increase of \$1.9 million in grants related to the airport development.
- Property taxes increased by \$1.4 million or 2.1% from the previous year primarily due to the increase in the tax levy from new construction that occurred last fiscal year.

Revenues by Source - Governmental Activities



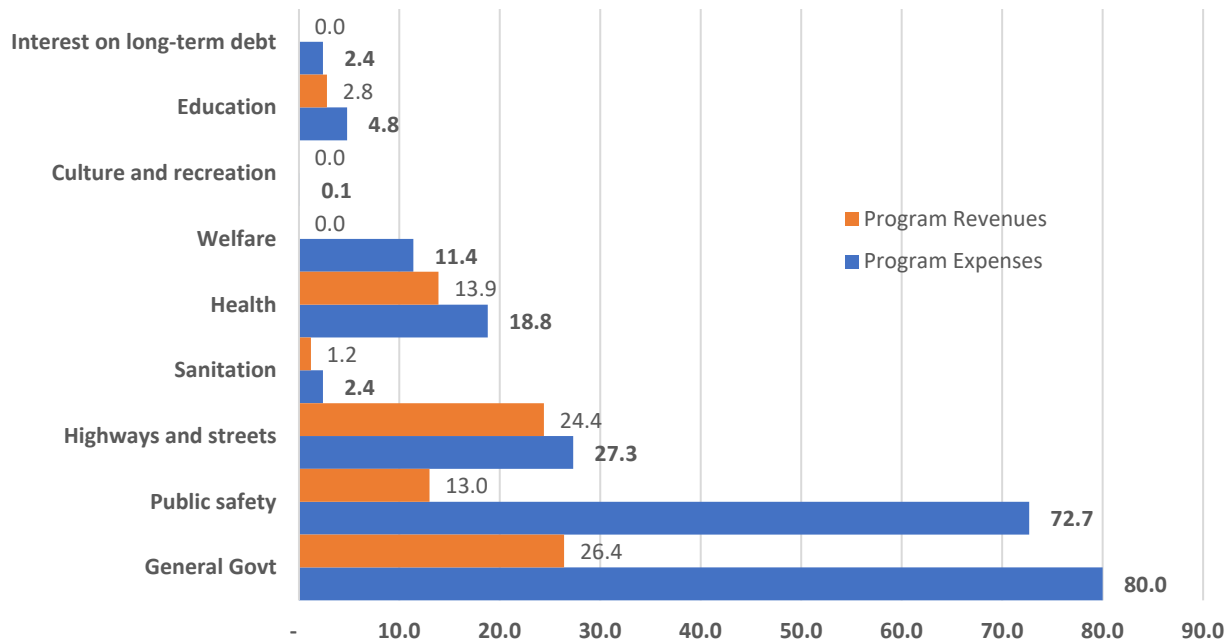
Yavapai County

Management's Discussion and Analysis

Expenses

Governmental activities expenses increased \$12.2 million from the previous fiscal year. General government expenses increased \$11.5 million, primarily due to an increase in the pension expense relating to elected officials of \$4.5 million, increase of \$3.2 million of expenses from the American Rescue Plan, increase of \$2.0 million for the airport development expenses, and an increase of \$1.9 million in additional vehicle usage charges. Public Safety decreased from the previous year by \$1.3 million, primarily due to a decrease of \$2 million in the improvement districts, a decrease in vehicle usage charges of \$1.3 million, offset by an increase in pension expense related to public safety employees in the amount of \$1.3 million. Highways and streets decreased from the previous year by \$2.3 million due to a decrease in the number of road projects constructed during the year.

Expenses and Program Revenues - Governmental Activities



Expenses and Revenues in \$ in Millions

Yavapai County

Management's Discussion and Analysis

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, Yavapai County's governmental funds reported combined ending fund balances of \$154,733,709, which is an increase of \$17,403,889 from the prior year balance. The ending fund balances are categorized as follows:

- Nonspendable \$2,191,157
- Restricted \$74,863,008
- Committed \$31,330,222
- Unassigned \$46,349,322

The total fund balance was increased by \$17.4 million or 12.7%, primarily due to the increases of \$22.2 million in the General Fund and \$4.1 million in HURF Road Fund; offset by a decrease of \$12.6 million in the Jail Construction Fund.

The General Fund is the chief operating fund of Yavapai County. At the end of the current fiscal year, the General Fund total fund balance was \$48,620,935, and the unassigned category was \$47,803,066. The unassigned category is \$21,872,859 greater than the previous fiscal year. This increase is due primarily to an increase in property tax revenues of \$1.4 million, an increase in sales tax of \$2.0 million, intergovernmental funding of \$8.7 million, and a decrease in governmental expenditures of \$1.3 million.

In addition to the General Fund, Yavapai County is reporting eight major funds. These funds are the Jail District, Jail Construction, Jail Debt Service, American Rescue Plan, Regional Road, HURF Road, Capital Projects and Capital Projects Debt Service.

The Jail District fund balance increased \$1.5 million in accordance with the adopted budget. The Jail Construction fund decreased \$15.3 million primarily due to capital expenditures of \$15.3 million. The American Rescue Plan fund was created during fiscal year 2021 to report activity related to COVID-19 federal funding. The Jail Debt Service fund remained relatively unchanged due to transfers in to support debt service payments. The Regional Road fund balance increased \$1.6 million because County sales taxes were greater than expenses for road construction projects. The HURF Road fund balance increased \$4.1 million because of budgeted road construction projects expenses being less than revenue. Capital Projects fund balance increased \$1.9 million because of transfers in of \$4.3 million to increase the reserve. The Capital Projects Debt Service fund balance remains relatively unchanged from the prior fiscal year.

See Note 9 on pages 54 – 55 for a detail listing of the fund balance classifications.

Yavapai County

Management's Discussion and Analysis

General Fund Budgetary Highlights

The original General Fund budget appropriation for expenditures was \$118,917,074. Actual expenditures were \$10,004,208 less than the final budgeted appropriation amount, which is primarily due to general services expenditures less than budgeted. The Board approved budgeted transfers between departments during the fiscal year to reclassify expenditures and for departments that required an increase in budget appropriation. Overall net transfers out were \$5.8 million less than budgeted. The final total General Fund budgeted appropriation remained unchanged. The General Services administrative expenditure budget includes negative amounts for internal cost recoveries, such as vehicle use and indirect costs, which resulted in actual expenditures of negative \$112,520 with a variance due to actual positive expenditures being less than budgeted.

Total revenues were \$29.6 million over total budgeted revenues (25.4%), which is primarily due to the receipt of \$23.9 million in unbudgeted Intergovernmental revenue (CARES Act, PILT, miscellaneous, and RTC Services).

Capital Asset and Debt Administration

Capital Assets. Yavapai County's investment in capital assets for its governmental activities as of June 30, 2021, amounts to \$284.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure, software and construction in progress. Construction in Progress increased \$11.6 million primarily due to continued progress on the construction of the Yavapai County Justice Center.

Yavapai County's Capital Assets (net of depreciation) (in millions)

	Governmental Activities	
	2021	2020
Land	\$ 64.5	\$ 64.4
Buildings	70.0	69.3
Equipment	15.3	17.6
Infrastructure	114.3	112.9
Software	0.6	0.9
Construction in progress	20.2	8.6
Total	<u>\$ 284.9</u>	<u>\$ 273.7</u>

Additional information on Yavapai County's capital assets can be found in Note 6 on page 49 of this report.

Long-term Debt. At the end of the current fiscal year, Yavapai County had total outstanding special assessment bonds of \$895,000 for special district road improvements which are secured by property

Yavapai County Management's Discussion and Analysis

assessments levied against the benefitting property owners. Also, at the current fiscal year-end, Yavapai County had \$12,393,000 in outstanding Excise Tax Revenue Refunding obligations which are secured by County excise tax revenue and are payable over a period of ten years and seven months with interest rate of 2.08% and \$55,455,000 in outstanding pledged revenue obligations payable over twenty years with an interest rate ranging between 4% and 5%.

Yavapai County's Outstanding Debt (in millions)

	2021	2020
Special Assessment Debt Payable	\$ 0.9	\$ 1.1
Excise Tax Revenue Refunding Obligations	12.4	14.0
Jail District Pledged Revenue Obligations	55.4	57.0
Unamortized Obligation Premium	8.3	8.8
Total Outstanding Debt	<u>\$ 77.0</u>	<u>\$ 80.9</u>

State statutes limit the amount of general obligation debt a county may issue without voter approval to 6 percent of its total assessed valuation. The debt limitation for the County for fiscal year ended June 30, 2021, is \$177,463,482. Since the County has no general obligation debt, this amount equals the debt capacity. Additional information on long-term debt can be found in Note 8 on pages 50 – 53.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Yavapai County is currently 5.2%, which has decreased since 2020.
- The County continues to see a modest increase in population growth.
- The economy at the national and state level is anticipated to have the effect of maintaining or increasing Federal and State of Arizona grant programs.

These factors were considered in preparing Yavapai County's budget for the 2021-22 fiscal year. The budgetary estimate of unassigned ending fund balance in the general fund is \$34,347,620 of which \$19,347,620 was appropriated for spending in the 2021-22 fiscal year budget.

Yavapai County experiences the same economic volatility as the Nation and State of Arizona as it relates to inflation, a housing shortage, and a shortage of workers as a result of the COVID-19 pandemic. The County has seen an increase in sales tax revenue and property tax valuation but uncertainty remains concerning the COVID-19 pandemic and its impact.

Requests for Information

This financial report is designed to provide a greater overview of Yavapai County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 1015 Fair Street, Prescott, Arizona 86305.

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BASIC FINANCIAL STATEMENTS



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Yavapai County
Statement of Net Position
June 30, 2021

	Primary Government
	Governmental Activities
Assets	
Cash and cash equivalents	\$ 123,412,899
Receivables:	
Property taxes	1,381,405
Special assessments	460,713
Accounts	1,583,343
Due from other governments	19,342,195
Inventories	532,571
Prepaid items	1,658,586
Cash and cash equivalents - held by trustee, restricted	52,251,257
Capital assets, not being depreciated	84,665,448
Capital assets, being depreciated, net	200,191,121
Total assets	485,479,538
 Deferred Outflows of Resources	
Deferred outflows related to pensions	44,696,745
Total deferred outflows of resources	44,696,745
 Liabilities	
Accounts payable	8,742,350
Accrued payroll and employee benefits	6,647,124
Interest payable	32,487
Unearned revenue	29,066,748
Noncurrent liabilities:	
Due within one year	8,796,060
Due in more than one year	273,338,292
Total liabilities	326,623,061
 Deferred Inflows of Resources	
Deferred inflows related to pensions	1,990,428
Total deferred inflows of resources	1,990,428

See accompanying notes to financial statements.

Yavapai County
Statement of Net Position, continued
June 30, 2021

Net Position

Net investment in capital assets	271,568,569
Restricted for:	
Social services	6,195,291
Law enforcement and flood control	6,182,580
Roadway construction and maintenance	7,750,493
Landfill and other sanitation	823,623
Public health care and clinical services	4,260,478
Public parks	2,020
School services	1,417,799
Debt service	933,577
Capital projects	51,032
Unrestricted (deficit)	<u>(97,622,668)</u>
Total net position	<u>\$ 201,562,794</u>

See accompanying notes to financial statements.

Yavapai County
Statement of Activities
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government Governmental Activities
Governmental activities:					
General government	\$ 80,003,678	\$ 12,825,305	\$ 13,609,986	\$ -	\$ (53,568,387)
Public safety	72,660,312	3,510,091	9,515,223	-	(59,634,998)
Highways and streets	27,309,411	1,015,781	23,215,062	128,273	(2,950,295)
Sanitation	2,422,010	715,653	512,945	10,397	(1,183,015)
Health	18,834,718	6,325,052	7,587,521	-	(4,922,145)
Welfare	11,389,708	-	-	-	(11,389,708)
Culture and recreation	106,273	-	-	-	(106,273)
Education	4,805,561	1,498,982	1,309,524	-	(1,997,055)
Interest on long-term debt	2,364,766	-	-	-	(2,364,766)
Total governmental activities	<u>\$ 219,896,437</u>	<u>\$ 25,890,864</u>	<u>\$ 55,750,261</u>	<u>\$ 138,670</u>	<u>\$ (138,116,642)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	58,086,651
Property taxes, levied for flood control	5,261,061
Property taxes, levied for free library	4,626,841
County sales tax - jail construction and operation	12,629,771
County sales tax - unrestricted	25,260,026
Franchise taxes	331,475
Shared revenue - state sales tax	41,336,168
Shared revenue - state vehicle license tax	12,204,723
Grants and contributions not restricted to specific programs	3,665,659
State appropriation	550,050
Investment earnings	225,431
Loss on disposal of capital assets	(1,345,992)
Miscellaneous	6,399,134
Total general revenues	<u>169,230,998</u>
Change in net position	31,114,356
Net position, July 1, 2020	<u>170,448,438</u>
Net position, June 30, 2021	<u>\$ 201,562,794</u>

See accompanying notes to financial statements.

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Yavapai County
Balance Sheet
Governmental Funds
June 30, 2021

	General	Jail District	Jail Construction	Jail Debt Service
Assets				
Cash and cash equivalents	\$ 40,262,948	\$ 125,436	\$ -	\$ 16,963
Receivables:				
Property taxes	1,181,807	-	-	-
Special assessments	-	-	-	-
Accounts	1,095,580	2,690	-	-
Due from:				
Other funds	2,455,604	54,602	-	-
Other governments	9,558,151	2,446,338	-	-
Inventories	156,921	-	-	-
Prepaid items	660,948	-	8,239	-
Cash and cash equivalents - held by trustee, restricted	-	-	52,251,257	-
Total assets	<u>\$ 55,371,959</u>	<u>\$ 2,629,066</u>	<u>\$ 52,259,496</u>	<u>\$ 16,963</u>
Liabilities				
Accounts payable	\$ 1,699,676	\$ 364,379	\$ 2,919,097	\$ -
Accrued payroll and employee benefits	4,042,487	742,528	4,023	-
Due to other funds	173,374	16,402	1,945,183	-
Unearned revenue	-	-	-	-
Total liabilities	<u>5,915,537</u>	<u>1,123,309</u>	<u>4,868,303</u>	<u>-</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes	835,487	-	-	-
Unavailable revenue-special assessments	-	-	-	-
Total deferred inflows of resources	<u>835,487</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances				
Nonspendable	817,869	-	8,239	-
Restricted	-	1,505,757	47,382,954	16,963
Committed	-	-	-	-
Unassigned	47,803,066	-	-	-
Total fund balances	<u>48,620,935</u>	<u>1,505,757</u>	<u>47,391,193</u>	<u>16,963</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 55,371,959</u>	<u>\$ 2,629,066</u>	<u>\$ 52,259,496</u>	<u>\$ 16,963</u>

See accompanying notes to financial statements.

<u>American Rescue Plan</u>	<u>Regional Road</u>	<u>HURF Road</u>	<u>Capital Projects</u>	<u>Capital Projects Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 28,244,989	\$ 9,768,128	\$ 7,783,373	\$ 18,860,554	\$ 2,131	\$ 18,348,377	\$ 123,412,899
-	-	-	-	-	199,598	1,381,405
-	-	-	-	-	460,713	460,713
-	1,595	19,405	3,815	-	460,258	1,583,343
-	-	385,942	-	-	463,492	3,359,640
-	1,894,810	1,598,366	706,772	-	3,137,758	19,342,195
-	-	375,650	-	-	-	532,571
792,002	342	1,026	457	-	195,572	1,658,586
-	-	-	-	-	-	52,251,257
<u>\$ 29,036,991</u>	<u>\$ 11,664,875</u>	<u>\$ 10,163,762</u>	<u>\$ 19,571,598</u>	<u>\$ 2,131</u>	<u>\$ 23,265,768</u>	<u>\$ 203,982,609</u>
\$ -	\$ 253,769	\$ 1,652,915	\$ 518,809	\$ -	\$ 1,333,705	\$ 8,742,350
-	17,562	392,771	223	-	1,447,530	6,647,124
-	245,861	32,390	16,498	-	929,932	3,359,640
<u>29,066,748</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,066,748</u>
<u>29,066,748</u>	<u>517,192</u>	<u>2,078,076</u>	<u>535,530</u>	<u>-</u>	<u>3,711,167</u>	<u>47,815,862</u>
-	-	-	-	-	136,839	972,326
-	-	-	-	-	460,712	460,712
-	-	-	-	-	597,551	1,433,038
792,002	342	376,676	457	-	195,572	2,191,157
-	-	7,709,010	-	2,131	18,246,193	74,863,008
-	11,147,341	-	19,035,611	-	1,147,270	31,330,222
<u>(821,759)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(631,985)</u>	<u>46,349,322</u>
<u>(29,757)</u>	<u>11,147,683</u>	<u>8,085,686</u>	<u>19,036,068</u>	<u>2,131</u>	<u>18,957,050</u>	<u>154,733,709</u>
<u>\$ 29,036,991</u>	<u>\$ 11,664,875</u>	<u>\$ 10,163,762</u>	<u>\$ 19,571,598</u>	<u>\$ 2,131</u>	<u>\$ 23,265,768</u>	<u>\$ 203,982,609</u>

Yavapai County
 Reconciliation of the Governmental Funds Balance Sheet
 to the Government-wide Statement of Net Position
 June 30, 2021

Fund balances - total governmental funds		\$ 154,733,709
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
Capital assets used in governmental activities in the statement are not financial resources and, therefore, are not reported in funds.		284,856,569
Some receivables are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds.		1,433,038
Long-term liabilities, such as net pension liabilities and bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.		
Revenue bonds issued	(12,393,000)	
Special assessment debt	(895,000)	
Pledged revenue obligation	(55,445,000)	
Unamortized obligation premium	(8,345,224)	
Accrued interest payable	(32,487)	
Net pension liabilities	(193,046,893)	
Landfill closure and postclosure care costs payable	(725,857)	
Compensated absences payable	(10,376,523)	
Claims and judgments payable	<u>(906,855)</u>	(282,166,839)
Deferred outflows and inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.		<u>42,706,317</u>
Net position of governmental activities		<u>\$ 201,562,794</u>

See accompanying notes to financial statements.

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Yavapai County
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2021

	General	Jail District	Jail Construction	Jail Debt Service	American Rescue Plan
Revenues:					
Property taxes	\$ 57,777,113	\$ -	\$ -	\$ -	\$ -
County sales taxes	11,698,487	12,629,771	-	-	-
Special assessments	-	-	-	-	-
Licenses and permits	4,228,897	-	-	-	-
Intergovernmental	64,925,180	96,047	-	-	3,182,823
Charges for services	3,870,484	887,473	-	-	-
Fines and forfeits	2,641,332	-	-	-	-
Investment income	78,141	(135)	19,296	8	(29,757)
Miscellaneous	1,046,656	29,195	-	-	-
Total revenues	146,266,290	13,642,351	19,296	8	3,153,066
Expenditures:					
Current:					
General government	59,404,457	-	19,270	-	3,182,823
Public safety	35,105,939	19,571,898	-	-	-
Highways and streets	-	-	-	-	-
Sanitation	1,855,392	-	-	-	-
Health	-	-	-	-	-
Welfare	11,368,721	-	-	-	-
Culture and recreation	94,763	-	-	-	-
Education	832,275	-	-	-	-
Debt service:					
Principal retirement	-	-	-	1,605,000	-
Interest and fiscal charges	-	-	-	2,687,638	-
Capital expenditures	251,319	-	15,334,507	-	-
Total expenditures	108,912,866	19,571,898	15,353,777	4,292,638	3,182,823
Excess (deficiency) of revenues over (under) expenditures	37,353,424	(5,929,547)	(15,334,481)	(4,292,630)	(29,757)
Other financing sources (uses):					
Sale of capital assets	256,355	-	-	-	-
Transfers in	1,266,573	11,746,321	-	4,309,593	-
Transfers out	(16,704,711)	(4,309,593)	-	-	-
Total other financing sources (uses)	(15,181,783)	7,436,728	-	4,309,593	-
Net changes in fund balances	22,171,641	1,507,181	(15,334,481)	16,963	(29,757)
Fund Balances, July 1, 2020	26,449,294	(1,424)	62,725,674	-	-
Fund Balances, June 30, 2021	\$ 48,620,935	\$ 1,505,757	\$ 47,391,193	\$ 16,963	\$ (29,757)

See accompanying notes to financial statements.

Regional Road	HURF Road	Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 10,282,351	\$ 68,059,464
10,104,010	-	3,789,004	-	-	38,221,272
-	-	-	-	174,065	174,065
870,400	-	-	-	760,590	5,859,887
75,465	19,929,217	-	-	26,301,609	114,510,341
-	-	-	-	8,988,172	13,746,129
-	-	-	-	563,781	3,205,113
24,857	9,919	52,438	-	70,472	225,239
109,082	145,777	-	-	7,106,195	8,436,905
<u>11,183,814</u>	<u>20,084,913</u>	<u>3,841,442</u>	<u>-</u>	<u>54,247,235</u>	<u>252,438,415</u>
-	-	544	-	13,063,260	75,670,354
-	-	-	-	14,945,532	69,623,369
2,024,633	12,963,802	-	-	758,527	15,746,962
-	-	-	-	388,190	2,243,582
-	-	-	-	18,294,659	18,294,659
-	-	-	-	-	11,368,721
-	-	-	-	3,983	98,746
-	-	-	-	3,792,715	4,624,990
-	-	-	1,628,000	175,000	3,408,000
-	-	-	283,171	65,980	3,036,789
<u>7,523,226</u>	<u>3,488,224</u>	<u>4,355,352</u>	<u>-</u>	<u>650,550</u>	<u>31,603,178</u>
<u>9,547,859</u>	<u>16,452,026</u>	<u>4,355,896</u>	<u>1,911,171</u>	<u>52,138,396</u>	<u>235,719,350</u>
1,635,955	3,632,887	(514,454)	(1,911,171)	2,108,839	16,719,065
-	428,469	-	-	-	684,824
-	-	4,331,927	1,911,171	1,560,616	25,126,201
-	-	(1,911,171)	-	(2,200,726)	(25,126,201)
<u>-</u>	<u>428,469</u>	<u>2,420,756</u>	<u>1,911,171</u>	<u>(640,110)</u>	<u>684,824</u>
1,635,955	4,061,356	1,906,302	-	1,468,729	17,403,889
<u>9,511,728</u>	<u>4,024,330</u>	<u>17,129,766</u>	<u>2,131</u>	<u>17,488,321</u>	<u>137,329,820</u>
<u>\$ 11,147,683</u>	<u>\$ 8,085,686</u>	<u>\$ 19,036,068</u>	<u>\$ 2,131</u>	<u>\$ 18,957,050</u>	<u>\$ 154,733,709</u>

Yavapai County
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and
Changes in Fund Balances to the Government-wide Statement of Activities
Year Ended June 30, 2021

Net change in fund balances - total governmental funds \$ 17,403,889

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.

Capital outlay	31,603,178	
Depreciation expense	<u>(18,419,827)</u>	13,183,351

In the Statement of Activities, only the gain/loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the book value of the capital assets sold. (2,030,818)

Some revenues reported in the Statement of Activities do not represent the collection of current financial resources and therefore are not reported as revenues in the governmental funds. (234,748)

County pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the County's report date. Pension expense, which is the change in net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

County pension contributions	20,630,435	
Pension expense	(21,462,998)	
State's non-employer pension contributions	<u>152,928</u>	(679,635)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of the principal of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of 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.

Principal repaid on revenue refinancing obligation	1,628,000	
Principal repaid on bonds	175,000	
Principal repaid from Jail district pledged revenue obligations	1,605,000	
Amortization of bond premium	<u>439,222</u>	3,847,222

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available resources. In the Statement of Activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when the financial resources are available.

Increase in compensated absences	(634,902)	
Decrease in claims and judgments	86,493	
Increase in interest payables	166,821	
Decrease in landfill closure and postclosure costs	<u>6,683</u>	<u>(374,905)</u>

Changes in net position of governmental activities \$ 31,114,356

See accompanying notes to financial statements.

Yavapai County
Statement of Fiduciary Net Position - Fiduciary Funds
June 30, 2021

	Custodial Funds		
	Private-Purpose Trust Funds	External Investment Pool	Other
Assets			
Cash and cash equivalents	\$ 729,865	\$ 124,320,803	\$ 8,933,625
Property tax receivable for other governments	-	-	5,162,868
Interest receivable	-	80,264	-
Total assets	\$ 729,865	\$ 124,401,067	\$ 14,096,493
Liabilities			
Due to other governments	\$ -	\$ -	\$ 701,569
Total liabilities	-	-	701,569
Net position			
Restricted for:			
Pooled participants	-	124,401,067	-
Individuals, organizations, and other governments	729,865	-	13,394,924
Total net position	\$ 729,865	\$ 124,401,067	\$ 13,394,924

See accompanying notes to financial statements.

Yavapai County
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2021

	Private-Purpose Trust Funds	Custodial funds	
		External Investment Pool	Other
Additions			
Contributions from pool participants	\$ -	\$ 439,124,987	\$ -
Contributions from members	-	-	31,971,145
Property tax collections for other governments	-	-	213,816,690
Fines and fees collected for other governments	-	-	12,473,049
Investment earnings	-	656,745	5,778
Inmate collections	-	-	2,011,691
Other	1,225,814	-	8,471,805
Total additions	<u>1,225,814</u>	<u>439,781,732</u>	<u>268,750,158</u>
Deductions			
Distributions to pool participants	-	430,122,654	-
Benefit claims and expenses	-	-	29,347,559
Property tax distributions to other governments	-	-	214,582,962
Fines and fees distributions to other governments	-	-	12,713,600
Payments to inmates	-	-	1,978,726
Other	1,341,495	-	12,219,933
Total deductions	<u>1,341,495</u>	<u>430,122,654</u>	<u>270,842,780</u>
Change in fiduciary net position	(115,681)	9,659,078	(2,092,622)
Net position, July 1, 2020, as restated	<u>845,546</u>	<u>114,741,989</u>	<u>15,487,546</u>
Net position, June 30, 2021	<u>\$ 729,865</u>	<u>\$ 124,401,067</u>	<u>\$ 13,394,924</u>

See accompanying notes to financial statements.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Note 1 – Summary of significant accounting policies

Yavapai County’s accounting policies conform to generally accepted accounting principles applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB).

For the year ended June 30, 2021, the County implemented the provisions of GASB Statement No. 84, Fiduciary Activities, which establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes. As a result, the County’s fiduciary fund financial statements have been modified to reflect the implementation of this new guidance, including reclassifying activities previously reported in agency funds to custodial or governmental funds, as applicable.

A. Reporting entity

The County is a general purpose local government that a separately elected board of supervisors governs. The accompanying financial statements present the activities of the County (the primary government) and its component units.

Component units are legally separate entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are so intertwined with the County that they are in substance part of the County’s operations. Therefore, data from these units is combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the County. Each blended component unit discussed below has a June 30 year-end. The County has no discretely presented component units.

The following table describes the county’s component units:

Component unit	Description; criteria for inclusion	Reporting method	For separate financial statements
Yavapai County Flood Control District	A tax-levying district that provides flood control systems; the County’s Board of Supervisors serves as the board of directors and has operational responsibility	Blended	Not available
Yavapai County Library District	Provides and maintains library services for the County’s residents; the County’s Board of Supervisors serves as the board of directors and has operational responsibility	Blended	Not available
Yavapai County Special Assessment Districts	Constructs or improves sidewalks, curbs and gutters, irrigation systems, and street lighting within the County; the County’s Board of Supervisors serves as the board of directors and has operational responsibility	Blended	Not available
Yavapai County Jail District	A tax-levying district that acquires, constructs, operates, maintains, and finances county jails and jail systems; the County’s Board of Supervisors serves as the governing board and has operational responsibility	Blended	Not available

Yavapai County
Notes to the Financial Statements
June 30, 2021

Related Organizations – The United States Department of Agriculture deeded property to Yavapai County on February 6, 1957 to be used exclusively as a public airport facility. The property shall automatically revert to the United States in the event the property ceases to be used as a public airport facility. The Sedona-Oak Creek Airport Authority (Airport Authority) was created for the purpose of developing and promoting transportation and commerce by air in the State of Arizona, and in particular the development, promotion, and operation of air transportation facilities and air commerce in and around the Sedona area. In 1971, the Airport Authority entered into a 60-year lease with Yavapai County to manage and operate the Sedona Airport facility, which is owned by the County. The Airport Authority is governed by a 13 member Board of Directors approved by the County’s Board of Supervisors. However, the Airport Authority’s operations are completely separate from the County, and the County is not financially accountable for the Airport Authority. Therefore, based on the criterion of GASB Statement Nos. 14, 39, 61, and 80 the financial activities of the Airport Authority have not been included in the accompanying financial statements.

The Industrial Development Authority of Yavapai County (Authority) is a legally separate entity that was created to assist in the financing of commercial and industrial enterprises; safe, sanitary, and affordable housing; and healthcare facilities. The Authority fulfills its function through the issuance of tax exempt or taxable revenue bonds. The County’s Board of Supervisors appoints the Authority’s Board of Directors. The Authority’s operations are completely separate from the County and the County is not financially accountable for the Authority. Therefore, based on the criterion of GASB Statements Nos. 14, 39, 61, and 80, the financial activities of the Authority have not been included in the accompanying financial statements.

B. Basis of presentation

The basic financial statements include both government-wide statements and fund financial statements. The government-wide statements focus on the County as a whole, while the fund financial statements focus on major funds. Fiduciary funds are only reported in the statements of fiduciary net position and changes in fiduciary net position. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the information’s usefulness.

Government-wide statements—Provide information about the primary government (the County) and its component units. The statements include a statement of net position and a statement of activities. These statements report the overall government’s financial activities, except for fiduciary activities. Governmental activities generally are financed through taxes and intergovernmental revenues.

A statement of activities presents a comparison between direct expenses and program revenues for each function of the County’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The County does not allocate indirect expenses to programs or functions. Program revenues include:

- charges to customers or applicants for goods, services, or privileges provided;
- operating grants and contributions; and
- capital grants and contributions, including special assessments.

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes the County levies or imposes, are reported as general revenues.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double counting of internal activities. However, charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

Fund financial statements—Provide information about the County’s funds, including fiduciary funds and blended component units. Separate statements are presented for the governmental and fiduciary fund categories. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Fiduciary funds are aggregated and reported by fund type.

The County reports the following major governmental funds;

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

The *Jail District Fund* accounts for County jail operations and is funded by a ¼ cent County sales tax.

The *Jail Construction Fund* accounts for construction of the new Yavapai County Justice Center.

The *Jail District Debt Service Fund* accounts for the resources accumulated and payments made on the pledged revenue obligation for the construction of the new Yavapai County Justice Center.

The *American Rescue Plan Fund* accounts for the resources of the Emergency Rental Assistance Program and the State and Local Fiscal Recovery Funds authorized by the American Rescue Plan Act of 2021 to mitigate the fiscal effects stemming from the public health emergency with respect to the Coronavirus Disease (COVID-19).

The *Regional Road Fund* accounts for road construction and maintenance of major regional roads and is funded by a portion of the ½ cent County sales tax and impact fees.

The *HURF Road Fund* accounts for road maintenance and construction of nonmajor roads and is funded primarily by highway user revenue.

The *Capital Projects Fund* accounts for major capital projects and is funded by a portion of the ½ cent County sales tax.

The *Capital Projects Debt Service Fund* accounts for the resources accumulated and payments made on the revenue refunding obligation for the construction of court and juvenile detention buildings.

The County also reports the following fund types:

The *Fiduciary Funds* consists of private-purpose trust funds, which account for assets the County’s Public Fiduciary holds in trust for the benefit of various parties; and custodial funds, which account for other fiduciary activities, including pooled and non-pooled assets the County Treasurer holds and invests on behalf of other governmental entities that are not held in trust and the County Treasurer’s receipt and distribution of taxes for other governmental entities.

Yavapai County
Notes to the Financial Statements
June 30, 2021

C. Basis of accounting

The government-wide and fiduciary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenue in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

Under the terms of grant agreements, the County funds certain programs by a combination of grants and general revenues. Therefore, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. The County applies grant resources, except for PILT, to such programs before using general revenues.

Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. The County's major revenue sources that are susceptible to accrual are property taxes, special assessments, intergovernmental, charges for services, and investment earnings. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, compensated absences, and landfill closure and postclosure care costs, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

D. Cash and investments

All investments are stated at fair value.

E. Inventories

Inventories in the government-wide financial statements are recorded as assets when purchased and expensed when consumed. These inventories are stated at cost using the moving average method.

The County accounts for its inventories in the governmental funds using the consumption method. Inventories of the governmental funds consist of expendable supplies which are recorded as expenditures when consumed rather than when purchased. Amounts on hand at year end are shown on the balance sheet as an asset and as nonspendable fund balance to indicate that they do not constitute "available spendable resources." These inventories are stated at cost using the moving average method.

F. Prepaid items

In the government-wide financial statements, prepaid purchases are recorded as assets when the goods or services are purchased and expensed over the period consumed.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Prepaid items are accounted for using the consumption method in the governmental fund financial statements. Using this method, prepaid purchases are recorded as assets when the goods or services are purchased and expensed over the period consumed. Amounts at year-end are reported on the balance sheet as an asset and as nonspendable fund balance to indicate that they do not constitute “available spendable resources.”

G. Property tax calendar

The County levies real and personal property taxes on or before the third Monday in August that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

A lien assessed against real and personal property attaches on the first day of January preceding assessment and levy.

H. Capital assets

Capital assets are reported at actual cost (or estimated historical cost if historical records are not available). Donated assets are reported at acquisition value.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets are as follows:

	Capitalization threshold	Depreciation method	Estimated useful life
Land (including right of ways and easements)	\$10,000	N/A	N/A
Buildings	10,000	Straight-line	20-40 years
Equipment	5,000	Straight-line	5-15 years
Infrastructure	10,000	Straight-line	10-75 years
Software	10,000	Straight-line	3-5 years
Construction in progress	10,000	N/A	N/A

I. Deferred outflows and inflows of resources

The statement of net position and balance sheet include separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods that will be recognized as an expense in future periods. Deferred inflows of resources represent an acquisition of net position or fund balance that applies to future periods and will be recognized as a revenue in future periods.

Yavapai County
Notes to the Financial Statements
June 30, 2021

J. Pensions

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

K. Fund balance classifications

The governmental funds' fund balances are reported separately within classifications based on a hierarchy of the constraints placed on those resources' use. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, and unrestricted, which includes committed, assigned, and unassigned fund balance classifications.

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form, such as inventories, or are legally or contractually required to be maintained intact. Restricted fund balances are those that have externally imposed restrictions on their usage by creditors (such as through debt covenants), grantors, contributors, or laws and regulations.

The unrestricted fund balance category is composed of committed, assigned, and unassigned resources. Committed fund balances are self-imposed limitations that the County's Board of Supervisors approved, which is the highest level of decision-making authority within the County. The Board can, by approval of an agenda item at a public meeting prior to the end of the fiscal year, commit fund balance. Only the Board can remove or change the constraints placed on committed fund balances, by approval of an agenda item to remove or revise the limitation. Approval of an agenda item by the Board is the highest level action that constitutes the most binding constraint.

Assigned fund balances are resources constrained by the County's intent to be used for specific purposes, but that are neither restricted nor committed. The Board of Supervisors has not delegated authority to make assignments of resources for a specific purpose.

The unassigned fund balance is the residual classification for the General fund and includes all spendable amounts not reported in the other classifications. Also, deficits in fund balances of the other governmental funds are reported as unassigned.

When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, the County will use restricted fund balance first. The County will use committed amounts first when disbursing unrestricted fund balances, followed by assigned amounts, and lastly unassigned amounts.

L. Investment earnings

Investment earnings is composed of interest, dividends, and net change in the fair value of applicable investments.

Yavapai County
Notes to the Financial Statements
June 30, 2021

M. Compensated absences

Compensated absences payable consists of paid time off (PTO) leave employees earned based on services already rendered.

Employees may accumulate up to 764 hours of PTO, depending on years of service, but they forfeit any unused PTO hours in excess of the maximum amount each pay period. Upon terminating employment, the County pays all unused and unforfeited PTO benefits to employees. Accordingly, PTO benefits are accrued as a liability in the government-wide financial statements. A liability for these amounts is reported in the governmental funds' financial statements only if they have matured, for example, as a result of employee resignations and retirements by fiscal year-end.

Beginning on July 1, 2017, employees may accumulate up to 40 hours of sick leave per calendar year. Unused sick leave hours will be carried over from one year to the next. There is no maximum accrual limit for sick leave. Because sick leave benefits do not vest with employees, a liability for sick leave benefits is not accrued in the financial statements.

Prior to July 1, 2017, employees could accumulate up to 520 hours of catastrophic time (CAT) leave. CAT leave accruals were suspended but any unused CAT leave is available for use. CAT leave may be used in the case of illness or injury suffered by an employee or employee's immediate family, but only after using at least forty hours of consecutive sick leave or PTO. CAT leave benefits are cumulative, but employees forfeit them upon terminating employment. Because CAT leave benefits do not vest with employees, a liability for CAT leave benefits is not accrued in the financial statements.

Note 2: Change in Accounting Principle and Correction of Misstatement – Prior Period Adjustment

Net position as of July 1, 2020, has been restated for the implementation of GASB Statement No. 84, *Fiduciary Activities* and for the correction of a prior period accounting error in recording fiduciary activities in the investment trust and agency funds as follows.

	Investment Trust Funds	Private- Purpose Trust Funds	Custodial funds	
			External Investment Pool	Other
Net position as previously reported at June 30, 2020	\$ 127,769,729	\$ -	\$ -	\$ -
Prior period adjustment - implementation of GASB 84:				
Reclassification of investment pools	(127,769,729)	-	123,960,072	3,809,657
Reclassification of agency fund activities	-	845,546	-	4,655,221
Recognition of receivable	-	-	-	5,714,825
Prior period adjustment - correction of misstatement				
Cash and cash equivalents	-	-	(9,218,083)	1,307,843
Net position as restated July 1, 2020	<u>\$ -</u>	<u>\$ 845,546</u>	<u>\$ 114,741,989</u>	<u>\$ 15,487,546</u>

Note 3 – Stewardship, compliance, and accountability

Deficit fund balance—At June 30, 2021, the Finance and airport development nonmajor governmental funds reported deficit fund balances of \$6,435 and \$43,114, respectively.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Note 4 – Deposits and investments

Arizona Revised Statutes (A.R.S.) authorize the County to invest public monies in the State Treasurer’s investment pool; obligations issued or guaranteed by the United States or any of the senior debt of its agencies, sponsored agencies, corporations, sponsored corporations, or instrumentalities; specified state and local government bonds, notes and other evidences of indebtedness; interest-earning investments such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; specified commercial paper issued by corporations organized and doing business in the United States; specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars; and certain open-end and closed-end mutual funds, including exchange traded funds. In addition, the County Treasurer may invest trust funds in certain fixed income securities of corporations doing business in the United States or District of Columbia.

Credit risk

Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top two ratings by a nationally recognized rating agency.
2. Specified bonds, debentures, notes and other evidence of indebtedness that are denominated in United States dollars must be rated “A” or better, at the time of purchase, by at least two nationally recognized rating agencies.
3. Fixed income securities must carry one of the two highest ratings by Moody’s investors service and Standard and Poor’s rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

Custodial credit risk

Statutes require collateral for deposits at 102 percent of all deposits federal depository insurance does not cover.

Concentration of credit risk

Statutes do not include any requirements for concentration of credit risk.

Interest rate risk

Statutes require that public monies invested in securities and deposits have a maximum maturity of 5 years. The maximum maturity for investments in repurchase agreements is 180 days.

Foreign currency risk

Statutes do not allow foreign investments unless the investment is denominated in United States dollars.

Deposits—At June 30, 2021, the carrying amount of the County’s deposits was \$18,177,714, and the bank balance was \$23,972,500. The County does not have a formal policy with respect to custodial credit risk. At June 30, 2021, \$3,565,767 of the county’s bank balance was uninsured and uncollateralized.

Investments—The County’s investments at June 30, 2021, categorized within the fair value hierarchy established by generally accepted accounting principles, were as follows:

Yavapai County
Notes to the Financial Statements
June 30, 2021

	Amount	Fair value measurement using Quoted prices in active markets for identical assets (Level 1)
Investments by fair value level		
U.S. agency securities	\$ 13,127,468	\$ 13,127,468
Money market funds – held by trustee	52,251,257	52,251,257
Total investments by fair value level	65,378,725	\$ 65,378,725
External investment pools measured at fair value		
State Treasurer’s investment pools	226,049,235	
Total investments	\$291,427,960	

Investments categorized as Level 1 are valued using prices quoted in active markets for those investments. Investments in the State Treasurer’s investment pools are valued at the pool’s share price multiplied by the number of shares the County held. The fair value of a participant’s position in the pools approximates the value of that participant’s pool shares. The State Board of Investment provides oversight for the State Treasurer’s investments pools.

Credit risk—The County does not have a formal investment policy with respect to credit risk. At June 30, 2021, credit risk for the County’s investments was as follows:

Investment type	Rating	Rating agency	Amount
State Treasurer’s Investment Pool 7	Unrated	N/A	170,984,539
State Treasurer’s Investment Pool 500	Unrated	N/A	45,071,345
State Treasurer’s Investment Pool 700	Unrated	N/A	9,993,351
U.S. agency securities	Aaa	Moody’s	13,127,468
Money market funds - held by trustee	Aaa-mf	Moody’s	52,251,257
			\$291,427,960

Yavapai County
Notes to the Financial Statements
June 30, 2021

Interest rate risk—The County does not have a formal policy regarding interest rate risk. At June 30, 2021, the County had the following investments in debt securities:

Investment Type	Amount	Weighted Average Maturity (Years)
State Treasurer's Investment Pool 7	170,984,539	.15
State Treasurer's Investment Pool 500	45,071,345	2.39
State Treasurer's Investment Pool 700	9,993,351	2.68
U.S. agency securities	13,127,468	1.02
Money market funds – held by trustee	52,251,257	.05
	<u>\$291,427,960</u>	

A reconciliation of cash, deposits, and investments to amounts shown on the Statements of Net Position follows:

Cash, deposits, and investments:	
Cash on hand	\$ 42,775
Amount of deposits	18,177,714
Amount of investments	<u>291,427,960</u>
Total	<u><u>\$ 309,648,449</u></u>

	Custodial Fund				Total
	Governmental Activities	Private Purpose Trust Funds	External Investment Pool	Other	
Cash and cash equivalents	\$ 123,412,899	\$729,865	\$124,320,803	\$ 8,933,625	\$257,397,192
Cash and cash equivalents – held by trustee, restricted	52,251,257	-	-	-	52,251,257
Total	<u>\$175,664,156</u>	<u>\$729,865</u>	<u>\$124,320,803</u>	<u>\$ 8,933,625</u>	<u>\$309,648,449</u>

Note 5 – Due from other governments

Amounts due from other governments for governmental activities at June 30, 2021, are as follows:

	General	Jail District	Regional Road	HURF Road	Capital Projects	Other Governmental Funds	Total
State-shared revenue from sales tax	\$ 6,668,812	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,668,812
State-shared revenue from highway user taxes	-	-	-	1,389,711	-	-	1,389,711
County excise tax distributions	2,097,411	2,330,456	1,864,366	-	699,137	-	6,991,370
State motor vehicle license taxes	538,808	-	-	184,587	-	-	723,395
Other intergovernmental receivables	<u>253,120</u>	<u>115,882</u>	<u>30,444</u>	<u>24,068</u>	<u>7,635</u>	<u>3,137,758</u>	<u>3,568,907</u>
Due from other governments	<u><u>\$ 9,558,151</u></u>	<u><u>\$ 2,446,338</u></u>	<u><u>\$ 1,894,810</u></u>	<u><u>\$ 1,598,366</u></u>	<u><u>\$ 706,772</u></u>	<u><u>\$ 3,137,758</u></u>	<u><u>\$ 19,342,195</u></u>

Yavapai County
Notes to the Financial Statements
June 30, 2021

Note 6 – Capital assets

Capital asset activity for the year ended June 30, 2021, was as follows:

	Balance July 1, 2020	Increases	Decreases	Balance June 30, 2021
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 64,450,110	\$ 27,832	\$ -	\$ 64,477,942
Construction in progress	8,581,222	29,021,844	(17,415,560)	20,187,506
Total capital assets not being depreciated	<u>73,031,332</u>	<u>29,049,676</u>	<u>(17,415,560)</u>	<u>84,665,448</u>
Capital assets being depreciated:				
Buildings	112,824,140	3,598,517	-	116,422,657
Equipment	57,287,167	3,179,014	(2,348,551)	58,117,630
Infrastructure	391,658,689	11,281,880	-	402,940,569
Software	6,547,300	-	-	6,547,300
Total	<u>568,317,296</u>	<u>18,059,411</u>	<u>(2,348,551)</u>	<u>584,028,156</u>
Less accumulated depreciation for:				
Buildings	(43,501,640)	(2,906,542)	-	(46,408,182)
Equipment	(39,718,106)	(5,319,540)	2,227,385	(42,810,261)
Infrastructure	(278,705,240)	(9,898,035)	-	(288,603,275)
Software	(5,719,607)	(295,710)	-	(6,015,317)
Total	<u>(367,644,593)</u>	<u>(18,419,827)</u>	<u>2,227,385</u>	<u>(383,837,035)</u>
Total capital assets being depreciated, net	<u>200,672,703</u>	<u>(360,416)</u>	<u>(121,166)</u>	<u>200,191,121</u>
Governmental activities capital assets, net	<u>\$273,704,035</u>	<u>\$ 28,689,260</u>	<u>\$ (17,536,726)</u>	<u>\$284,856,569</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 4,478,345
Public safety	2,207,660
Highways and streets	11,301,241
Sanitation	160,145
Health	178,977
Culture and recreation	7,527
Education	85,932
Total governmental activities depreciation expense	<u>\$ 18,419,827</u>

Note 7 - Construction commitments

The County had major contractual commitments related to various capital projects at June 30, 2021, for the construction of road, airport and building improvements and a criminal justice facility. At June 30, 2021, the County had spent \$17,957,305 on these projects and had remaining contractual commitments with contractors of \$55,859,188. The road improvement projects are being funded by the County's excise tax out of the Regional Road Fund. The airport improvement project is being funded by a grant out of the Airport Development Fund. The building improvement is being funded by the County's excise tax out of the Capital Projects Fund. The Yavapai County Justice Center is being funded by the County's excise tax out of the Jail Fund and the County's excise tax out of the Capital Projects Fund and the pledged revenue obligations out of the Jail Construction Fund.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Note 8 – Long-term liabilities

The following schedule details the County’s long-term liability and obligation activity for the year ended June 30, 2021:

	Balance July 1, 2020	Additions	Reductions	Balance June 30, 2021	Due within 1 year
Governmental Activities:					
Revenue refunding obligation	\$ 14,021,000	\$ -	\$(1,628,000)	\$ 12,393,000	\$ 1,662,000
Special assessment debt	1,070,000	-	(175,000)	895,000	175,000
Jail District pledged revenue obligations	57,050,000	-	(1,605,000)	55,445,000	1,860,000
Unamortized obligation premium	8,784,446	-	(439,222)	8,345,224	439,222
Net pension liabilities	172,421,308	20,625,585	-	193,046,893	82,575
Landfill closure and postclosure care cost payable	732,540	12,767	(19,450)	725,857	19,273
Compensated absences payable	9,741,621	6,926,403	(6,291,501)	10,376,523	3,916,715
Claims and judgments payable	993,348	758,819	(845,312)	906,855	641,274
Total governmental activities long-term liabilities	<u>\$264,814,263</u>	<u>\$ 28,323,574</u>	<u>\$(11,003,485)</u>	<u>\$282,134,352</u>	<u>\$ 8,796,059</u>

Revenue refunding obligations

On October 17, 2017, the County entered into a revenue refunding obligation in the amount of \$16,978,000 at an average interest rate of 2.08%, with interest payable semiannually. The County has pledged the County general excise tax revenues and the state shared tax revenues to repay the obligation. The total principal and interest remaining on the obligation is \$13,381,010, payable through May 2028. Annual principal and interest payments are expected to require 6% of pledged revenues. Principal payments were \$1,628,000 and interest payments were \$283,171 for the current year. County general excise tax revenues were \$25,260,026 and the net state shared tax revenues were \$30,519,393.

The following schedule details debt service requirements to maturity for the County’s revenue bonds payable at June 30, 2021:

Year ending June 30	Principal	Interest
2022	\$ 1,662,000	\$ 249,132
2023	1,697,000	214,386
2024	1,733,000	178,890
2025	1,769,000	142,657
2026	1,806,000	105,674
2027-2028	3,726,000	97,271
Total	<u>\$ 12,393,000</u>	<u>\$ 988,010</u>

Yavapai County
Notes to the Financial Statements
June 30, 2021

Special assessment debt

Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. Bond proceeds were used to finance construction in these districts. These bonds are generally callable with interest payable semiannually. The total principal and interest remaining on the bonds is \$1,139,207, payable through January 2030. Annual principal and interest payments on the bonds are expected to require 100% of pledged revenues. Principal and interest paid for the current year were \$239,821 and the special assessments were \$460,712.

The following special assessment districts had debt outstanding at June 30, 2021:

Description	Original Amount Issued	Maturity Ranges	Interest Rates	Outstanding Principal June 30, 2021
Coyote Springs Road Improvement	\$ 1,552,000	1/1/21-1/1/22	6.40%	\$ 80,000
Poquito Valley Road Improvement	1,857,000	1/1/22-1/1/30	6.625%	815,000
Total				<u>\$ 895,000</u>

The following schedule details debt service requirements to maturity for the County's special assessment debt payable at June 30, 2021:

Year ending June 30	Principal	Interest
2022	\$ 175,000	\$ 53,407
2023	90,000	44,719
2024	90,000	38,756
2025	90,000	32,794
2026	90,000	26,831
2027-2030	360,000	47,700
Total	<u>\$ 895,000</u>	<u>\$ 244,207</u>

Pledged revenue obligation

On June 4, 2020, the County entered into a pledged revenue obligation in the amount of \$57,050,000 at an average interest rate of 4.237%, with interest payable semiannually for the purpose of constructing a new jail facility. The County has pledged the Jail District excise tax revenues and the County's maintenance of effort payment to repay the obligation. The total principal and interest remaining on the obligation is \$81,912,350, payable through July 2040. Annual principal and interest payments are expected to require 24% of pledged revenues. Principal payments were \$1,605,000 and interest payments for the current year were \$2,687,638. Jail District excise tax revenues were \$12,629,771 and the maintenance of effort payments were \$7,436,728.

Yavapai County
Notes to the Financial Statements
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The following schedule details debt service requirements to maturity for the County's pledged revenue obligation payable at June 30, 2021:

Year ending June 30	Principal	Interest
2022	\$ 1,860,000	\$ 2,451,700
2023	1,955,000	2,358,700
2024	2,050,000	2,260,950
2025	2,155,000	2,158,450
2026	2,260,000	2,050,700
2027-2031	13,110,000	8,441,250
2032-2036	16,405,000	5,150,000
2037-2040	15,650,000	1,595,600
Total	\$ 55,445,000	\$ 26,467,350

Landfill closure and postclosure care costs

State and federal laws and regulations require the County to place final covers on its seven landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. Although closure and postclosure care costs will not be paid until near or after the dates that the landfills stop accepting waste, the County reports a portion of these closure and postclosure care costs in each period that the County operates the landfills. These costs will be paid from the Landfill/Environment special revenue fund.

The amount recognized each year is based on landfill capacity used at the end of each fiscal year. All seven County landfills stopped accepting waste and were closed prior to June 30, 2018. As of June 30, 2018, the County wrote off remaining landfill closure and postclosure care costs for four of its landfills since the County's attorneys determined that there was no longer any obligation on the part of the County to maintain postclosure financial assurances on those landfills. As of June 30, 2021, the landfill closure and postclosure care liability of \$725,857 represents the cumulative amount of costs remaining on these three remaining closed landfills, which is net of expenditures incurred to date. This amount is based on what it would cost to perform all closure and postclosure care in fiscal year 2021 and has been adjusted for changes in estimates during the fiscal year. The actual cost may be higher due to inflation, changes in technology, or changes in regulations.

According to state and federal laws and regulations, the County must comply with the local government financial test requirements that ensure that the County can meet the costs of landfill closure, postclosure, and corrective action when needed. The County is in compliance with these requirements.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Insurance claims

The County provides health benefits to its employees and their dependents through the Yavapai Combined Trust, currently composed of four members. The Trust provides benefits up to \$250,000 per individual per plan year through a self-funding agreement with its participants and purchases commercial insurance to cover claims in excess of this limit. The Trust does not provide any postemployment benefits. An independent administrator provides the trust with claim and recordkeeping services. The County is responsible for paying the premiums and requires its employees to contribute for dependent coverage. The County is not liable for claims in excess of coverage limits and cannot be assessed retroactive premium adjustments. If it withdraws from the Trust, the County would be responsible for its proportional share of any claims run-out costs, which exceed Trust Fund reserves established for the incurred but not reported claims liability. If the Trust were to terminate, the County would be responsible for its proportional share of any Trust deficit.

Compensated absences and claims and judgments

Compensated absences are paid from various funds in the same proportion that those funds pay payroll costs. Claims and judgments are generally paid from the fund that accounts for the activity that gave rise to the claim. During fiscal year 2021, the County paid for compensated absences as follows: 60 percent from the General Fund, 17 percent from major funds, and 23 percent from other funds. The County paid for claims and judgments from the General Fund.

Yavapai County
Notes to the Financial Statements
June 30, 2021

Note 9 - Fund balance classifications of the governmental funds

The fund balance classifications of the governmental funds as of June 30, 2021, were as follows:

	General	Jail District	Jail Construction	Jail Debt Service	American Rescue Plan
Fund balances:					
Nonspendable:					
Inventories	\$ 156,921	\$ -	\$ -	\$ -	\$ -
Prepaid items	660,948	-	8,239	-	792,002
Total nonspendable	<u>817,869</u>	<u>-</u>	<u>8,239</u>	<u>-</u>	<u>792,002</u>
Restricted for:					
Social services	-	-	-	-	-
Law enforcement	-	1,505,757	-	-	-
Flood control	-	-	-	-	-
Roadway construction and maintenance	-	-	-	-	-
Landfill and other sanitation	-	-	-	-	-
Public health care and clinical services	-	-	-	-	-
Public parks	-	-	-	-	-
School services	-	-	-	-	-
Debt service	-	-	-	16,963	-
Capital construction	-	-	47,382,954	-	-
Total restricted	<u>-</u>	<u>1,505,757</u>	<u>47,382,954</u>	<u>16,963</u>	<u>-</u>
Committed to:					
Social services	-	-	-	-	-
Probation services	-	-	-	-	-
Roadway construction and maintenance	-	-	-	-	-
Public health care and clinical services	-	-	-	-	-
School services	-	-	-	-	-
Capital construction	-	-	-	-	-
Total committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unassigned	47,803,066	-	-	-	(821,759)
Total fund balances	<u>\$ 48,620,935</u>	<u>\$ 1,505,757</u>	<u>\$ 47,391,193</u>	<u>\$ 16,963</u>	<u>\$ (29,757)</u>

Yavapai County
Notes to Financial Statements
June 30, 2021

Regional Road	HURF Road	Capital Projects	Capital Projects Debt	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 375,650	\$ -	\$ -	\$ -	\$ 532,571
342	1,026	457	-	195,572	1,658,586
<u>342</u>	<u>376,676</u>	<u>457</u>	<u>-</u>	<u>195,572</u>	<u>2,191,157</u>
-	-	-	-	6,126,286	6,126,286
-	-	-	-	3,036,958	4,542,715
-	-	-	-	1,572,031	1,572,031
-	7,709,010	-	-	41,483	7,750,493
-	-	-	-	823,623	823,623
-	-	-	-	4,260,478	4,260,478
-	-	-	-	2,020	2,020
-	-	-	-	1,417,799	1,417,799
-	-	-	2,131	914,483	933,577
-	-	-	-	51,032	47,433,986
<u>-</u>	<u>7,709,010</u>	<u>-</u>	<u>2,131</u>	<u>18,246,193</u>	<u>74,863,008</u>
-	-	-	-	10,276	10,276
-	-	-	-	12,540	12,540
11,147,341	-	-	-	-	11,147,341
-	-	-	-	1,075,218	1,075,218
-	-	-	-	49,236	49,236
-	-	19,035,611	-	-	19,035,611
<u>11,147,341</u>	<u>-</u>	<u>19,035,611</u>	<u>-</u>	<u>1,147,270</u>	<u>31,330,222</u>
-	-	-	-	(631,985)	46,349,322
<u>\$ 11,147,683</u>	<u>\$ 8,085,686</u>	<u>\$19,036,068</u>	<u>\$ 2,131</u>	<u>\$ 18,957,050</u>	<u>\$ 154,733,709</u>

Yavapai County
Notes to Financial Statements
June 30, 2021

Note 10 – Risk management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the County joined and is covered by three public entity risk pools: the Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool which are described below, and the Yavapai Combined Trust, which is described on page 53.

The Arizona Counties Property and Casualty Pool is a public entity risk pool currently composed of 13 member counties. The pool provides member counties catastrophic loss coverage for risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; cyber security; and natural disasters; and provides risk management services. Such coverage includes all defense costs as well as the amount of any judgment or settlement. The County is responsible for paying a premium based on its exposure in relation to the exposure of the other participants, and a deductible of \$25,000 per occurrence for property claims and \$75,000 per occurrence for liability claims. The County is also responsible for any payments in excess of the maximum coverage of \$300 million per occurrence for property claims and \$15 million per occurrence for liability claims. However, lower limits apply to certain categories of losses. A county must participate in the pool at least three years after becoming a member; however, it may withdraw after the initial 3-year period.

The Arizona Counties Workers' Compensation Pool is a public entity risk pool currently composed of 13 member counties. The pool provides member counties with workers' compensation coverage, as law requires, and risk management services. The County is responsible for paying a premium, based on an experience-rating formula that allocates pool expenditures and liabilities among the members.

The Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool receive independent audits annually and an audit by the Arizona Department of Insurance every five years. Both pools accrue liabilities for losses that have been incurred but not reported. These liabilities are determined annually based on an independent actuarial valuation. If a pool were to become insolvent, the County would be assessed an additional contribution.

Yavapai County
Notes to Financial Statements
June 30, 2021

Note 11 - Pensions

The County contributes to the plans described below. The plans are component units of the State of Arizona.

At June 30, 2021, the County reported the following aggregate amounts related to pensions for all plans to which it contributes:

Statement of net position and statement of activities	Governmental activities
Net pension liability	\$193,046,893
Deferred outflows of resources related to pensions	44,696,745
Deferred inflows of resources related to pensions	1,990,428
Pension expense	21,462,998

The County's accrued payroll and employee benefits includes \$628,707 of outstanding pension contribution amounts payable to all pension plans for the year ended June 30, 2021. Also, the County reported \$20,630,435 of pension contributions as expenditures in the governmental funds related to all pension plans to which it contributes.

A. Arizona State Retirement System

Plan description—County employees not covered by the other pension plans described below participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 2. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its website at www.azasrs.gov.

Benefits provided—The ASRS provides retirement and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

ASRS	Retirement	
	Initial membership date:	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years, age 62 5 years, age 50* any years, age 65	30 years, age 55 25 years, age 60 10 years, age 62 5 years, age 50* any years, age 65
Final average salary is based on	Highest 36 consecutive months of last 120 months	Highest 60 consecutive months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*With actuarially reduced benefits.

Yavapai County
Notes to Financial Statements
June 30, 2021

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earnings. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the retirement benefit option chosen determines the survivor benefit. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Contributions—In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2021, statute required active ASRS members to contribute at the actuarially determined rate of 12.04 percent for retirement of the members' annual covered payroll, and statute required the County to contribute at the actuarially determined rate of 11.65 percent of the active members' annual covered payroll.

In addition, the County was required by statute to contribute at the actuarially determined rate of 10.14 percent for retirement of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the ASRS would typically fill. The County's contributions to the pension plan for the year ended June 30, 2021, were \$6,950,695.

During fiscal year 2021, the County paid for ASRS pension contributions as follows: 61.3 percent from the General Fund, 11.6 percent from major funds, and 27.1 percent from other funds.

Liability—At June 30, 2021, the County reported a liability of \$91,056,061 for its proportionate share of the ASRS' net pension liability. The net liability was measured as of June 30, 2020. The total liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2019, to the measurement date of June 30, 2020.

The County's proportion of the net liability was based on the County's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The County's proportion measured as of June 30, 2020, was 0.5255 percent, which was an increase of 0.0064 from its proportion measured as of June 30, 2019.

Expense – For the year ended June 30, 2021, the County recognized pension expense of \$8,728,120.

Yavapai County
Notes to Financial Statements
June 30, 2021

Deferred outflows/inflows of resources – At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

ASRS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 823,760	\$ -
Net difference between projected and actual earnings on pension plan investments	8,782,464	-
Changes in proportion and differences between county contributions and proportionate share of contributions	632,954	1,084,955
County contributions subsequent to the measurement date	<u>6,950,695</u>	<u>-</u>
Total	<u><u>\$ 17,189,873</u></u>	<u><u>\$ 1,084,955</u></u>

The amount reported as deferred outflows of resources related to ASRS pensions resulting from county contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized as pension expenses as follows:

<u>Year ending June 30</u>	
2022	\$ 269,351
2023	2,991,791
2024	3,176,711
2025	2,716,370

Actuarial assumptions—The significant actuarial assumptions used to measure the total pension liability are as follows:

ASRS	
Actuarial valuation date	June 30, 2019
Actuarial roll forward date	June 30, 2020
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Projected salary increases	2.7–7.2%
Inflation	2.3%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP

Yavapai County
Notes to Financial Statements
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Actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on ASRS pension plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

ASRS	Asset class	Target allocation	Long-term expected geometric real rate of return
	Equity	50%	6.39%
	Fixed income - credit	20%	5.44%
	Fixed income – interest rate sensitive	10%	.22%
	Real estate	20%	5.85%
	Total	<u>100%</u>	

Discount rate—The discount rate used to measure the ASRS total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the ASRS net pension liability to changes in the discount rate—The following table presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5 percent) or 1 percentage point higher (8.5 percent) than the current rate:

ASRS	1% Decrease (6.5%)	Current discount rate (7.5%)	1% Increase (8.5%)
County’s proportionate share of the net pension liability	\$124,517,927	\$91,056,061	\$63,083,659

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

Yavapai County
Notes to Financial Statements
June 30, 2021

B. Public Safety Personnel Retirement System and Corrections Officer

Retirement Plan

Plan descriptions—County sheriff employees and county attorney investigators who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS) or employees who became members on or after July 1, 2017, may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). As of June 30, 2020, the County had no employees participating in the PSPDCRP, therefore it is not further disclosed. The PSPRS administers agent and cost-sharing multiple-employer defined benefit pension plans. A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plan (PSPRS Tier 3 Risk Pool) which is not further disclosed because of its relative insignificance to the County's financial statements.

County detention officers, county dispatchers, and Administrative Office of the Courts (AOC) probation, surveillance, and juvenile detention officers participate in the Corrections Officer Retirement Plan (CORP). The CORP administers an agent multiple-employer defined benefit pension plan for county detention officers and dispatchers (agent plans), which were closed to new members as of July 1, 2018, and a cost-sharing multiple-employer defined benefit pension plan for AOC officers (cost-sharing plan). Employees who were CORP members before July 1, 2018 participate in CORP, and AOC probation and surveillance officers who became members on or after July 1, 2018 participate in CORP.

The PSPRS Board of Trustees and the participating local boards govern CORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 6.

The PSPRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPRS and CORP plans. The report is available on the PSPRS website at www.psprs.com.

Benefits provided—The PSPRS and CORP provide retirement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

Yavapai County
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PSPRS	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2017
Retirement and disability		
Years of service and age required to receive benefit	20 years of service, any age 15 years of service, age 62	25 years of service or 15 years of credited service, age 52.5
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years
Benefit percent		
Normal retirement	50% less 2.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.5 % to 2.5% per year of credited service, not to exceed 80%
Accidental disability retirement	50% or normal retirement, whichever is greater	
Catastrophic disability retirement	90% for the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater	
Ordinary disability retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20	
Survivor benefit		
Retired members	80% to 100% of retired member's pension benefit	
Active members	80% to 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job	

Yavapai County
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CORP	Initial membership date:		
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2018	AOC probation and Surveillance officers: On or after July 1, 2018
Retirement and disability			
Years of service and age required to receive benefit	Sum of years and age equals 80 25 years, any age (dispatchers) 20 years, any age (all others) 10 years, age 62	25 years, age 52.5 10 years, age 62	10 years, age 52.5* 10 or more years, age 55
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years	
Benefit percent			
Normal retirement	2.0% to 2.5% per year of credited service, not to exceed 80%	2.5% per year of credited service, not to exceed 80%	1.25% to 2.25% per year of credited service, not to exceed 80%
Accidental disability retirement	50% or normal retirement if more than 20 years of credited service	50% or normal retirement if more than 25 years of credited service	
Total and permanent disability retirement	50% or normal retirement if more than 25 years of credited service		
Ordinary disability retirement	2.5% per year of credited service		
Survivor benefit			
Retired members	80% of retired member's pension benefit		
Active members	40% of average monthly compensation or 100% of average monthly compensation if death was the result of injuries received on the job. If there is no surviving spouse or eligible children, the beneficiary is entitled to 2 times the member's contributions.		

*With actuarially reduced benefits

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

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Notes to Financial Statements
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Employees covered by benefit terms—At June 30, 2021, the following employees were covered by the agent pension plans’ benefit terms:

	PSPRS Sheriff	PSPRS Attorney Investigators	CORP Detention	CORP Dispatchers
Inactive employees or beneficiaries currently receiving benefits	83	2	49	3
Inactive employees entitled to but not yet receiving benefits	45	-	154	1
Active employees	88	-	108	1
Total	216	2	311	5

Contributions —State statutes establish the pension contribution requirements for active PSPRS and CORP employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS and CORP pension plans. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contributions rates for the year ended June 30, 2021, are indicated below. Rates are a percentage of active members’ annual covered payroll.

	Active member— pension	County—pension
PSPRS Sheriff	7.65%-11.65%	55.53%
CORP Detention	8.41	21.6
CORP Dispatchers	7.96	65.41
CORP AOC	8.41 or 10.18	33.58 or 32.79

In addition, statute required the County to contribute at the actuarially determined rate indicated below of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the PSPRS or CORP would typically fill.

	Pension
PSPRS Sheriff	44.10%
CORP Detention	14.79%
CORP Dispatchers	64.77%
CORP AOC	27.84%

Yavapai County
Notes to Financial Statements
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The County's contributions to the plans for the year ended June 30, 2021, were:

	Pension
PSPRS Sheriff	\$ 8,424,763
PSPRS Attorney Investigators	111,227
CORP Detention	1,743,781
CORP Dispatchers	48,619
CORP AOC	2,126,627

During the fiscal year 2021, the County paid for PSPRS and CORP pension contributions as follows: 76.1 percent from the general fund, 13.7 percent from major funds, and 10.2 percent from other funds.

Liability—At June 30, 2021, the County reported the following net pension liabilities:

	Net pension liability
PSPRS Sheriff	\$40,148,737
PSPRS Attorney Investigators	1,079,197
CORP Detention	15,050,716
CORP Dispatchers	561,937
CORP AOC (County's proportionate share)	26,694,940

The net liabilities were measured as of June 30, 2020, and the total liability used to calculate the net liability was determined by an actuarial valuation as of that date.

Actuarial assumptions – The significant actuarial assumptions used to measure the total pension liability are as follows:

PSPRS and CORP—Pension

Actuarial valuation date	June 30, 2020
Actuarial cost method	Entry age normal
Investment rate of return	7.3%
Wage inflation	3.5%
Price inflation	2.5%
Cost of living adjustment	1.75%
Mortality rates	PubS-2010 tables

Actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2017.

Yavapai County
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The long-term expected rate of return on PSPRS and CORP pension plan investments was determined to be 7.3 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

PSPRS and CORP Asset class	Target allocation	Long-term expected geometric real rate of return
U.S. public equity	23%	4.93%
International public equity	15%	6.09%
Global private equity	18%	8.42%
Other assets (capital appreciation)	7%	5.61%
Core bonds	2%	0.22%
Private credit	22%	5.31%
Diversifying strategies	12%	3.22%
Cash - Mellon	1%	-0.60%
Total	<u>100%</u>	

Discount rates—At June 30, 2020, the discount rate used to measure the PSPRS and CORP total pension liabilities was 7.3 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rates and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate. Based on these assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Yavapai County
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Changes in the net pension liability

PSPRS Sheriff	Increase (decrease)		
	Total pension liability (a)	Plan fiduciary net position (b)	Net pension liability (a) – (b)
Balances at June 30, 2020	\$73,118,218	\$32,720,825	\$ 40,397,393
Adjustment to beginning of year	-	2	(2)
Changes for the year:			
Service cost	1,161,157	-	1,161,157
Interest on the total liability	5,279,871	-	5,279,871
Differences between expected and actual experience in the measurement of the liability	1,988,859	-	1,988,859
Contributions—employer	-	7,670,226	(7,670,226)
Contributions—employee	-	589,244	(589,244)
Net investment income	-	456,269	(456,269)
Benefit payments, including refunds of employee contributions	(3,904,748)	(3,904,748)	-
Administrative expense	-	(37,198)	37,198
Net changes	4,525,139	4,773,795	(248,656)
Balances at June 30, 2021	<u>\$77,643,357</u>	<u>\$37,494,620</u>	<u>\$ 40,148,737</u>

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PSPRS Attorney Investigators	Increase (decrease)		
	Total pension liability (a)	Plan fiduciary net position (b)	Net pension liability (a) – (b)
Balances at June 30, 2020	\$ 1,120,131	\$ 25,358	\$ 1,094,773
Changes for the year:			
Interest on the total pension liability	78,803	-	78,803
Differences between expected and actual experience in the measurement of the pension liability	5,573	-	5,573
Contributions-employer	-	99,208	(99,208)
Net investment income	-	810	(810)
Benefit payments, including refunds of employee contributions	(81,275)	(81,275)	-
Administrative expense	-	(66)	66
Net changes	3,101	18,677	(15,576)
Balances at June 30, 2021	\$ 1,123,232	\$ 44,035	\$ 1,079,197

CORP - Detention	Increase (decrease)		
	Total pension liability (a)	Plan fiduciary net position (b)	Net pension liability (a) – (b)
Balances at June 30, 2020	\$30,241,455	\$16,624,663	\$13,616,792
Changes for the year:			
Service cost	919,871	-	919,871
Interest on the total pension liability	2,230,120	-	2,230,120
Differences between expected and actual experience in the measurement of the pension liability	887,063	-	887,063
Contributions—employer	-	1,704,806	(1,704,806)
Contributions—employee	-	478,612	(478,612)
Net investment income	-	457,451	(457,451)
Benefit payments, including refunds of employee contributions	(1,223,462)	(1,223,462)	-
Administrative expense	-	(17,705)	17,705
Other changes	-	(20,034)	20,034
Net changes	2,813,592	1,379,668	1,433,924
Balances at June 30, 2021	\$33,055,047	\$18,004,331	\$15,050,716

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CORP - Dispatchers	Increase (decrease)		
	Total pension liability (a)	Plan fiduciary net position (b)	Net pension liability (a) – (b)
Balances at June 30, 2020	\$ 1,205,863	\$ 751,106	\$ 454,757
Changes for the year:			
Service cost	6,959	-	6,959
Interest on the total pension liability	86,192	-	86,192
Differences between expected and actual experience in the measurement of the pension liability	60,154	-	60,154
Contributions—employer	-	19,153	(19,153)
Contributions—employee	-	5,642	(5,642)
Net investment income	-	22,189	(22,189)
Benefit payments, including refunds of employee contributions	(64,219)	(64,219)	-
Administrative expense	-	(859)	859
Net changes	89,086	(18,094)	107,180
Balances at June 30, 2021	\$ 1,294,949	\$ 733,012	\$ 561,937

The County's proportion of the CORP AOC net pension liability was based on the County's actual contributions to the plans relative to the total of all participating counties' actual contributions for the year ended June 30, 2020. The County's proportion measured as of June 30, 2020, was 5.5886 percent which was an increase of 0.11831 from its proportion measured as of June 30, 2019.

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Sensitivity of the County’s net pension liability to changes in the discount rate—The following table presents the County’s net pension liabilities calculated using the discount rate of 7.3 percent, as well as what the County’s net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.3 percent) or 1 percentage point higher (8.3 percent) than the current rate:

	1% Decrease (6.3%)	Current discount rate (7.3%)	1% Increase (8.3%)
PSPRS Sheriff			
Net pension liability	\$ 50,617,411	\$ 40,148,737	\$ 31,631,643
PSPRS Attorney Investigators			
Net pension liability	\$ 1,203,600	\$ 1,079,197	\$ 975,233
CORP Detention			
Net pension liability	\$ 19,886,884	\$ 15,050,716	\$ 11,144,847
CORP Dispatchers			
Net pension liability	\$ 750,270	\$ 561,937	\$ 408,511
CORP AOC			
County’s proportionate share of the net pension liability	\$ 33,911,161	\$ 26,694,940	\$ 20,800,190

Pension plan fiduciary net position—Detailed information about the pension plans’ fiduciary net position is available in the separately issued PSPRS and CORP financial reports.

Expense—For the year ended June 30, 2021, the County recognized the following pension expense:

	Pension expense
PSPRS Sheriff	\$6,629,489
PSPRS Attorney Investigators	76,409
CORP Detention	2,310,334
CORP Dispatchers	65,820
CORP AOC (County’s proportionate share)	3,797,826

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Deferred outflows/inflows of resources—At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

PSPRS Sheriff	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 2,682,970	\$ 4,221
Changes of assumptions or other inputs	1,301,872	-
Net difference between projected and actual earnings on pension plan investments	1,951,769	-
County contributions subsequent to the measurement date	8,424,763	
Total	\$ 14,361,374	\$ 4,221
PSPRS Attorney Investigators	Deferred outflows of resources	Deferred inflows of resources
Earnings on pension plan investments	\$ -	\$ 858
County contributions subsequent to the measurement date	111,227	-
Total	\$ 111,227	\$ 858
CORP Detention	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 642,007	\$ 32,945
Changes of assumptions	500,910	-
Net difference between projected and actual earnings on pension plan investments	727,731	-
County contributions subsequent to the measurement date	1,743,781	-
Total	\$ 3,614,429	\$ 32,945

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CORP Dispatchers	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 40,839	\$ 39,331
Changes of assumptions or other inputs	25,977	-
Net difference between projected and actual earnings on pension plan investments	29,018	-
County contributions subsequent to the measurement date	48,619	-
Total	<u><u>\$ 144,453</u></u>	<u><u>\$ 39,331</u></u>

CORP AOC	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 2,780,447	\$ 317,534
Changes in proportion and differences between county contributions and proportionate share of contributions	772,225	438,732
Changes of assumptions or other inputs	858,488	-
Net difference between projected and actual earnings on pension plan investments	1,157,234	-
County contributions subsequent to the measurement date	2,126,627	-
Total	<u><u>\$ 7,695,021</u></u>	<u><u>\$ 756,266</u></u>

The amounts reported as deferred outflows of resources related to pensions resulting from county contributions subsequent to the measurement date will be recognized as a reduction of the net liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	PSPRS				
	PSPRS Sheriff	Attorney Investigators	CORP Detention	CORP Dispatchers	CORP AOC
Year ending					
June 30					
2022	\$2,543,439	\$ (1,647)	\$ 719,234	\$ 10,375	\$ 1,492,689
2023	1,934,649	220	741,592	30,533	1,326,967
2024	1,036,314	230	218,769	9,361	1,287,098
2025	417,988	339	158,108	6,234	705,368

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C. Elected Officials Retirement Plan

Plan description—Elected officials and judges participate in the Elected Officials Retirement Plan (EORP), ASRS, or the Elected Officials Defined Contribution Retirement System (EODCRS). EORP administers a cost-sharing multiple-employer defined benefit pension plan for elected officials and judges who were members of the plan on December 31, 2013. The EORP pension plan was closed to new members as of January 1, 2014. The PSPRS Board of Trustees governs the EORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 3. The PSPRS issues a publicly available financial report that includes its financial statements and required supplementary information for the EORP plan. The report is available on PSPRS’s website at www.psprs.com.

Benefits provided—The EORP provides retirement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average yearly compensation, and service credit as follows:

EORP	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012
Retirement and disability		
Years of service and age required to receive benefit	20 years, any age 10 years, age 62 5 years, age 65 5 years, any age* any years and age if disabled	10 years, age 62 5 years, age 65 any years and age if disabled
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years
Benefit percent		
Normal retirement	4% per year of service, not to exceed 80%	3% per year of service, not to exceed 75%
Disability retirement	80% with 10 or more years of service 40% with 5 to 10 years of service 20% with less than 5 years of service	75% with 10 or more years of service 37.5% with 5 to 10 years of service 18.75% with less than 5 years of service
Survivor benefit		
Retired members	75% of retired member’s benefit	50% of retired member’s benefit
Active members and other inactive members	75% of disability retirement benefit	50% of disability retirement benefit

* With reduced benefits of 0.25% for each month early retirement precedes the member’s normal retirement age, with a maximum reduction of 30%.

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Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. In addition, the Legislature may enact permanent one-time benefit increases after a Joint Legislative Budget Committee analysis of the increase's effects on the plan.

Contributions—State statutes establish active member and employer contribution requirements. Statute also appropriates \$5 million annually through fiscal year 2043 for the EORP from the State of Arizona to supplement the normal cost plus an amount to amortize the unfunded accrued liability and designates a portion of certain court fees for the EORP. For the year ended June 30, 2021, statute required active EORP members to contribute 7 or 13 percent of the members' annual covered payroll and the County to contribute the actuarially determined rate of 61.43 percent of all active EORP members' annual covered payroll. Also, statute required the County to contribute 49.39 percent to EORP of the annual covered payroll of elected officials and judges who were ASRS members and 55.43 percent to EORP of the annual covered payroll of elected officials and judges who were EODCRS members, in addition to the County's required contributions to ASRS and EODCRS for these elected officials and judges. In addition, statute required the County to contribute 39.72 percent of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the EORP would typically fill. The County's contributions to the pension plan for the year ended June 30, 2021, were \$1,224,723.

During fiscal year 2021, the County paid for EORP pension contributions as follows: 92.2 percent from the General Fund, 2.4 percent from major funds, and 5.4 percent from other funds.

Liability—At June 30, 2021, the County reported a liability for its proportionate share of the EORP's net pension liability that reflected a reduction for the County's proportionate share of the State's appropriation for EORP. The amount the County recognized as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the County were as follows:

County's proportionate share of the EORP net pension liability	\$ 18,455,305
State's proportionate share of the EORP net pension liability associated with the County	<u>1,754,030</u>
Total	<u><u>\$ 20,209,335</u></u>

The net liability was measured as of June 30, 2020, and the total pension liability used to calculate the net liability was determined by an actuarial valuation as of that date.

The County's proportion of the net pension liability was based on the County's required contributions to the pension plan relative to the total of all participating employers' required contributions for the year ended June 30, 2020. The County's proportion measured as of June 30, 2020 was 2.7343 percent, which was a decrease of 0.0171 from its proportion measured as of June 30, 2019.

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Expense—For the year ended June 30, 2021, the County recognized pension expense for EORP of \$145,000 and revenue of \$152,928 for the County’s proportionate share of the State’s appropriation to EORP and the designated court fees.

Deferred outflows/inflows of resources—At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

EORP	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ -	\$ 15,147
Net difference between projected and actual earnings on pension plan investments	355,650	-
Changes in proportion and differences between county contributions and proportionate share of contributions	-	56,705
County contributions subsequent to the measurement date	1,224,723	-
Total	\$ 1,580,373	\$ 71,852

The amounts reported as deferred outflows of resources related to EORP pensions resulting from county contributions subsequent to the measurement date will be recognized as a reduction of the net liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to EORP pensions will be recognized in pension expense as follows:

Year ending June 30	
2022	\$ (23,319)
2023	114,623
2024	112,141
2025	80,173

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Actuarial assumptions—The significant actuarial assumptions used to measure the total pension liability are as follows:

EORP—Pension

Actuarial valuation date	June 30, 2020
Actuarial cost method	Entry age normal
Investment rate of return	7.3%
Wage inflation	3.75%
Price inflation	2.5%
Cost-of-living adjustment	1.75%
Mortality rates	PubG-2010 tables

Actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2017.

The long-term expected rate of return on EORP pension plan investments was determined to be 7.3 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric rates of return for each major asset class are summarized in the following table:

EORP Asset class	Target allocation	Long-term expected geometric real rate of return
U.S. public equity	23%	4.93%
International public equity	15%	6.09%
Global private equity	18%	8.42%
Other assets (capital appreciation)	7%	5.61%
Core bonds	2%	0.22%
Private credit	22%	5.31%
Diversifying strategies	12%	3.22%
Cash - Mellon	1%	-0.60%
Total	100%	

Discount rate—At June 30, 2020, the discount rate used to measure the EORP total pension liability was 7.3 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate, employer contributions will be made at the actuarially determined rate, and state contributions will be made as currently required by statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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Sensitivity of the County’s proportionate share of the EORP net pension liability to changes in the discount rate—The following table presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.3 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.3 percent) or 1 percentage point higher (8.3 percent) than the current rate:

EORP	1% Decrease (6.3%)	Current discount rate (7.3%)	1% Increase (8.3%)
County’s proportionate share of the net pension liability	\$21,053,660	\$18,455,305	\$16,233,635

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

EODCRS plan—Elected officials and judges who are not members of EORP or ASRS participate in the EODCRS. The EODCRS is a defined contribution pension plan. The PSPRS Board of Trustees governs the EODCRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 3.1. Benefit terms, including contribution requirements, are established by state statute.

For the year ended June 30, 2021, active EODCRS members were required by statute to contribute 8 percent of the members’ annual covered payroll, and the County was required by statute to contribute 6 percent of active members’ annual covered payroll to an individual employee account. Employees are immediately vested in their own contributions and the County’s contributions to the individual employee account and the earnings on those contributions. For the year ended June 30, 2021, the County recognized pension expense of \$41,105.

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Note 12 - Interfund balances and activity

Interfund receivables and payables—Interfund balances at June 30, 2021, were as follows:

	Payable to				Total
	General Fund	Jail District Fund	HURF Road Fund	Nonmajor Governmental Funds	
Payable from					
General Fund	\$ -	\$ 54,302	\$ 55,550	\$ 63,522	\$ 173,374
Jail District Fund	16,402	-	-	-	16,402
Jail Construction Fund	1,935,544	-	9,639	-	1,945,183
Regional Road Fund	-	-	245,861	-	245,861
HURF Road Fund	32,390	-	-	-	32,390
Capital Projects	15,964	-	534	-	16,498
Nonmajor Governmental Funds	455,304	300	74,358	399,970	929,932
Total	\$2,455,604	\$ 54,602	\$ 385,942	\$ 463,492	\$3,359,640

The interfund balances resulted from time lags between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All interfund balances are expected to be paid in one year.

Interfund transfers—Interfund transfers for the year ended June 30, 2021, were as follows:

	Transfer To						
	General Fund	Jail District Fund	Jail Debt Service Fund	Capital Projects Fund	Capital Projects Debt Service Fund	Nonmajor Governmental Funds	Total
Transfer from							
General Fund	\$ -	\$11,746,321	\$ -	\$ 4,331,927	\$ -	\$ 626,463	\$ 16,704,711
Jail District Fund	-	-	4,309,593	-	-	-	4,309,593
Capital Projects Fund	-	-	-	-	1,911,171	-	1,911,171
Nonmajor Governmental Funds	1,266,573	-	-	-	-	934,153	2,200,726
Total	\$ 1,266,573	\$ 11,746,321	\$ 4,309,593	\$ 4,331,927	\$ 1,911,171	\$ 1,560,616	\$25,126,201

Transfers are used to move the maintenance of effort required by A.R.S. §48-4024 from the General Fund to the Jail District Fund, move funds from the General Fund to the Health Care Fund (Nonmajor Governmental Funds) to subsidize public health initiatives, move receipts restricted to debt service from the Capital Projects Fund to the Capital Projects Debt Service Fund as debt service payments become due, and use unrestricted revenues collected in one fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Yavapai County
Notes to Financial Statements
June 30, 2021

Note 13 - County Treasurer's investment pool

Arizona Revised Statutes require community colleges, school districts, and other local governments to deposit certain public monies with the County Treasurer. The Treasurer has a fiduciary responsibility to administer those and the County's monies under the Treasurer's stewardship. The Treasurer invests, on a pool basis, all idle monies not specifically invested for a fund or program. In addition, the Treasurer determines the fair value of those pooled investments annually at June 30.

The County Treasurer's investment pool is not registered with the Securities and Exchange Commission as an investment company, and there is no regulatory oversight of its operations. The pool's structure does not provide for shares, and the County has not provided or obtained any legally binding guarantees to support the value of the participants' investments. The Treasurer allocates interest earnings to each of the pool's participants.

The deposits and investments the County holds are included in the County Treasurer's investment pool, except for \$42,775 of cash on hand and \$8,255,533 of deposits and \$52,251,257 held with trustee. Therefore, the deposit and investment risks of the Treasurer's investment pool are substantially the same as the County's deposit and investment risks. See Note 4 for disclosure of the County's deposit and investment risks.

Details of each major investment classification follow:

Investment type	Principal	Interest rates	Maturities	Fair value
State Treasurer's Investment Pool 7	170,982,993	None stated	None stated	170,984,539
State Treasurer's Investment Pool 500	45,106,759	None stated	None stated	45,071,345
State Treasurer's Investment Pool 700	10,004,804	None stated	None stated	9,993,351
U.S. agency securities	13,059,229	0.3-3.0%	10/6/20-2/10/23	13,127,468

Yavapai County
Notes to Financial Statements
June 30, 2021

A condensed statement of the investment pool's net position and changes in net position follows:

Statement of fiduciary net position

Assets	\$249,054,885
Liabilities	-
Net Position	<u>\$249,054,885</u>

Net position held for:

Internal participants	\$124,653,818
External participants	<u>124,401,067</u>
Total net position	<u>\$249,054,885</u>

Statement of changes in fiduciary net position

Total additions	\$786,965,407
Total deductions	<u>(728,916,882)</u>
Net increase	58,048,525
Net position:	
July 1, 2020, as restated	<u>191,006,360</u>
June 30, 2021	<u>\$249,054,885</u>

REQUIRED SUPPLEMENTARY INFORMATION



Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 57,950,989	\$ 57,950,989	\$ 57,777,113	\$ (173,876)
County sales taxes	8,957,218	8,957,218	11,698,487	2,741,269
Licenses and permits	2,730,000	2,730,000	4,228,897	1,498,897
Intergovernmental	41,051,150	41,051,150	64,925,180	23,874,030
Charges for services	2,620,000	2,620,000	3,870,484	1,250,484
Fines and forfeits	2,805,000	2,805,000	2,641,332	(163,668)
Investment earnings	120,000	120,000	78,141	(41,859)
Miscellaneous	400,000	400,000	1,046,656	646,656
Total revenues	<u>116,634,357</u>	<u>116,634,357</u>	<u>146,266,290</u>	<u>29,631,933</u>
Expenditures:				
General government				
Board of Supervisors	2,093,360	2,127,131	2,049,729	77,402
Human Resources	1,033,983	1,053,072	950,370	102,702
General Services	4,809,842	2,960,434	(112,520)	3,072,954
Elections	1,029,932	1,036,438	859,136	177,302
Public Works	393,144	396,631	228,939	167,692
Facilities	7,890,654	7,987,163	7,269,143	718,020
Development Services	4,879,808	4,984,641	4,927,289	57,352
Fleet	2,546,398	2,567,313	2,239,849	327,464
Medical Examiner	989,517	1,003,163	811,366	191,797
Finance	896,010	913,572	908,503	5,069
Assessor	4,248,624	4,337,427	3,771,276	566,151
County Attorney	8,828,164	9,014,240	8,628,153	386,087
Recorder	1,623,516	1,645,267	1,358,307	286,960
Management Information Systems	6,759,961	6,831,385	5,954,613	876,772
Clerk of the Court	3,426,632	3,491,065	3,281,217	209,848
Treasurer	1,024,422	1,039,745	976,774	62,971
Superior Courts	6,039,440	6,126,253	5,925,538	200,715
Public Defender	6,162,427	6,246,101	5,600,263	645,838
Prescott Justice of the Peace	880,397	897,494	783,845	113,649
Prescott Constable	120,664	120,664	118,138	2,526
Bagdad/Yarnell Justice of the Peace	383,980	387,896	346,248	41,648
Verde Valley Justice of the Peace	686,498	696,021	650,761	45,260
Mayer Justice of the Peace	547,031	554,140	542,611	11,529
Verde Constable	122,255	122,255	119,221	3,034
Mayer Constable	85,768	85,768	82,638	3,130
Seligman Constable	25,403	25,403	23,127	2,276
Bagdad/Yarnell Constable	23,990	23,990	12,091	11,899
Seligman Justice of the Peace	425,903	430,558	407,380	23,178
Geographic Information Systems	748,803	765,133	690,452	74,681
Total General government	<u>68,726,526</u>	<u>67,870,363</u>	<u>59,404,457</u>	<u>8,465,906</u>

(Continued)

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Public safety				
Sheriff	26,615,829	27,030,256	26,444,516	585,740
Adult Probation	4,353,769	4,443,188	4,351,026	92,162
Juvenile Probation	4,471,379	4,560,776	4,310,397	250,379
Total Public safety	<u>35,440,977</u>	<u>36,034,220</u>	<u>35,105,939</u>	<u>928,281</u>
Sanitation				
Solid Waste	1,914,923	1,930,697	1,855,392	75,305
Welfare				
Medical Assistance	11,365,087	11,365,087	10,816,775	548,312
Public Fiduciary	561,658	572,673	551,946	20,727
Total Welfare	<u>11,926,745</u>	<u>11,937,760</u>	<u>11,368,721</u>	<u>569,039</u>
Culture and recreation				
Facilities	118,000	118,000	94,763	23,237
Education				
School Superintendent	768,186	878,691	832,275	46,416
Capital expenditures				
Facilities	2,000	2,000	21,691	(19,691)
Fleet	19,720	19,720	109,987	(90,267)
Superior Courts	-	125,623	119,641	5,982
Total capital expenditures	<u>21,720</u>	<u>147,343</u>	<u>251,319</u>	<u>(103,976)</u>
Total expenditures	<u>118,917,077</u>	<u>118,917,074</u>	<u>108,912,866</u>	<u>10,004,208</u>
Excess (deficiency) of revenues over expenditures	(2,282,720)	(2,282,717)	37,353,424	39,636,141
Other financing sources (uses):				
Sale of capital assets	-	-	256,355	256,355
Transfers in	11,695,089	11,695,089	1,266,573	(10,428,516)
Transfers out	(32,909,377)	(32,909,377)	(16,704,711)	16,204,666
Total other financing sources (uses)	<u>(21,214,288)</u>	<u>(21,214,288)</u>	<u>(15,181,783)</u>	<u>6,032,505</u>
Net change in fund balances	(23,497,008)	(23,497,005)	22,171,641	45,668,646
Fund balances, July 1, 2020	<u>23,497,008</u>	<u>23,497,005</u>	<u>26,449,294</u>	<u>2,952,289</u>
Fund balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,620,935</u>	<u>\$ 48,620,935</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
Jail District Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
County sales taxes	\$ 9,625,004	\$ 9,625,004	\$ 12,629,771	\$ 3,004,767
Intergovernmental	57,500	57,500	96,047	38,547
Charges for services	1,000,000	1,000,000	887,473	(112,527)
Investment earnings	-	-	(135)	(135)
Miscellaneous	-	-	29,195	29,195
Total revenues	<u>10,682,504</u>	<u>10,682,504</u>	<u>13,642,351</u>	<u>2,959,847</u>
Expenditures:				
Public safety				
Sheriff	<u>19,682,212</u>	<u>19,682,212</u>	<u>19,571,898</u>	<u>110,314</u>
Total expenditures	<u>19,682,212</u>	<u>19,682,212</u>	<u>19,571,898</u>	<u>110,314</u>
Excess (deficiency) of revenues over expenditures	(8,999,708)	(8,999,708)	(5,929,547)	3,070,161
Other financing sources (uses):				
Transfers in	13,309,301	13,309,301	11,746,321	(1,562,980)
Transfers out	<u>(4,309,593)</u>	<u>(4,309,593)</u>	<u>(4,309,593)</u>	<u>-</u>
Total other financing sources (uses)	<u>8,999,708</u>	<u>8,999,708</u>	<u>7,436,728</u>	<u>(1,562,980)</u>
Net change in fund balances	-	-	1,507,181	1,507,181
Fund balances, July 1, 2020	-	-	(1,424)	(1,424)
Fund balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,505,757</u>	<u>\$ 1,505,757</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
American Rescue Plan Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 3,182,823	\$ 3,182,823	\$ -
Investment earnings	-	-	(29,757)	(29,757)
Total revenues	<u>-</u>	<u>3,182,823</u>	<u>3,153,066</u>	<u>(29,757)</u>
Expenditures:				
General government				
Board of Supervisors	-	3,182,823	3,182,823	-
Total expenditures	<u>-</u>	<u>3,182,823</u>	<u>3,182,823</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(29,757)	(29,757)
Net change in fund balances	-	-	(29,757)	(29,757)
Fund balances, July 1, 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,757)</u>	<u>\$ (29,757)</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
Regional Road Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
County sales taxes	\$ 7,699,749	\$ 7,699,749	\$ 10,104,010	\$ 2,404,261
Licenses and permits	800,000	800,000	870,400	70,400
Intergovernmental	-	-	75,465	75,465
Investment earnings	100,000	100,000	24,857	(75,143)
Miscellaneous	-	-	109,082	109,082
Total revenues	<u>8,599,749</u>	<u>8,599,749</u>	<u>11,183,814</u>	<u>2,584,065</u>
Expenditures:				
Highways and streets				
Public works	1,244,265	1,244,264	2,024,633	(780,369)
Capital expenditures	<u>11,685,000</u>	<u>11,685,000</u>	<u>7,523,226</u>	<u>4,161,774</u>
Total expenditures	<u>12,929,265</u>	<u>12,929,264</u>	<u>9,547,859</u>	<u>3,381,405</u>
Excess (deficiency) of revenues over expenditures	(4,329,516)	(4,329,515)	1,635,955	5,965,470
Net change in fund balances	(4,329,516)	(4,329,515)	1,635,955	5,965,470
Fund balances, July 1, 2020	<u>4,329,516</u>	<u>4,329,515</u>	<u>9,511,728</u>	<u>5,182,213</u>
Fund balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,147,683</u>	<u>\$ 11,147,683</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
HURF Road Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 14,522,000	14,522,000	19,929,217	5,407,217
Investment earnings	-	-	9,919	9,919
Miscellaneous	300,000	300,000	145,777	(154,223)
Total revenues	<u>14,822,000</u>	<u>14,822,000</u>	<u>20,084,913</u>	<u>5,262,913</u>
Expenditures:				
Highways and streets				
Public works	14,241,896	14,241,896	12,963,802	1,278,094
Capital expenditures	<u>2,540,438</u>	<u>2,540,438</u>	<u>3,488,224</u>	<u>(947,786)</u>
Total expenditures	<u>16,782,334</u>	<u>16,782,334</u>	<u>16,452,026</u>	<u>330,308</u>
Excess (deficiency) of revenues over expenditures	(1,960,334)	(1,960,334)	3,632,887	5,593,221
Other financing sources (uses):				
Sale of capital assets	<u>-</u>	<u>-</u>	<u>428,469</u>	<u>428,469</u>
Net change in fund balances	(1,960,334)	(1,960,334)	4,061,356	6,021,690
Fund balances, July 1, 2020	<u>1,960,334</u>	<u>1,960,334</u>	<u>4,024,330</u>	<u>2,063,996</u>
Fund balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,085,686</u>	<u>\$ 8,085,686</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
Year Ended June 30, 2021

Note 1 – Budgeting and Budgetary Control

Arizona Revised Statutes (A.R.S.) requires the County to prepare and adopt a balanced budget annually for each governmental fund. The Board of Supervisors must approve such operating budgets on or before the third Monday in July to allow sufficient time for the legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August. A.R.S. prohibits expenditures or liabilities in excess of the amounts budgeted.

Expenditures may not legally exceed appropriations at the department level. In certain instances, transfers of appropriations between departments or from the contingency account to a department may be made upon the Board of Supervisors' approval. With the exception of the General Fund, each fund includes only one department.

Note 2 – Budgetary Basis of Accounting

The County's budget is prepared on a basis consistent with generally accepted accounting principles.

Yavapai County
Required Supplementary Information
Schedule of the County's Proportionate Share of the Net Pension Liability
Cost-Sharing Pension Plans
Year Ended June 30, 2021

Arizona State Retirement System	Reporting fiscal year (Measurement data)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
County's proportion of the net pension liability	0.53%	0.52%	0.54%	0.52%	0.52%	0.52%	0.51%	Information not available
County's proportionate share of the net pension liability	\$ 91,056,061	\$ 75,529,269	\$ 75,659,658	\$ 81,382,853	\$ 84,285,098	\$ 81,490,182	\$ 76,184,758	
County's covered payroll	58,076,585	56,307,560	53,219,633	49,690,042	49,335,529	47,907,455	46,058,533	
County's proportionate share of the net pension liability as a percentage of its covered payroll	156.79%	134.14%	142.16%	163.78%	170.84%	170.10%	165.41%	
Plan fiduciary net position as a percentage of the total pension liability	69.33%	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%	
Corrections Officer Retirement plan- Administrative Office of the Courts	Reporting fiscal year (Measurement data)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
County's portion of the net pension liability	5.59%	5.47%	5.68%	5.52%	5.11%	5.07%	5.18%	Information not available
County's proportionate share of the net pension liability	\$ 26,694,940	\$ 23,081,506	\$ 20,450,794	\$ 22,135,375	\$ 14,427,765	\$ 12,320,726	\$ 11,614,215	
County's covered payroll	6,317,831	6,970,579	6,553,044	6,182,464	5,745,164	5,644,640	5,561,218	
County's proportionate share of the net pension liability as a percentage of its covered payroll	422.53%	331.13%	312.08%	358.03%	251.13%	218.27%	208.84%	
Plan fiduciary net position as a percentage of the total pension liability	50.07%	51.99%	53.72%	49.21%	54.81%	57.89%	58.59%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of the County's Proportionate Share of the Net Pension Liability
Cost-Sharing Pension Plans
Year Ended June 30, 2021

Elected Officials Retirement Plan	Reporting fiscal year (Measurement date)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
County's proportion of the net pension liability	2.73%	2.75%	3.15%	2.52%	2.56%	2.29%	2.24%	Information not available
County's proportionate share of the net pension liability	\$ 18,455,305	\$ 18,246,818	\$ 19,878,026	\$ 30,768,721	\$ 24,151,757	\$ 17,920,322	\$ 15,019,310	
State's proportionate share of the net pension liability associated with the County	<u>1,754,030</u>	<u>1,715,013</u>	<u>3,405,971</u>	<u>6,385,906</u>	<u>4,986,713</u>	<u>5,586,811</u>	<u>4,605,060</u>	
Total	\$ 20,209,335	\$ 19,961,831	\$ 23,283,997	\$ 37,154,627	\$ 29,138,470	\$ 23,507,133	\$ 19,624,370	
County's covered payroll	\$ 3,515,721	\$ 2,164,412	\$ 2,263,790	\$ 2,269,833	\$ 2,249,649	\$ 2,076,661	\$ 2,059,739	
County's proportionate share of the net pension liability as a percentage of its covered payroll	524.94%	843.04%	878.09%	1355.55%	1073.58%	862.94%	729.19%	
Plan fiduciary net position as a percentage of the total pension liability	29.80%	30.14%	30.36%	19.66%	23.42%	28.32%	31.91%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of Changes in the County's Net Pension liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2021

PSPRS Sheriff	Reporting fiscal year (Measurement data)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
Total pension liability								Information not available
Service cost	\$ 1,161,157	\$ 1,333,639	\$ 1,378,227	\$ 1,567,192	\$ 1,152,782	\$ 1,239,355	\$ 1,251,087	
Interest on the total pension liability	5,279,871	4,987,451	4,644,058	4,195,115	4,052,963	3,828,510	3,271,983	
Changes of benefit terms	-	-	-	746,072	1,708,705	-	1,079,590	
Difference between expected and actual experience in the measurement of the pension liability	1,988,859	723,788	1,451,567	1,833,831	(1,627,846)	406,046	(943,103)	
Changes of assumptions or other inputs	-	1,857,517	-	2,133,880	2,025,679	-	5,130,666	
Benefit payments, including refunds of employee contributions	<u>(3,904,748)</u>	<u>(3,697,039)</u>	<u>(3,258,822)</u>	<u>(3,859,060)</u>	<u>(2,570,389)</u>	<u>(2,572,307)</u>	<u>(2,817,373)</u>	
Net change in total pension liability	4,525,139	5,205,356	4,215,030	6,617,030	4,741,894	2,901,604	6,972,850	
Total pension liability- beginning	<u>73,118,218</u>	<u>67,912,862</u>	<u>63,697,832</u>	<u>57,080,802</u>	<u>52,338,908</u>	<u>49,437,304</u>	<u>42,464,454</u>	
Total pension liability- ending (a)	\$ 77,643,357	\$ 73,118,218	\$ 67,912,862	\$ 63,697,832	\$ 57,080,802	\$ 52,338,908	\$ 49,437,304	
Plan fiduciary net position								
Contributions - employer	\$ 7,670,226	\$ 3,550,299	\$ 7,822,903	\$ 2,885,038	\$ 2,503,859	\$ 2,010,938	\$ 1,852,166	
Contributions - employee	589,244	490,883	806,488	901,093	832,840	762,569	710,433	
Net investment income	456,269	1,682,471	1,731,712	2,613,926	128,609	773,273	2,549,590	
Benefit payments, including refunds of employee contributions	<u>(3,904,748)</u>	<u>(3,697,039)</u>	<u>(3,258,822)</u>	<u>(3,859,060)</u>	<u>(2,570,389)</u>	<u>(2,572,307)</u>	<u>(2,817,373)</u>	
Administrative expense	<u>(37,198)</u>	<u>(30,238)</u>	<u>(27,056)</u>	<u>(23,529)</u>	<u>(18,906)</u>	<u>(19,247)</u>	<u>(20,534)</u>	
Other changes	<u>2</u>	<u>-</u>	<u>(1,176,000)</u>	<u>17,484</u>	<u>(397,541)</u>	<u>(31,317)</u>	<u>22,682</u>	
Net change in plan fiduciary net position	4,773,795	1,996,376	5,899,225	2,534,952	478,472	923,909	2,296,964	
Plan fiduciary net position- beginning	<u>32,720,825</u>	<u>30,724,449</u>	<u>24,863,087</u>	<u>22,328,135</u>	<u>21,849,663</u>	<u>20,925,754</u>	<u>18,628,790</u>	
Plan fiduciary net position- ending (b)	\$ 37,494,620	\$ 32,720,825	\$ 30,762,312	\$ 24,863,087	\$ 22,328,135	\$ 21,849,663	\$ 20,925,754	
County's net pension liability - ending (a) - (b)	<u>\$ 40,148,737</u>	<u>\$ 40,397,393</u>	<u>\$ 37,150,550</u>	<u>\$ 38,834,745</u>	<u>\$ 34,752,667</u>	<u>\$ 30,489,245</u>	<u>\$ 28,511,550</u>	
Plan fiduciary net position as a percentage of the total pension liability	48.29%	44.75%	45.30%	39.03%	39.12%	41.75%	42.33%	
Covered payroll	\$ 8,039,705	\$ 7,443,154	\$ 8,462,735	\$ 7,440,543	\$ 6,559,961	\$ 6,914,257	\$ 6,750,559	
County's net pension liability as a percentage of covered payroll	499.38%	542.75%	438.99%	521.93%	529.77%	440.96%	422.36%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2021

PSPRS Attorney Investigators	Reporting fiscal year (Measurement data)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
Total pension liability								
Interest on the total pension liability	\$ 78,803	\$ 78,370	\$ 77,769	\$ 50,832	\$ 69,407	\$ 73,958	\$ 61,974	Information not available
Changes of benefit terms	-	-	-	19,011	(116,984)	-	52,666	
Difference between expected and actual experience in the measurement of the pension liability	5,573	8,456	11,489	99,581	(150,161)	(23,931)	5,127	
Changes of assumptions or other inputs	-	14,088	-	(822,394)	231,585	129,272	890,765	
Benefit payments, including refunds of employee contributions	<u>(81,275)</u>	<u>(79,681)</u>	<u>(82,575)</u>	<u>(76,767)</u>	<u>(76,767)</u>	<u>(76,767)</u>	<u>(75,348)</u>	
Net change in total pension liability	3,101	21,233	6,683	(729,737)	(42,920)	102,532	935,184	
Total pension liability-beginning	<u>1,120,131</u>	<u>1,098,898</u>	<u>1,092,215</u>	<u>1,821,952</u>	<u>1,864,872</u>	<u>1,762,340</u>	<u>827,156</u>	
Total pension liability-ending (a)	\$ 1,123,232	\$ 1,120,131	\$ 1,098,898	\$ 1,092,215	\$ 1,821,952	\$ 1,864,872	\$ 1,762,340	
Plan fiduciary net position								
Contributions - employer	\$ 99,208	\$ 91,041	\$ 91,848	\$ 209,201	\$ 93,173	\$ 8,301	\$ -	
Net investment income	810	1,898	649	4,362	(570)	(3,918)	-	
Benefit payments, including refunds of employee contributions	<u>(81,275)</u>	<u>(79,681)</u>	<u>(82,575)</u>	<u>(76,767)</u>	<u>(76,767)</u>	<u>(76,767)</u>	<u>(75,348)</u>	
Administrative expense	(66)	(1,033)	(710)	(439)	(318)	(377)	(3,478)	
Other changes	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2)</u>	<u>(1)</u>	<u>78</u>	<u>-</u>	
Net change in plan fiduciary net position	18,677	12,225	9,212	136,355	15,517	(72,683)	(78,826)	
Plan fiduciary net position-beginning	<u>25,358</u>	<u>13,133</u>	<u>3,921</u>	<u>(132,434)</u>	<u>(147,951)</u>	<u>(75,268)</u>	<u>3,558</u>	
Plan fiduciary net position-ending (b)	\$ 44,035	\$ 25,358	\$ 13,133	\$ 3,921	\$ (132,434)	\$ (147,951)	\$ (75,268)	
County's net pension liability - ending (a) - (b)	<u>\$ 1,079,197</u>	<u>\$ 1,094,773</u>	<u>\$ 1,085,765</u>	<u>\$ 1,088,294</u>	<u>\$ 1,954,386</u>	<u>\$ 2,012,823</u>	<u>\$ 1,837,608</u>	
Plan fiduciary net position as a percentage of the total pension liability	3.92%	2.26%	1.20%	36.00%	-7.27%	-7.93%	54.28%	
Covered payroll	\$ -	\$ 128,805	\$ 124,479	\$ 98,197	\$ 49,988	\$ 44,148	\$ -	
County's net pension liability as a percentage of covered payroll	0.00%	849.95%	872.25%	1108.28%	3909.71%	4559.26%	0.00%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2021

CORP Detention	Reporting fiscal year (Measurement data)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
Total pension liability								
Service cost	\$ 919,871	\$ 1,156,005	\$ 1,280,762	\$ 1,088,733	\$ 988,611	\$ 1,005,903	\$ 938,158	Information not available
Interest on the total pension liability	2,230,120	2,072,038	1,977,134	1,611,298	1,536,381	1,505,127	1,286,356	
Changes of benefit terms	-	-	(1,344,802)	3,307,199	47,154	-	274,603	
Difference between expected and actual experience in the measurement of the pension liability	887,063	12,416	133,487	(183,401)	(378,493)	(832,875)	(54,841)	
Changes of assumptions or other inputs	-	807,122	-	541,916	826,003	-	1,530,233	
Benefit payments, including refunds of employee contributions	(1,223,462)	(1,301,271)	(1,258,176)	(1,197,224)	(1,117,729)	(1,425,008)	(1,017,964)	
Net change in total pension liability	2,813,592	2,746,310	788,405	5,168,521	1,901,927	253,147	2,956,545	
Total pension liability- beginning	<u>30,241,455</u>	<u>27,495,145</u>	<u>26,706,740</u>	<u>21,538,219</u>	<u>19,636,292</u>	<u>19,383,145</u>	<u>16,426,600</u>	
Total pension liability- ending (a)	\$ 33,055,047	\$ 30,241,455	\$ 27,495,145	\$ 26,706,740	\$ 21,538,219	\$ 19,636,292	\$ 19,383,145	
Plan fiduciary net position								
Contributions - employer	\$ 1,704,806	\$ 1,422,973	\$ 1,630,186	\$ 1,021,847	\$ 944,491	\$ 775,798	\$ 797,162	
Contributions - employee	478,612	560,664	610,265	576,373	590,516	558,422	549,792	
Net investment income	457,451	840,087	974,213	1,380,871	68,029	389,607	1,273,246	
Benefit payments, including refunds of employee contributions	(1,223,462)	(1,301,271)	(1,258,176)	(1,197,224)	(1,117,729)	(1,425,008)	(1,017,964)	
Administrative expense	(17,705)	(15,693)	(15,439)	(12,479)	(10,019)	(9,992)	(10,011)	
Other changes	(20,034)	-	(25,195)	(7,486)	159,647	(4,173)	13,459	
Net change in plan fiduciary net position	1,379,668	1,506,760	1,915,854	1,761,902	634,935	284,654	1,605,684	
Plan fiduciary net position- beginning	<u>16,624,663</u>	<u>15,117,903</u>	<u>13,202,049</u>	<u>11,440,147</u>	<u>10,805,212</u>	<u>10,520,558</u>	<u>8,914,874</u>	
Plan fiduciary net position- ending (b)	\$ 18,004,331	\$ 16,624,663	\$ 15,117,903	\$ 13,202,049	\$ 11,440,147	\$ 10,805,212	\$ 10,520,558	
County's net pension liability - ending (a) - (b)	<u>\$ 15,050,716</u>	<u>\$ 13,616,792</u>	<u>\$ 12,377,242</u>	<u>\$ 13,504,691</u>	<u>\$ 10,098,072</u>	<u>\$ 8,831,080</u>	<u>\$ 8,862,587</u>	
Plan fiduciary net position as a percentage of the total pension liability	54.47%	54.98%	54.98%	49.43%	53.12%	55.03%	54.28%	
Covered payroll	\$ 6,124,713	\$ 7,257,056	\$ 7,204,819	\$ 6,842,569	\$ 7,089,947	\$ 6,632,955	\$ 6,504,219	
County's net pension liability as a percentage of covered payroll	245.74%	187.64%	171.79%	197.36%	142.43%	133.14%	136.26%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of the County's Net Pension Liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2021

CORP Dispatchers	Reporting fiscal year (Measurement data)							2014 through 2012
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
Total pension liability								Information not available
Service cost	\$ 6,959	\$ 25,017	\$ 30,955	\$ 28,347	\$ 26,918	\$ 41,579	\$ 41,321	
Interest on the total pension liability	86,192	89,118	91,110	78,211	76,674	79,112	63,852	
Changes of benefit terms	-	-	(81,387)	110,845	1,068	-	18,973	
Difference between expected and actual experience in the measurement of the pension liability	60,154	(55,442)	1,802	(7,055)	(29,051)	(87,486)	(10,929)	
Changes of assumptions or other inputs	-	24,873	-	18,386	32,179	-	134,919	
Benefit payments, including refunds of employee contributions	(64,219)	(113,956)	(43,942)	(39,324)	(45,532)	(68,315)	(39,444)	
Net change in total pension liability	89,086	(30,390)	(1,462)	189,410	62,256	(35,110)	208,692	
Total pension liability- beginning	<u>1,205,863</u>	<u>1,236,253</u>	<u>1,237,715</u>	<u>1,048,305</u>	<u>986,049</u>	<u>1,021,159</u>	<u>812,467</u>	
Total pension liability- ending (a)	\$ 1,294,949	\$ 1,205,863	\$ 1,236,253	\$ 1,237,715	\$ 1,048,305	\$ 986,049	\$ 1,021,159	
Plan fiduciary net position								
Contributions - employer	\$ 19,153	\$ 36,558	\$ 40,149	\$ 31,597	\$ 26,040	\$ 24,321	\$ 25,937	
Contributions - employee	5,642	9,891	14,351	13,903	13,442	18,633	21,529	
Net investment income	22,189	39,693	52,432	76,290	3,898	24,701	80,571	
Benefit payments, including refunds of employee contributions	(64,219)	(113,956)	(43,942)	(39,324)	(45,532)	(68,315)	(39,444)	
Administrative expense	(859)	(1,408)	(1,492)	(1,067)	(951)	(999)	(634)	
Other changes	-	-	(14)	(4)	(3)	(28,739)	(11,346)	
Net change in plan fiduciary net position	(18,094)	(29,222)	61,484	81,395	(3,106)	(30,398)	76,613	
Plan fiduciary net position- beginning	<u>751,106</u>	<u>780,328</u>	<u>718,844</u>	<u>637,449</u>	<u>640,555</u>	<u>670,953</u>	<u>594,340</u>	
Plan fiduciary net position- ending (b)	\$ 733,012	\$ 751,106	\$ 780,328	\$ 718,844	\$ 637,449	\$ 640,555	\$ 670,953	
County's net pension liability - ending (a) - (b)	<u>\$ 561,937</u>	<u>\$ 454,757</u>	<u>\$ 455,925</u>	<u>\$ 518,871</u>	<u>\$ 410,856</u>	<u>\$ 345,494</u>	<u>\$ 350,206</u>	
Plan fiduciary net position as a percentage of the total pension liability	56.61%	62.29%	63.12%	58.08%	60.81%	64.96%	65.71%	
Covered payroll	\$ 72,578	\$ 124,262	\$ 180,285	\$ 174,660	\$ 168,874	\$ 234,082	\$ 270,459	
County's net pension liability as a percentage of covered payroll	774.25%	365.97%	252.89%	297.07%	243.29%	147.60%	129.49%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of County Pension Contributions
Year Ended June 30, 2021

Arizona State Retirement System

	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 6,950,695	\$ 6,625,726	\$ 6,122,025	\$ 5,681,251	\$ 5,516,497	\$ 5,354,580	\$ 5,268,591	\$ 4,966,172	Information not available
County's contributions in relation to the statutorily required contribution	<u>6,950,695</u>	<u>6,625,726</u>	<u>6,122,025</u>	<u>5,681,251</u>	<u>5,516,497</u>	<u>5,354,580</u>	<u>5,268,591</u>	<u>4,966,172</u>	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	59,662,618	\$ 58,076,585	\$ 56,307,560	\$ 53,219,633	\$ 49,690,342	\$ 49,335,529	\$ 47,907,454	\$ 46,058,533	
County's contributions as a percentage of covered payroll	11.65%	11.41%	10.87%	10.68%	11.10%	10.85%	11.00%	10.78%	

Corrections Officer Retirement Plan - Administrative Office of The Courts

	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 2,126,627	\$ 1,938,648	\$ 2,076,705	\$ 1,423,930	\$ 1,256,657	\$ 1,087,798	\$ 859,334	\$ 804,927	Information not available
County's contributions in relation to the statutorily required contribution	<u>2,126,627</u>	<u>1,938,648</u>	<u>2,076,705</u>	<u>1,423,930</u>	<u>1,256,657</u>	<u>1,087,798</u>	<u>859,334</u>	<u>804,927</u>	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	\$ 6,333,017	\$ 6,317,831	\$ 6,970,579	\$ 6,553,044	\$ 6,182,464	\$ 5,745,164	\$ 5,644,640	\$ 5,561,218	
County's contributions as a percentage of covered payroll	33.58%	30.69%	29.79%	21.73%	20.33%	18.93%	15.22%	14.47%	

Elected Officials Retirement Plan

	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 1,224,723	\$ 1,249,273	\$ 1,277,358	\$ 461,678	\$ 471,477	\$ 485,887	\$ 422,170	\$ 477,238	Information not available
County's contributions in relation to the statutorily required contribution	<u>1,224,723</u>	<u>1,249,273</u>	<u>94,712</u>	<u>34,231</u>	<u>471,477</u>	<u>485,887</u>	<u>422,170</u>	<u>477,238</u>	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,182,646</u>	<u>\$ 427,447</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	\$ 2,170,441	\$ 3,515,721	\$ 2,164,412	\$ 2,263,790	\$ 2,269,833	\$ 2,249,649	\$ 2,076,661	\$ 2,059,739	
County's contributions as a percentage of covered payroll	56.43%	35.53%	4.38%	1.51%	20.77%	21.60%	20.33%	23.17%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of County Pension Contributions
Year Ended June 30, 2021

PSPRS Sheriff	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 4,424,763	\$ 3,871,726	\$ 3,572,584	\$ 3,578,574	\$ 2,950,478	\$ 2,528,066	\$ 2,035,907	\$ 1,852,166	Information not available
County's contributions in relation to the statutorily required contribution	<u>8,424,763</u>	<u>7,871,726</u>	<u>2,637,003</u>	<u>6,642,993</u>	<u>2,950,478</u>	<u>2,528,066</u>	<u>2,035,907</u>	<u>1,852,166</u>	
County's contribution deficiency (excess)	<u>\$ (4,000,000)</u>	<u>\$ (4,000,000)</u>	<u>\$ 935,581</u>	<u>\$ (3,064,419)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	\$ 7,968,238	\$ 8,039,705	\$ 7,443,154	\$ 8,462,735	\$ 7,440,543	\$ 6,559,961	\$ 6,914,257	\$ 6,750,559	
County's contributions as a percentage of covered payroll	105.73%	97.91%	35.43%	78.50%	39.65%	38.54%	29.45%	27.44%	
PSPRS Attorney Investigators	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 111,227	\$ 97,408	\$ 91,410	\$ 70,527	\$ 94,305	\$ 92,975	\$ 57,890	\$ 43,957	Information not available
County's contributions in relation to the statutorily required contribution	<u>111,227</u>	<u>97,408</u>	<u>91,410</u>	<u>152,046</u>	<u>94,305</u>	<u>92,975</u>	<u>57,890</u>	<u>43,957</u>	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (81,519)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	\$ -	\$ -	\$ 128,805	\$ 124,497	\$ 98,197	\$ 49,988	\$ 44,148	\$ -	
County's contributions as a percentage of covered payroll	0.00%	0.00%	70.97%	122.13%	96.04%	185.99%	131.13%	0.00%	
CORP Detention	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	1,243,781	\$ 1,130,622	\$ 1,381,431	\$ 1,090,565	\$ 1,028,442	\$ 954,118	\$ 781,431	\$ 797,162	Information not available
County's contributions in relation to the statutorily required contribution	<u>1,743,781</u>	<u>1,630,622</u>	<u>1,381,431</u>	<u>1,590,565</u>	<u>1,028,442</u>	<u>954,118</u>	<u>781,431</u>	<u>797,162</u>	
County's contribution deficiency (excess)	<u>\$ (500,000)</u>	<u>\$ (500,000)</u>	<u>\$ -</u>	<u>\$ (500,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	\$ 5,758,245	\$ 6,124,713	\$ 7,257,056	\$ 7,204,819	\$ 6,842,569	\$ 7,089,947	\$ 6,632,955	\$ 6,504,219	
County's contributions as a percentage of covered payroll	21.60%	18.46%	19.04%	22.08%	15.03%	13.46%	11.78%	12.26%	

See accompanying notes to pension plan schedules.

Yavapai County
 Required Supplementary Information
 Schedule of County Pension Contributions
 Year Ended June 30, 2021

CORP Dispatchers	Reporting fiscal year								2013 through 2012
	2021	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 48,619	\$ 19,611	\$ 36,536	\$ 38,771	\$ 31,876	\$ 26,450	\$ 24,425	\$ 25,937	Information not available
County's contributions in relation to the statutorily required contribution	<u>48,619</u>	<u>19,611</u>	<u>36,536</u>	<u>38,771</u>	<u>31,876</u>	<u>26,450</u>	<u>24,425</u>	<u>25,937</u>	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
County's covered payroll	\$ 74,330	\$ 72,578	\$ 124,262	\$ 180,285	\$ 174,660	\$ 168,874	\$ 234,082	\$ 270,459	
County's contributions as a percentage of covered payroll	65.41%	27.02%	29.40%	21.51%	18.25%	15.66%	10.43%	9.60%	

See accompanying notes to pension plan schedules.

Yavapai County
 Required Supplementary Information
 Notes to Pension Plan Schedules
 Year Ended June 30, 2021

Note 1 – Actuarially Determined Contribution Rates

Actuarial determined contribution rates for PSPRS and CORP are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization method	Level percent-of-pay, closed
Remaining amortization period as of the 2019 actuarial valuation	17 years
Asset valuation method	7-year smoothed market value; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.50%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%.
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%-8.0% to 3.5% - 7.5% for PSPRS and from 4.0%-7.25% to 3.5%-6.5% for CORP. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%-8.5% to 4.0%-8.0% for PSPRS and from 4.5%-7.75% to 4.0%-7.25% for CORP. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%-9.0% to 4.5%-8.5% for PSPRS and from 5.0%-8.25% to 4.5%-7.75% for CORP.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4.0% to 3.5% for PSPRS and CORP. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0% for PSPRS and CORP. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5% for PSPRS and CORP.
Retirement age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 - June 30, 2011.

Yavapai County
 Required Supplementary Information
 Notes to Pension Plan Schedules
 Year Ended June 30, 2021

Mortality In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females)

Note 2 – Factors That Affect Trends

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law’s effective date. As a result, the PSPRS, CORP, CORP–AOC, and EORP changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS and EORP also reduced those members’ employee contribution rates. These changes are reflected in the plans’ pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law’s effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law’s effective date. These changes also increased the PSPRS-, CORP-, and CORP–AOC-required pension contributions beginning in fiscal year 2016 for members who were retired as of the law’s effective date. These changes will increase the PSPRS-, CORP-, and CORP–AOC-required contributions beginning in fiscal year 2019 for members who retired or will retire after the law’s effective date. EORP-required contributions are not based on actuarial valuations, and therefore, these changes did not affect them. Also, the County refunded excess employee contributions to PSPRS and EORP members. PSPRS and EORP allowed the County to reduce its actual employer contributions for the refund amounts. As a result, the County’s pension contributions were less than the statutorily required contributions for EORP in 2018 and 2019, and PSPRS in 2019.

The fiscal year 2019 (measurement date 2018) pension liabilities for EORP and CORP reflect the replacement of the permanent benefit increase (PBI) for retirees based on investment returns with a cost of living adjustment based on inflation. Also, the EORP liability and required pension contributions for fiscal year 2019 reflect a statutory change that requires the employer contribution rate to be actuarially determined. This change increased the discount rate used to calculate the liability thereby reducing the total pension liability.

Note 3 – Excess Contributions

On April 9, 2021, the County made additional contributions of \$4,000,000 for the County’s Public Safety Personal Retirement System and \$500,000 for the County’s Correction Officers Retirement Plan to pay down its unfunded actuarial liability.

	Additional Contributions								
	2021	2020	2019	Reporting Fiscal Year		2016	2015	2014	2013 through 2012
				2018	2017				
PSPRS Sheriff	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ -</u>	<u>\$ 4,000,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
CORP Detention	<u>\$ 500,000</u>	<u>\$ 500,000</u>	<u>\$ -</u>	<u>\$ 500,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

COMBINING STATEMENTS AND OTHER SCHEDULES
Nonmajor Governmental Funds



Yavapai County
Nonmajor Governmental Funds
Year Ended June 30, 2021

SPECIAL REVENUE FUNDS

Health Care	Accounts for a variety of health service programs funded by federal and state grant funds, appropriations, fees and local government contributions.
Recorder's Surcharge	Accounts for the collection of a special recording surcharge, not to exceed four dollars, to be used to defray the cost of converting the County Recorder's document storage and retrieval system to micrographics or computer automation as established by A.R.S. § 11-475.01.
Treasurer	Accounts for the collection of a processing fee for tax liens, to be used to defray the cost of converting or upgrading an automatic public information system as established by A.R.S. § 11-495. Accounts for the activity related to armored car services provided to the County. This fund was previously reported as the Treasurer's Surcharge fund.
Election	Accounts for various federal grants administered by Elections.
Public Library	Provides and maintains library services for the residents of Yavapai County. Operations are funded by a secondary tax levy.
Education Service Agency	Educational services and programs, including an accommodation school, administered by the County School Superintendent.
Parks & Recreation	Accounts for fees and grants used for construction, maintenance and operation of parks.
Landfill / Environment	Used to fund operations of transfer stations, waste tire operations and closure costs of County landfills.
Public Works	Accounts for funds restricted to construction, repair and maintenance of County roads and Local Transportation Assistance Funds.
Finance	Accounts for the Workforce Investment Act federal grants and Fill the Gap monies collected and distributed in accordance with A.R.S. § 41-2421.
Improvement Districts	Administration of special districts for Street Lighting, Road, Sewer, and Flood Control improvements.
Clerk of Superior Court	Accounts for various fees collected and used in accordance with state statutes.

Yavapai County
Nonmajor Governmental Funds
Year Ended June 30, 2018

County Attorney	Accounts for various programs administered by the County Attorney including Anti-Racketeering, Victim Witness and Bad Check.
Law Enforcement	Used for various law enforcement services and programs. Funding sources include federal and state grants.
Emergency Management	Accounts for programs administered by the Emergency Management department to provide services, equipment and supplies for law enforcement or other agencies dealing with emergency response.
Probation	Accounts for Adult and Juvenile Probation programs and services provided in coordination with the Superior Court system.
Courts	Accounts for statutory fees and surcharges related to the courts and is used for the processing of criminal cases as well as court enhancement and records improvement.
Public Defender	Provides training related seminars, books and materials for staff and attorneys. Includes a state grant for indigent defense costs.
Airport Development	Airport enhancement projects for Seligman, Bagdad and Sedona funded by State and Federal grants.
CYMPO	Accounts for Federal grants administered by the Central Yavapai Metropolitan Planning Organization (CYMPO).

DEBT SERVICE FUNDS

The Debt Service Funds account for the accumulation of resources for the payment of principal and interest on the revenue bonds issued for special assessment bonds for the Coyote Springs and Poquito Valley special assessment districts. Funding for the special assessment debt is provided by assessments made against the benefiting owners.

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Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Special Revenue			
	Health Care	Recorder's Surcharge	Treasurer	Elections
Assets				
Cash and cash equivalents	\$ 4,137,088	\$ 480,686	\$ 227,860	\$ 154,953
Receivables:				
Property taxes	-	-	-	-
Special assessments	-	-	-	-
Accounts	54,340	6,668	333	-
Due from:				
Other funds	50	-	-	-
Other governments	1,639,888	184	89	-
Prepaid items	10,692	1,477	25,000	598
Total assets	<u>\$ 5,842,058</u>	<u>\$ 489,015</u>	<u>\$ 253,282</u>	<u>\$ 155,551</u>
Liabilities				
Accounts payable	\$ 164,923	\$ 53	\$ -	\$ -
Deposits held for others	644,444	-	-	-
Due to other funds	12,776	-	-	-
Total liabilities	<u>822,143</u>	<u>53</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes	-	-	-	-
Unavailable revenue-special assessments	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances				
Nonspendable	10,692	1,477	25,000	598
Restricted	4,238,508	487,485	228,282	154,953
Committed	1,075,218	-	-	-
Unassigned	(304,503)	-	-	-
Total fund balances	<u>5,019,915</u>	<u>488,962</u>	<u>253,282</u>	<u>155,551</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,842,058</u>	<u>\$ 489,015</u>	<u>\$ 253,282</u>	<u>\$ 155,551</u>

Special Revenue

Public Library	Education Service Agency	Parks & Recreation	Landfill / Environment	Public Works	Finance
\$ 799,957	\$ 1,446,480	\$ 165,113	\$ 487,591	\$ 10,986	\$ 350,692
97,408	-	-	-	-	-
-	-	-	-	-	-
63,985	2,356	-	7,894	-	37,476
-	1,733	-	184	-	-
48,760	155,439	-	133,615	-	310,377
126,464	-	-	-	-	-
<u>\$ 1,136,574</u>	<u>\$ 1,606,008</u>	<u>\$ 165,113</u>	<u>\$ 629,284</u>	<u>\$ 10,986</u>	<u>\$ 698,545</u>
\$ 13,733	\$ 124,306	\$ -	\$ 476	\$ -	\$ 312,389
95,877	81,065	-	5,165	-	-
35,774	5,125	3,771	300	-	392,591
<u>145,384</u>	<u>210,496</u>	<u>3,771</u>	<u>5,941</u>	<u>-</u>	<u>704,980</u>
69,005	-	-	-	-	-
-	-	-	-	-	-
<u>69,005</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
126,464	-	-	-	-	-
810,319	1,417,799	161,342	623,343	10,986	-
-	49,236	-	-	-	-
(14,598)	(71,523)	-	-	-	(6,435)
<u>922,185</u>	<u>1,395,512</u>	<u>161,342</u>	<u>623,343</u>	<u>10,986</u>	<u>(6,435)</u>
<u>\$ 1,136,574</u>	<u>\$ 1,606,008</u>	<u>\$ 165,113</u>	<u>\$ 629,284</u>	<u>\$ 10,986</u>	<u>\$ 698,545</u>

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021
(Continued)

	Special Revenue			
	Improvement Districts	Clerk of Superior Court	County Attorney	Law Enforcement
Assets				
Cash and cash equivalents	\$ 2,131,406	\$ 517,630	\$ 1,035,506	\$ 1,620,047
Receivables:				
Property taxes	102,190	-	-	-
Special assessments	-	-	-	-
Accounts	4,511	6,251	2,965	85,045
Due from:				
Other funds	1,770	-	115,789	21,552
Other governments	20,405	175	115,432	372,122
Prepaid items	-	-	-	22,589
Total assets	<u>\$ 2,260,282</u>	<u>\$ 524,056</u>	<u>\$ 1,269,692</u>	<u>\$ 2,121,355</u>
Liabilities				
Accounts payable	\$ 239,844	\$ -	\$ 42,642	\$ 177,012
Deposits held for others	56,850	-	48,575	88,745
Due to other funds	76,453	-	1,835	63,784
Total liabilities	<u>373,147</u>	<u>-</u>	<u>93,052</u>	<u>329,541</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes	67,834	-	-	-
Unavailable revenue-special assessments	-	-	-	-
Total deferred inflows of resources	<u>67,834</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances				
Nonspendable	-	-	-	22,589
Restricted	1,819,301	524,056	1,201,700	1,866,899
Committed	-	-	-	-
Unassigned	-	-	(25,060)	(97,674)
Total fund balances	<u>1,819,301</u>	<u>524,056</u>	<u>1,176,640</u>	<u>1,791,814</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,260,282</u>	<u>\$ 524,056</u>	<u>\$ 1,269,692</u>	<u>\$ 2,121,355</u>

Special Revenue

Emergency Management	Probation	Courts	Public Defender	Airport Development	CYMPO
\$ 305,147	\$ 1,551,216	\$ 1,136,103	\$ 873,664	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
70	122,297	46,924	9,444	9,699	-
-	11,233	226,339	80,996	3,846	-
124	6,204	44,013	5,421	150,623	134,887
-	3,041	1,005	-	-	4,706
<u>\$ 305,341</u>	<u>\$ 1,693,991</u>	<u>\$ 1,454,384</u>	<u>\$ 969,525</u>	<u>\$ 164,168</u>	<u>\$ 139,593</u>
\$ -	\$ 141,512	\$ 11,415	\$ -	\$ 42,995	\$ 62,405
3,690	358,828	46,191	4,909	-	13,191
-	3,546	30,502	74,171	164,287	63,247
<u>3,690</u>	<u>503,886</u>	<u>88,108</u>	<u>79,080</u>	<u>207,282</u>	<u>138,843</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,041	1,005	-	-	4,706
311,616	1,175,106	1,358,538	890,445	51,032	-
-	12,540	10,276	-	-	-
(9,965)	(582)	(3,543)	-	(94,146)	(3,956)
<u>301,651</u>	<u>1,190,105</u>	<u>1,366,276</u>	<u>890,445</u>	<u>(43,114)</u>	<u>750</u>
<u>\$ 305,341</u>	<u>\$ 1,693,991</u>	<u>\$ 1,454,384</u>	<u>\$ 969,525</u>	<u>\$ 164,168</u>	<u>\$ 139,593</u>

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30 2021
(Continued)

	Debt Service		Total
	Coyote Springs	Poquito Valley	Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 225,912	\$ 690,340	\$ 18,348,377
Receivables:			
Property taxes	-	-	199,598
Special assessments	33,029	427,684	460,713
Accounts	-	-	460,258
Due from:			
Other funds	-	-	463,492
Other governments	-	-	3,137,758
Prepaid items	-	-	195,572
Total assets	\$ 258,941	\$ 1,118,024	\$ 23,265,768
Liabilities			
Accounts payable	\$ -	\$ -	\$ 1,333,705
Deposits held for others	-	-	1,447,530
Due to other funds	979	791	929,932
Total liabilities	979	791	3,711,167
Deferred Inflows of Resources			
Unavailable revenue-property taxes	-	-	136,839
Unavailable revenue-special assessments	33,029	427,683	460,712
Total deferred inflows of resources	33,029	427,683	597,551
Fund balances			
Nonspendable	-	-	195,572
Restricted	224,933	689,550	18,246,193
Committed	-	-	1,147,270
Unassigned	-	-	(631,985)
Total fund balances	224,933	689,550	18,957,050
Total liabilities, deferred inflows of resources and fund balances	\$ 258,941	\$ 1,118,024	\$ 23,265,768

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Yavapai County
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2021

	Special Revenue			
	Health Care	Recorder's Surcharge	Treasurer	Elections
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Licenses and permits	760,590	-	-	-
Intergovernmental	7,585,324	-	-	233,388
Charges for services	5,557,801	369,896	20,180	-
Fines and forfeits	-	-	-	-
Investment earnings	24,495	775	16,782	1,999
Miscellaneous	3,463,050	-	14,764	-
Total revenues	<u>17,391,260</u>	<u>370,671</u>	<u>51,726</u>	<u>235,387</u>
Expenditures:				
Current:				
General government	-	164,850	50,229	263,851
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Health	18,294,659	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	18,139	-	-	17,443
Total Expenditures	<u>18,312,798</u>	<u>164,850</u>	<u>50,229</u>	<u>281,294</u>
Excess (deficiency) of revenues over expenditures	(921,538)	205,821	1,497	(45,907)
Other financing sources (uses):				
Sale of capital assets	-	-	-	-
Transfers in	697,408	-	-	-
Transfers out	-	(70,946)	-	(16,573)
Total other financing sources (uses)	<u>697,408</u>	<u>(70,946)</u>	<u>-</u>	<u>(16,573)</u>
Net changes in fund balances	(224,130)	134,875	1,497	(62,480)
Fund Balances, July 1, 2020	5,244,045	354,087	251,785	218,031
Fund Balances, June 30, 2021	<u>\$ 5,019,915</u>	<u>\$ 488,962</u>	<u>\$ 253,282</u>	<u>\$ 155,551</u>

Special Revenue

Public Library	Education Service Agency	Parks & Recreation	Landfill / Environment	Public Works	Finance
\$ 4,626,841	\$ 316,462	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
323,133	1,431,603	117,428	512,945	-	1,645,326
-	1,054,642	-	23,242	-	-
-	-	-	-	-	394,524
4,144	3,499	(193)	-	31	(7,481)
101,909	1,303,592	5,638	-	-	-
<u>5,056,027</u>	<u>4,109,798</u>	<u>122,873</u>	<u>536,187</u>	<u>31</u>	<u>2,032,369</u>
5,077,494	-	118,292	-	-	1,649,296
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	377,118	-	-
-	-	-	-	-	-
-	-	3,983	-	-	-
-	3,792,715	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
13,456	-	-	258,374	-	-
<u>5,090,950</u>	<u>3,792,715</u>	<u>122,275</u>	<u>635,492</u>	<u>-</u>	<u>1,649,296</u>
(34,923)	317,083	598	(99,305)	31	383,073
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(3,771)	-	-	(392,591)
-	-	(3,771)	-	-	(392,591)
(34,923)	317,083	(3,173)	(99,305)	31	(9,518)
957,108	1,078,429	164,515	722,648	10,955	3,083
<u>\$ 922,185</u>	<u>\$ 1,395,512</u>	<u>\$ 161,342</u>	<u>\$ 623,343</u>	<u>\$ 10,986</u>	<u>\$ (6,435)</u>

Yavapai County
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2021
(Continued)

	Special Revenue			
	Improvement Districts	Clerk of Superior Court	County Attorney	Law Enforcement
Revenues:				
Property taxes	\$ 5,339,048	\$ -	\$ -	\$ -
Special assessments	10,397	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	19,482	-	970,316	2,733,354
Charges for services	-	69,556	11,225	153,812
Fines and forfeits	-	617	39	7,726
Investment earnings	5,333	1,433	2,723	4,346
Miscellaneous	34	-	1,463,885	661,385
Total revenues	<u>5,374,294</u>	<u>71,606</u>	<u>2,448,188</u>	<u>3,560,623</u>
Expenditures:				
Current:				
General government	-	4,239	1,731,387	-
Public safety	3,312,038	-	-	3,991,639
Highways and streets	40,838	-	-	-
Sanitation	11,072	-	-	-
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	131,448	-	10,519	9,216
Total Expenditures	<u>3,495,396</u>	<u>4,239</u>	<u>1,741,906</u>	<u>4,000,855</u>
Excess (deficiency) of revenues over expenditures	1,878,898	67,367	706,282	(440,232)
Other financing sources (uses):				
Sale of capital assets	-	-	-	-
Transfers in	-	-	85,257	470,616
Transfers out	(1,250,000)	-	(466,845)	-
Total other financing sources (uses)	<u>(1,250,000)</u>	<u>-</u>	<u>(381,588)</u>	<u>470,616</u>
Net changes in fund balances	628,898	67,367	324,694	30,384
Fund Balances, July 1, 2020	<u>1,190,403</u>	<u>456,689</u>	<u>851,946</u>	<u>1,761,430</u>
Fund Balances, June 30, 2021	<u>\$ 1,819,301</u>	<u>\$ 524,056</u>	<u>\$ 1,176,640</u>	<u>\$ 1,791,814</u>

Special Revenue

Emergency Management	Probation	Courts	Public Defender	Airport Development	CYMPO
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
86,117	6,698,909	365,806	249,751	2,540,820	787,907
-	1,305,644	337,242	84,932	-	-
-	-	160,875	-	-	-
1,223	2,743	3,725	480	201	-
-	-	74,195	-	16,538	805
<u>87,340</u>	<u>8,007,296</u>	<u>941,843</u>	<u>335,163</u>	<u>2,557,559</u>	<u>788,712</u>
159,371	-	1,152,742	229,539	2,461,970	-
-	7,641,855	-	-	-	-
-	-	-	-	-	695,926
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,207	-	-	183,748	-
<u>159,371</u>	<u>7,650,062</u>	<u>1,152,742</u>	<u>229,539</u>	<u>2,645,718</u>	<u>695,926</u>
(72,031)	357,234	(210,899)	105,624	(88,159)	92,786
-	-	-	-	-	-
-	-	226,339	80,996	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>226,339</u>	<u>80,996</u>	<u>-</u>	<u>-</u>
(72,031)	357,234	15,440	186,620	(88,159)	92,786
373,682	832,871	1,350,836	703,825	45,045	(92,036)
<u>\$ 301,651</u>	<u>\$ 1,190,105</u>	<u>\$ 1,366,276</u>	<u>\$ 890,445</u>	<u>\$ (43,114)</u>	<u>\$ 750</u>

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2021
(Continued)

	Debt Service		Total
	Coyote Springs	Poquito Valley	Nonmajor Governmental Funds
Revenues:			
Property taxes	\$ -	\$ -	\$ 10,282,351
Special assessments	15,448	148,220	174,065
Licenses and permits	-	-	760,590
Intergovernmental	-	-	26,301,609
Charges for services	-	-	8,988,172
Fines and forfeits	-	-	563,781
Investment earnings	1,310	2,904	70,472
Miscellaneous	-	400	7,106,195
Total revenues	<u>16,758</u>	<u>151,524</u>	<u>54,247,235</u>
Expenditures:			
Current:			
General government	-	-	13,063,260
Public safety	-	-	14,945,532
Highways and streets	11,862	9,901	758,527
Sanitation	-	-	388,190
Health	-	-	18,294,659
Culture and recreation	-	-	3,983
Education	-	-	3,792,715
Debt service:			
Principal retirement	80,000	95,000	175,000
Interest and other charges	8,490	57,490	65,980
Capital outlay	-	-	650,550
Total Expenditures	<u>100,352</u>	<u>162,391</u>	<u>52,138,396</u>
Excess (deficiency) of revenues over expenditures	(83,594)	(10,867)	2,108,839
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	-	-	1,560,616
Transfers out	-	-	(2,200,726)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(640,110)</u>
Net changes in fund balances	(83,594)	(10,867)	1,468,729
Fund Balances, July 1, 2020	<u>308,527</u>	<u>700,417</u>	<u>17,488,321</u>
Fund Balances, June 30, 2021	<u>\$ 224,933</u>	<u>\$ 689,550</u>	<u>\$ 18,957,050</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Jail Construction Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 19,296	\$ 19,296
Miscellaneous	46,192,500	46,192,500	-	(46,192,500)
Total revenues	<u>46,192,500</u>	<u>46,192,500</u>	<u>19,296</u>	<u>(46,173,204)</u>
Expenditures:				
General government				
Board of Supervisors	-	-	19,270	(19,270)
Capital expenditures				
Jail construction	46,192,500	46,192,500	15,334,507	30,857,993
Total expenditures	<u>46,192,500</u>	<u>46,192,500</u>	<u>15,353,777</u>	<u>30,838,723</u>
Excess (deficiency) of revenues over expenditures	-	-	(15,334,481)	(15,334,481)
Net change in fund balances	-	-	(15,334,481)	(15,334,481)
Fund balances, July 1, 2020	<u>-</u>	<u>-</u>	<u>62,725,674</u>	<u>62,725,674</u>
Fund balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,391,193</u>	<u>\$ 47,391,193</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Jail Debt Service Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 8	\$ 8
Total revenues	<u>-</u>	<u>-</u>	<u>8</u>	<u>8</u>
Expenditures:				
Debt Service				
Principal retirement	1,605,000	1,605,000	1,605,000	-
Interest and other charges	<u>2,704,593</u>	<u>2,704,593</u>	<u>2,687,638</u>	<u>16,955</u>
Total debt service	<u>4,309,593</u>	<u>4,309,593</u>	<u>4,292,638</u>	<u>16,955</u>
Total expenditures	<u>4,309,593</u>	<u>4,309,593</u>	<u>4,292,638</u>	<u>16,955</u>
Excess (deficiency) of revenues over expenditures	(4,309,593)	(4,309,593)	(4,292,630)	16,963
Other financing sources (uses):				
Operating transfer in	<u>4,309,593</u>	<u>4,309,593</u>	<u>4,309,593</u>	<u>-</u>
Total other financing source (uses)	<u>4,309,593</u>	<u>4,309,593</u>	<u>4,309,593</u>	<u>-</u>
Net change in fund balances	-	-	16,963	16,963
Fund balances, July 1, 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2021	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 16,963</u></u>	<u><u>\$ 16,963</u></u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Capital Projects
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
County sales taxes	\$ 2,887,406	\$ 2,887,406	\$ 3,789,004	\$ 901,598
Investment earnings	202,000	202,000	52,438	(149,562)
Miscellaneous	-	-	-	-
Total revenues	<u>3,089,406</u>	<u>3,089,406</u>	<u>3,841,442</u>	<u>752,036</u>
Expenditures:				
General government				
Board of Supervisors	-	-	543	(543)
Capital outlay				
Board of Supervisors	<u>6,586,424</u>	<u>6,586,424</u>	<u>4,355,352</u>	<u>2,231,072</u>
Total expenditures	<u>6,586,424</u>	<u>6,586,424</u>	<u>4,355,895</u>	<u>2,230,529</u>
Excess (deficiency) of revenues over expenditures	(3,497,018)	(3,497,018)	(514,453)	2,982,565
Other financing sources (uses):				
Transfers in	8,528,524	8,528,524	4,331,927	(4,196,597)
Transfers out	<u>(1,911,171)</u>	<u>(1,911,171)</u>	<u>(1,911,171)</u>	<u>-</u>
Total other financing sources (uses)	<u>6,617,353</u>	<u>6,617,353</u>	<u>2,420,756</u>	<u>(4,196,597)</u>
Net change in fund balances	3,120,335	3,120,335	1,906,303	(1,214,032)
Fund Balances, July 1, 2020	<u>(3,120,335)</u>	<u>(3,120,335)</u>	<u>17,129,766</u>	<u>20,250,101</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,036,069</u>	<u>\$ 19,036,069</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Capital Projects Debt Service
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
General government				
Outside services	-	-	-	-
Debt service				
Principal retirement	1,362,000	1,362,000	1,628,000	(266,000)
Interest and fiscal charges	<u>549,171</u>	<u>549,171</u>	<u>283,171</u>	<u>266,000</u>
Total expenditures	<u>1,911,171</u>	<u>1,911,171</u>	<u>1,911,171</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(1,911,171)	(1,911,171)	(1,911,171)	-
Other financing sources (uses):				
Transfers in	1,911,171	1,911,171	1,911,171	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>1,911,171</u>	<u>1,911,171</u>	<u>1,911,171</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund Balances, July 1, 2020	<u>-</u>	<u>-</u>	<u>2,131</u>	<u>2,131</u>
Fund Balances, June 30, 2021	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,131</u></u>	<u><u>\$ 2,131</u></u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Health Care
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 839,217	\$ 839,217	\$ 760,590	\$ (78,627)
Intergovernmental	7,716,971	7,716,971	7,585,324	(131,647)
Charges for services	7,810,977	7,810,977	5,557,801	(2,253,176)
Investment earnings	60,838	60,838	24,495	(36,343)
Miscellaneous	3,562,323	3,562,323	3,463,050	(99,273)
Total revenues	<u>19,990,326</u>	<u>19,990,326</u>	<u>17,391,260</u>	<u>(2,599,066)</u>
Expenditures:				
Health				
Community Health Center	13,826,043	13,946,520	12,577,317	1,369,203
Community Health Services	6,959,983	7,042,825	5,717,342	1,325,483
Total Health Department	<u>20,786,026</u>	<u>20,989,345</u>	<u>18,294,659</u>	<u>2,694,686</u>
Capital outlay				
Community Health Center	-	-	12,661	(12,661)
Community Health Services	-	-	5,478	(5,478)
Total Health Department	<u>-</u>	<u>-</u>	<u>18,139</u>	<u>(18,139)</u>
Total expenditures	<u>20,786,026</u>	<u>20,989,345</u>	<u>18,312,798</u>	<u>2,676,547</u>
Excess (deficiency) of revenues over expenditures	(795,700)	(999,019)	(921,538)	77,481
Other financing sources (uses):				
Transfers in	3,311,567	3,311,567	697,408	(2,614,159)
Transfers out	(2,614,159)	(2,614,159)	-	2,614,159
Total other financing sources (uses)	<u>697,408</u>	<u>697,408</u>	<u>697,408</u>	<u>-</u>
Net change in fund balances	(98,292)	(301,611)	(224,130)	77,481
Fund Balances, July 1, 2020	98,292	301,611	5,244,045	4,942,434
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,019,915</u>	<u>\$ 5,019,915</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Recorder's Surcharge
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 280,000	\$ 280,000	\$ 369,896	\$ 89,896
Investment earnings	-	-	775	775
Total Revenues	<u>280,000</u>	<u>280,000</u>	<u>370,671</u>	<u>90,671</u>
Expenditures:				
General government				
Recorder	<u>233,051</u>	<u>233,051</u>	<u>164,850</u>	<u>68,201</u>
Total expenditures	<u>233,051</u>	<u>233,051</u>	<u>164,850</u>	<u>68,201</u>
Excess (deficiency) of revenues over expenditures	46,949	46,949	205,821	158,872
Other financing sources (uses):				
Sale of capital assets			-	-
Transfers out	<u>(70,946)</u>	<u>(70,946)</u>	<u>(70,946)</u>	<u>-</u>
Total other financing sources (uses)	<u>(70,946)</u>	<u>(70,946)</u>	<u>(70,946)</u>	<u>-</u>
Net change in fund balances	(23,997)	(23,997)	134,875	158,872
Fund Balances, July 1, 2020	<u>23,997</u>	<u>23,997</u>	<u>354,087</u>	<u>330,090</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 488,962</u>	<u>\$ 488,962</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Treasurer
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 15,000	\$ 15,000	\$ 20,180	\$ 5,180
Investment earnings	-	-	16,782	16,782
Miscellaneous	-	-	14,764	14,764
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>51,726</u>	<u>36,726</u>
Expenditures:				
General government				
Treasurer	<u>260,000</u>	<u>260,000</u>	<u>50,229</u>	<u>209,771</u>
Total expenditures	<u>260,000</u>	<u>260,000</u>	<u>50,229</u>	<u>209,771</u>
Net change in fund balances	(245,000)	(245,000)	1,497	246,497
Fund Balances, July 1, 2020	<u>245,000</u>	<u>245,000</u>	<u>251,785</u>	<u>6,785</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 253,282</u>	<u>\$ 253,282</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Elections
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 233,388	\$ 233,388
Investment earnings	-	-	1,999	1,999
Total revenues	-	-	235,387	235,387
Expenditures:				
General government Elections	188,736	188,736	263,851	(75,115)
Capital expenditures	-	-	17,443	(17,443)
Total expenditures	188,736	188,736	281,294	(92,558)
Excess of Revenues Over (Under) Expenditures	(188,736)	(188,736)	(45,907)	142,829
Other Financing Sources (Uses):				
Operating Transfer In	-	-	-	-
Operating Transfer Out	-	-	(16,573)	(16,573)
Total Other Financing Source (Use)	-	-	(16,573)	(16,573)
Net change in fund balances	(188,736)	(188,736)	(62,480)	126,256
Fund Balances, July 1, 2020	188,736	188,736	218,031	29,295
Fund Balances, June 30, 2021	\$ -	\$ -	\$ 155,551	\$ 155,551

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Public Library
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 4,664,332	\$ 4,664,332	\$ 4,626,841	\$ (37,491)
Intergovernmental	129,714	129,714	323,133	193,419
Investment earnings	10,150	10,150	4,144	(6,006)
Miscellaneous	193,994	193,994	101,909	(92,085)
Total revenues	<u>4,998,190</u>	<u>4,998,190</u>	<u>5,056,027</u>	<u>57,837</u>
Expenditures:				
General government				
Library	4,939,366	4,939,364	5,077,494	(138,130)
Capital expenditures	<u>685,959</u>	<u>685,959</u>	<u>13,456</u>	<u>672,503</u>
Total expenditures	<u>5,625,325</u>	<u>5,625,323</u>	<u>5,090,950</u>	<u>534,373</u>
Excess of Revenues Over (Under) Expenditures	<u>(627,135)</u>	<u>(627,133)</u>	<u>(34,923)</u>	<u>592,210</u>
Other Financing Sources (Uses):				
Operating Transfer In	165,634	165,634	-	(165,634)
Operating Transfer Out	<u>(165,634)</u>	<u>(165,634)</u>	<u>-</u>	<u>165,634</u>
Total Other Financing Source (Use)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(627,135)	(627,133)	(34,923)	592,210
Fund Balances, July 1, 2020	<u>627,135</u>	<u>627,133</u>	<u>957,108</u>	<u>329,975</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 922,185</u>	<u>\$ 922,185</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Education Service Agency
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ -	\$ -	\$ 316,462	\$ 316,462
Intergovernmental	232,517	232,517	1,431,603	1,199,086
Charges for services	1,357,540	1,357,540	1,054,642	(302,898)
Investment earnings	-	-	3,499	3,499
Miscellaneous	536,080	536,080	1,303,592	767,512
Total revenues	<u>2,126,137</u>	<u>2,126,137</u>	<u>4,109,798</u>	<u>1,983,661</u>
Expenditures:				
Education				
School Superintendent	<u>2,335,541</u>	<u>2,353,963</u>	<u>3,792,715</u>	<u>(1,438,752)</u>
Total expenditures	<u>2,335,541</u>	<u>2,353,963</u>	<u>3,792,715</u>	<u>(1,438,752)</u>
Net change in fund balances	(209,404)	(227,826)	317,083	544,909
Fund Balances, July 1, 2020	<u>209,404</u>	<u>227,826</u>	<u>1,078,429</u>	<u>850,603</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,395,512</u>	<u>\$ 1,395,512</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Parks & Recreation
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 120,000	\$ 120,000	\$ 117,428	\$ (2,572)
Investment earnings	-	-	(193)	(193)
Miscellaneous	10,000	10,000	5,638	(4,362)
Total revenues	<u>130,000</u>	<u>130,000</u>	<u>122,873</u>	<u>(7,127)</u>
Expenditures:				
General government				
Board of Supervisors	114,531	114,531	118,292	(3,761)
Culture and recreation				
Board of Supervisors	323	323	323	-
Facilities	1,585	1,585	3,660	(2,075)
Total Culture and recreation	<u>1,908</u>	<u>1,908</u>	<u>3,983</u>	<u>(2,075)</u>
Total expenditures	<u>116,439</u>	<u>116,439</u>	<u>122,275</u>	<u>(5,836)</u>
Excess (deficiency) of revenues over expenditures	13,561	13,561	598	(12,963)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(20,000)	(20,000)	(3,771)	16,229
Total other financing sources (uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(3,771)</u>	<u>16,229</u>
Net change in fund balances	(6,439)	(6,439)	(3,173)	3,266
Fund Balances, July 1, 2020	<u>6,439</u>	<u>6,439</u>	<u>164,515</u>	<u>158,076</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 161,342</u>	<u>\$ 161,342</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Landfill / Environment
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 450,000	\$ 450,000	\$ 512,945	\$ 62,945
Charges for services	20,000	20,000	23,242	3,242
Investment earnings	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>470,000</u>	<u>470,000</u>	<u>536,187</u>	<u>66,187</u>
Expenditures:				
Sanitation				
Landfill	528,412	531,228	377,118	154,110
Capital expenditures				
Landfill	<u>250,000</u>	<u>250,000</u>	<u>258,374</u>	<u>(8,374)</u>
Total expenditures	<u>778,412</u>	<u>781,228</u>	<u>635,492</u>	<u>145,736</u>
Net change in fund balances	(308,412)	(311,228)	(99,305)	211,923
Fund Balances, July 1, 2020	<u>308,412</u>	<u>311,228</u>	<u>722,648</u>	<u>411,420</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 623,343</u>	<u>\$ 623,343</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Public Works
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 31	\$ 31
Total revenues	<u>-</u>	<u>-</u>	<u>31</u>	<u>31</u>
Expenditures:				
Highways and streets				
Public Works	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	31	31
Fund Balances, July 1, 2020	<u>-</u>	<u>-</u>	<u>10,955</u>	<u>10,955</u>
Fund Balances, June 30, 2021	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 10,986</u></u>	<u><u>\$ 10,986</u></u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Finance
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,200,000	\$ 2,200,000	\$ 1,645,326	\$ (554,674)
Fines and forfeits	-	-	394,524	394,524
Investment earnings	-	-	(7,481)	(7,481)
Total revenues	<u>2,200,000</u>	<u>2,200,000</u>	<u>2,032,369</u>	<u>(167,631)</u>
Expenditures:				
General government				
Board of Supervisors	700,000	700,000	324,342	375,658
Finance	1,500,000	1,500,000	1,324,954	175,046
Total expenditures	<u>2,200,000</u>	<u>2,200,000</u>	<u>1,649,296</u>	<u>550,704</u>
Excess (deficiency) of revenues over expenditures	-	-	383,073	383,073
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(392,591)	(392,591)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(392,591)</u>	<u>(392,591)</u>
Net change in fund balances	-	-	(9,518)	(9,518)
Fund Balances, July 1, 2020	-	-	3,083	3,083
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,435)</u>	<u>\$ (6,435)</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Improvement Districts
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 5,346,970	\$ 5,346,970	\$ 5,339,048	\$ (7,922)
Special assessments	-	-	10,397	10,397
Intergovernmental	1,000,000	1,000,000	19,482	(980,518)
Investment earnings	1,345	1,345	5,333	3,988
Miscellaneous	215,000	215,000	34	(214,966)
Total revenues	<u>6,563,315</u>	<u>6,563,315</u>	<u>5,374,294</u>	<u>(1,189,021)</u>
Expenditures:				
Public safety				
Flood Control	5,209,189	5,209,188	3,312,038	1,897,150
Highways and streets				
Development Services	16,365	16,365	-	16,365
Public Works	<u>73,903</u>	<u>73,903</u>	<u>40,838</u>	<u>33,065</u>
Total Highways and Streets	<u>90,268</u>	<u>90,268</u>	<u>40,838</u>	<u>49,430</u>
Sanitation				
Special Districts	110,040	110,040	11,072	98,968
Capital expenditures	<u>500,000</u>	<u>500,000</u>	<u>131,448</u>	<u>368,552</u>
Total expenditures	<u>5,909,497</u>	<u>5,909,496</u>	<u>3,495,396</u>	<u>2,414,100</u>
Excess (deficiency) of revenues over expenditures	653,818	653,819	1,878,898	1,225,079
Other financing sources (uses):				
Transfers in	24,644	24,644	-	(24,644)
Transfers out	<u>(1,250,000)</u>	<u>(1,250,000)</u>	<u>(1,250,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,225,356)</u>	<u>(1,225,356)</u>	<u>(1,250,000)</u>	<u>(24,644)</u>
Net change in fund balances	(571,538)	(571,537)	628,898	1,200,435
Fund Balances, July 1, 2020	<u>571,538</u>	<u>571,537</u>	<u>1,190,403</u>	<u>618,866</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,819,301</u>	<u>\$ 1,819,301</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Clerk of Superior Court
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 55,942	\$ 55,942	\$ 69,556	\$ 13,614
Fines and forfeits	-	-	617	617
Investment earnings	1	1	1,433	1,432
Total revenues	55,943	55,943	71,606	15,663
Expenditures:				
General government				
Clerk of the Court	55,000	55,000	4,239	50,761
Total expenditures	55,000	55,000	4,239	50,761
Net change in fund balances	943	943	67,367	66,424
Fund Balances, July 1, 2020	(943)	(943)	456,689	457,632
Fund Balances, June 30, 2021	\$ -	\$ -	\$ 524,056	\$ 524,056

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
County Attorney
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,092,310	\$ 1,092,310	\$ 970,316	\$ (121,994)
Charges for services	19,041	19,041	11,225	(7,816)
Fines and forfeits	-	-	39	39
Investment earnings	2,200	2,200	2,723	523
Miscellaneous	684,848	684,848	1,463,885	779,037
Total revenues	<u>1,798,399</u>	<u>1,798,399</u>	<u>2,448,188</u>	<u>649,789</u>
Expenditures:				
General government				
County Attorney	1,422,708	1,443,117	1,731,387	(288,270)
Capital expenditures	-	-	10,519	(10,519)
Total expenditures	<u>1,422,708</u>	<u>1,443,117</u>	<u>1,741,906</u>	<u>(298,789)</u>
Excess (deficiency) of revenues over expenditures	375,691	355,282	706,282	351,000
Other financing sources (uses):				
Transfers in	30,045	30,045	85,257	55,212
Transfers out	(643,000)	(643,000)	(466,845)	176,155
Total other financing sources (uses)	<u>(612,955)</u>	<u>(612,955)</u>	<u>(381,588)</u>	<u>231,367</u>
Net change in fund balances	(237,264)	(257,673)	324,694	582,367
Fund Balances, July 1, 2020	<u>237,264</u>	<u>257,673</u>	<u>851,946</u>	<u>594,273</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,176,640</u>	<u>\$ 1,176,640</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Law Enforcement
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,347,459	\$ 2,347,459	\$ 2,733,354	\$ 385,895
Charges for services	113,400	113,400	153,812	40,412
Fines and forfeits	9,200	9,200	7,726	(1,474)
Investment earnings	8,820	8,820	4,346	(4,474)
Miscellaneous	321,510	321,510	661,385	339,875
Total revenues	2,800,389	2,800,389	3,560,623	760,234
Expenditures:				
Public safety				
Sheriff	4,163,745	4,166,078	3,991,639	174,439
Capital expenditures	123,000	123,000	9,216	113,784
Total expenditures	4,286,745	4,289,078	4,000,855	288,223
Excess (deficiency) of revenues over expenditures	(1,486,356)	(1,488,689)	(440,232)	1,048,457
Other financing sources (uses):				
Transfers in	632,955	632,955	470,616	(162,339)
Transfers out	-	-	-	-
Total other financing sources (uses)	632,955	632,955	470,616	(162,339)
Net change in fund balances	(853,401)	(855,734)	30,384	886,118
Fund Balances, July 1, 2020	853,401	855,734	1,761,430	905,696
Fund Balances, June 30, 2021	\$ -	\$ -	\$ 1,791,814	\$ 1,791,814

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Emergency Management
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 346,379	\$ 346,379	\$ 86,117	\$ (260,262)
Investment earnings	-	-	1,223	1,223
Total revenues	<u>346,379</u>	<u>346,379</u>	<u>87,340</u>	<u>(259,039)</u>
Expenditures:				
General government				
Emergency Management	<u>189,838</u>	<u>193,176</u>	<u>159,371</u>	<u>33,805</u>
Total expenditures	<u>189,838</u>	<u>193,176</u>	<u>159,371</u>	<u>33,805</u>
Net change in fund balances	156,541	153,203	(72,031)	(225,234)
Fund Balances, July 1, 2020	<u>(156,541)</u>	<u>(153,203)</u>	<u>373,682</u>	<u>526,885</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 301,651</u>	<u>\$ 301,651</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Probation
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 6,946,300	\$ 6,946,300	\$ 6,698,909	\$ (247,391)
Charges for services	1,395,835	1,395,835	1,305,644	(90,191)
Investment earnings	10,923	10,923	2,743	(8,180)
Miscellaneous	35,000	35,000	-	(35,000)
Total revenues	<u>8,388,058</u>	<u>8,388,058</u>	<u>8,007,296</u>	<u>(380,762)</u>
Expenditures:				
Public Safety				
Adult Probation	5,244,949	5,337,357	4,974,735	362,622
Juvenile Probation	3,071,182	3,123,516	2,667,120	456,396
Total Public Safety	<u>8,316,131</u>	<u>8,460,873</u>	<u>7,641,855</u>	<u>819,018</u>
Capital expenditures	-	-	8,207	(8,207)
Total expenditures	<u>8,316,131</u>	<u>8,460,873</u>	<u>7,650,062</u>	<u>810,811</u>
Excess of Revenues Over (Under) Expenditures	<u>71,927</u>	<u>(72,815)</u>	<u>357,234</u>	<u>430,049</u>
Other financing sources (uses):				
Transfers in	215,070	215,070	-	(215,070)
Transfers out	(215,070)	(215,070)	-	215,070
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	71,927	(72,815)	357,234	430,049
Fund Balances, July 1, 2020	<u>(71,927)</u>	<u>72,815</u>	<u>832,871</u>	<u>760,056</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,190,105</u>	<u>\$ 1,190,105</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Courts
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 630,345	\$ 630,345	\$ 365,806	\$ (264,539)
Charges for services	395,894	395,894	337,242	(58,652)
Fines and forfeits	185,664	185,664	160,875	(24,789)
Investment earnings	1,500	1,500	3,725	2,225
Miscellaneous	133,100	133,100	74,195	(58,905)
Total revenues	<u>1,346,503</u>	<u>1,346,503</u>	<u>941,843</u>	<u>(404,660)</u>
Expenditures:				
General government				
Superior Court	1,259,531	1,266,442	1,031,051	235,391
Clerk of Superior Court	40,894	41,709	36,128	5,581
Prescott Justice of the Peace	34,848	34,848	17,961	16,887
Verde Valley Justice of the Peace	50,755	50,755	24,311	26,444
Bagdad/Yarnell Justice of the Peace	13,566	13,566	29,024	(15,458)
Mayer Justice of the Peace	5,523	5,523	12,784	(7,261)
Seligman Justice of the Peace	3,850	3,850	1,483	2,367
Total General government	<u>1,408,967</u>	<u>1,416,693</u>	<u>1,152,742</u>	<u>263,951</u>
Capital expenditures	<u>25,800</u>	<u>25,800</u>	-	<u>25,800</u>
Total expenditures	<u>1,434,767</u>	<u>1,442,493</u>	<u>1,152,742</u>	<u>289,751</u>
Excess (deficiency) of revenues over expenditures	(88,264)	(95,990)	(210,899)	(114,909)
Other financing sources (uses):				
Transfers in	-	-	226,339	226,339
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>226,339</u>	<u>226,339</u>
Net change in fund balances	(88,264)	(95,990)	15,440	111,430
Fund Balances, July 1, 2020	88,264	95,990	1,350,836	1,254,846
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,366,276</u>	<u>\$ 1,366,276</u>

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Public Defender
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 87,000	\$ 87,000	\$ 249,751	\$ 162,751
Charges for services	50,000	50,000	84,932	34,932
Investment earnings	-	-	480	480
Total revenues	137,000	137,000	335,163	198,163
Expenditures:				
General government				
Public Defender	165,000	167,439	229,539	(62,100)
Excess (deficiency) of revenues over expenditures	(28,000)	(30,439)	105,624	136,063
Other financing sources (uses):				
Transfers in	-	-	80,996	80,996
Total other financing sources (uses)	-	-	80,996	80,996
Net change in fund balances	(28,000)	(30,439)	186,620	217,059
Fund Balances, July 1, 2020	28,000	30,439	703,825	673,386
Fund Balances, June 30, 2021	\$ -	\$ -	\$ 890,445	\$ 890,445

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Airport Development
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 650,000	\$ 650,000	\$ 2,540,820	\$ 1,890,820
Investment earnings	-	-	201	201
Miscellaneous	-	-	16,538	16,538
Total revenues	650,000	650,000	2,557,559	1,907,559
Expenditures:				
General government				
Airport Development	420,000	420,000	2,461,970	(2,041,970)
Capital Outlay				
Airport Development	230,000	230,000	183,748	46,252
Total expenditures	650,000	650,000	2,645,718	(1,995,718)
Net change in fund balances	-	-	(88,159)	(88,159)
Fund Balances, July 1, 2020	-	-	45,045	45,045
Fund Balances, June 30, 2021	\$ -	\$ -	\$ (43,114)	\$ (43,114)

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
CYMPO
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,411,404	\$ 1,411,404	\$ 787,907	\$ (623,497)
Miscellaneous	-	-	805	805
Total revenues	1,411,404	1,411,404	788,712	(622,692)
Expenditures:				
Highways and streets				
CYMPO	1,389,106	1,394,672	695,926	698,746
Total expenditures	1,389,106	1,394,672	695,926	698,746
Net change in fund balances	22,298	16,732	92,786	76,054
Fund Balances, July 1, 2020	(22,298)	(16,732)	(92,036)	(75,304)
Fund Balances, June 30, 2021	\$ -	\$ -	\$ 750	\$ 750

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Coyote Springs Debt Service
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Special assessments	\$ -	\$ -	\$ 15,448	\$ 15,448
Investment earnings	63,500	63,500	1,310	(62,190)
Miscellaneous	100	100	-	(100)
Total revenues	63,600	63,600	16,758	(46,842)
Expenditures:				
Highways and streets				
Board of Supervisors	87,680	87,680	11,862	75,818
Debt service				
Principal retirement	-	-	80,000	(80,000)
Interest and other charges	-	-	8,490	(8,490)
Total expenditures	87,680	87,680	100,352	(12,672)
Excess (deficiency) of revenues over expenditures	(24,080)	(24,080)	(83,594)	(59,514)
Other financing sources (uses):				
Transfers in	-	-	-	-
Operating Transfer Out	(12,144)	(12,144)	-	12,144
Total other financing sources (uses)	(12,144)	(12,144)	-	12,144
Net change in fund balances	(36,224)	(36,224)	(83,594)	(47,370)
Fund Balances, July 1, 2020	36,224	36,224	308,527	272,303
Fund Balances, June 30, 2021	\$ -	\$ -	\$ 224,933	\$ 224,933

Yavapai County
Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Poquito Valley Debt Service
Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Special assessments	\$ -	\$ -	\$ 148,220	\$ 148,220
Investment earnings	106,000	106,000	2,904	(103,096)
Miscellaneous	1,000	1,000	400	(600)
Total revenues	<u>107,000</u>	<u>107,000</u>	<u>151,524</u>	<u>44,524</u>
Expenditures:				
Highways and streets				
Board of Supervisors	-	-	9,901	(9,901)
Debt service				
Principal retirement	95,000	95,000	95,000	-
Interest and other charges	<u>57,141</u>	<u>57,141</u>	<u>57,490</u>	<u>(349)</u>
Total expenditures	<u>152,141</u>	<u>152,141</u>	<u>162,391</u>	<u>(10,250)</u>
Excess (deficiency) of revenues over expenditures	(45,141)	(45,141)	(10,867)	34,274
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	<u>(12,500)</u>	<u>(12,500)</u>	<u>-</u>	<u>12,500</u>
Total other financing sources (uses)	<u>(12,500)</u>	<u>(12,500)</u>	<u>-</u>	<u>12,500</u>
Net change in fund balances	(57,641)	(57,641)	(10,867)	46,774
Fund Balances, July 1, 2020	<u>57,641</u>	<u>57,641</u>	<u>700,417</u>	<u>642,776</u>
Fund Balances, June 30, 2021	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 689,550</u></u>	<u><u>\$ 689,550</u></u>

COMBINING STATEMENTS AND OTHER SCHEDULES
Fiduciary Funds



Yavapai County
Year Ended June 30, 2021

FIDUCIARY FUNDS

- Private-Purpose Trust** Accounts for assets held in trust by the County's Public Fiduciary for those individuals in which the Public Fiduciary serves as a court-appointed guardian, conservator or estate administrator.
- Custodial** Accounts for assets held by the County in a fiduciary capacity including the assets held and invested by the County Treasurer on behalf of school districts, fire districts, street lighting districts and other improvement districts and property tax collections not yet disbursed to taxing jurisdictions.

Yavapai County
Combining Statement of Fiduciary Net Position
Private-Purpose Trust Funds
June 30, 2021

	Irrevocable Burial Trust	Special Needs Trust	Public Fiduciary Trust Fund	Total Private-Purpose Trust Funds
Assets				
Cash and cash equivalents	\$ 33,740	\$ 457,777	\$ 238,348	\$ 729,865
Total assets	33,740	457,777	238,348	729,865
 Net Position				
Restricted for Individuals, organizations, and other governments	33,740	457,777	238,348	729,865
Total net position	\$ 33,740	\$ 457,777	\$ 238,348	\$ 729,865

Yavapai County
Combining Statement of Changes in Fiduciary Net Position
Private-Purpose Trust Funds
For the Year Ended June 30, 2021

	Irrevocable Burial Trust	Special Needs Trust	Public Fiduciary Trust Fund	Total Private-Purpose Trust Funds
Additions:				
Other	\$ 3,645	\$ 138,980	\$ 1,083,189	\$ 1,225,814
Total additions	3,645	138,980	1,083,189	1,225,814
 Deductions:				
Other	3,016	74,121	1,264,358	1,341,495
Total deductions	3,016	74,121	1,264,358	1,341,495
 Net increase (decrease) in fiduciary net position	629	64,859	(181,169)	(115,681)
 Net position held in trust July 1, 2020, as restated	33,111	392,918	419,517	845,546
Net position held in trust June 30, 2021	\$ 33,740	\$ 457,777	\$ 238,348	\$ 729,865

Yavapai County
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2021

	External Investment Pool			Total External Investment Pool
	School Districts	Fire Districts	Other Governmental Entities	
Assets				
Cash and cash equivalents	\$ 72,434,394	\$ 32,635,629	\$ 19,250,780	\$ 124,320,803
Property tax receivable	-	-	-	-
Interest receivable	<u>49,512</u>	<u>19,770</u>	<u>10,982</u>	<u>80,264</u>
Total assets	<u>72,483,906</u>	<u>32,655,399</u>	<u>19,261,762</u>	<u>124,401,067</u>
Liabilities				
Due to other governments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position				
Restricted for:				
Pool participants	72,483,906	32,655,399	19,261,762	124,401,067
Individuals, organizations, and other governments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net position	<u>\$ 72,483,906</u>	<u>\$ 32,655,399</u>	<u>\$ 19,261,762</u>	<u>\$ 124,401,067</u>

Other

Property Tax Collection	Special Purpose	Non-County External Bank Accounts	Total Other
166,799	\$ 1,355,638	\$ 7,411,188	\$ 8,933,625
5,162,868	-	-	5,162,868
-	-	-	-
<u>5,329,667.00</u>	<u>1,355,638</u>	<u>7,411,188</u>	<u>14,096,493</u>
<u>166,799</u>	<u>534,770</u>	<u>-</u>	<u>701,569</u>
<u>166,799</u>	<u>534,770</u>	<u>-</u>	<u>701,569</u>
-	-	-	-
<u>5,162,868</u>	<u>820,868</u>	<u>7,411,188</u>	<u>13,394,924</u>
<u>\$ 5,162,868</u>	<u>\$ 820,868</u>	<u>\$ 7,411,188</u>	<u>\$ 13,394,924</u>

Yavapai County
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2021

	External Investment Pool			Total External Investment Pool
	School Districts	Fire Districts	Other Governmental Entities	
Additions:				
Contributions from pool participants	\$ 320,289,723	\$ 112,860,232	\$ 5,975,032	\$ 439,124,987
Contributions from other governments	-	-	-	-
Contributions from members	-	-	-	-
Property tax collections for other governments	-	-	-	-
Fines and fees collected for other governments	-	-	-	-
Investment earnings	404,291	157,212	95,242.00	656,745
Inmate collections	-	-	-	-
Other	-	-	-	-
Total additions	<u>320,694,014</u>	<u>113,017,444</u>	<u>6,070,274</u>	<u>439,781,732</u>
Deductions				
Distributions to pool participants	312,996,964	110,719,553	6,406,137	430,122,654
Distributions to other governments	-	-	-	-
Benefit claims and expenses	-	-	-	-
Property tax distributions to other govts	-	-	-	-
Fines and fees distributed to other governments	-	-	-	-
Payments to inmates	-	-	-	-
Interest Expense	-	-	-	-
Other	-	-	-	-
Total deductions	<u>312,996,964</u>	<u>110,719,553</u>	<u>6,406,137</u>	<u>430,122,654</u>
Net increase (decrease) in fiduciary net position	7,697,050	2,297,891	(335,863)	9,659,078
Net position July 1, 2020, as restated	<u>64,786,856</u>	<u>30,357,508</u>	<u>19,597,625</u>	<u>114,741,989</u>
Net position June 30, 2021	<u>\$ 72,483,906</u>	<u>\$ 32,655,399</u>	<u>\$ 19,261,762</u>	<u>\$ 124,401,067</u>

Other			
Property Tax Collections	Special Purpose	Non-County External Bank Accounts	Total Other
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	31,971,145	31,971,145
213,816,690	-	-	213,816,690
-	-	12,473,049	12,473,049
-	5,542	236	5,778
-	-	2,011,691	2,011,691
-	2,639,038	5,832,767	8,471,805
<u>213,816,690</u>	<u>2,644,580</u>	<u>52,288,888</u>	<u>268,750,158</u>
-	-	-	-
-	-	-	-
-	-	29,347,559	29,347,559
214,582,962	-	-	214,582,962
-	-	12,713,600	12,713,600
-	-	1,978,726	1,978,726
-	-	-	-
-	5,419,554	6,800,379	12,219,933
<u>214,582,962</u>	<u>5,419,554</u>	<u>50,840,264</u>	<u>270,842,780</u>
(766,272)	(2,774,974)	1,448,624	(2,092,622)
<u>5,929,140</u>	<u>3,595,842</u>	<u>5,962,564</u>	<u>15,487,546</u>
<u>\$ 5,162,868</u>	<u>\$ 820,868</u>	<u>\$ 7,411,188</u>	<u>\$ 13,394,924</u>

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STATISTICAL SECTION



Yavapai County
Statistical Section
Year Ended June 30, 2021

This part of the Yavapai County annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents	Page
Financial Trends	148
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
Revenue Capacity	154
These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	
Debt Capacity	158
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	
Demographic and Economic Information	161
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	
Operating Information	163
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

Yavapai County
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013 as restated	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 233,664,415	\$ 246,279,437	\$ 244,885,761	\$ 239,962,002	\$ 245,296,042	\$ 247,930,780	\$ 248,985,672	\$ 251,637,764	\$ 258,613,035	\$ 271,568,569
Restricted	30,244,964	29,223,380	29,399,661	27,423,213	26,853,112	24,758,387	24,018,470	22,426,459	21,390,727	27,616,893
Unrestricted (deficit)	46,892,632	32,387,781	34,282,231	(104,573,658)	(111,743,342)	(123,574,435)	(137,411,173)	(123,258,820)	(109,555,324)	(97,622,668)
Total governmental activities net position	\$ 310,802,011	\$ 307,890,598	\$ 308,567,653	\$ 162,811,557	\$ 160,405,812	\$ 149,114,732	\$ 135,592,969	\$ 150,805,403	\$ 170,448,438	\$ 201,562,794
Business-type activities										
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-	-
Total business-type activities net position	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Primary government										
Net investment in capital assets	\$ 233,664,415	\$ 246,279,437	\$ 244,885,761	\$ 239,962,002	\$ 245,296,042	\$ 247,930,780	\$ 248,985,672	\$ 251,637,764	\$ 258,613,035	\$ 271,568,569
Restricted	30,244,964	29,223,380	29,399,661	27,423,213	26,853,112	24,758,387	24,018,470	22,426,459	21,390,727	27,616,893
Unrestricted (deficit)	46,892,632	32,387,781	34,282,231	(104,573,658)	(111,743,342)	(123,574,435)	(137,411,173)	(123,258,820)	(109,555,324)	(97,622,668)
Total primary government net position	\$ 310,802,011	\$ 307,890,598	\$ 308,567,653	\$ 162,811,557	\$ 160,405,812	\$ 149,114,732	\$ 135,592,969	\$ 150,805,403	\$ 170,448,438	\$ 201,562,794

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Yavapai County
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2013									
	2012	As Restated	2014	2015 ¹	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	\$ 62,345,662	\$ 61,913,160	\$ 61,634,911	\$ 73,547,614	\$ 71,366,887	\$ 73,276,034	\$ 76,332,480	\$ 64,929,011	\$ 68,488,223	\$ 80,003,678
Public safety	49,388,684	51,737,665	52,322,338	58,080,181	57,761,417	64,261,140	75,655,946	63,043,098	74,036,542	72,660,312
Highways and streets	25,247,610	23,452,424	21,909,440	27,128,143	23,274,551	25,487,401	24,127,122	26,746,851	29,638,322	27,309,411
Sanitation	1,465,542	1,437,943	1,853,305	1,609,894	1,818,970	1,868,223	1,891,308	2,356,825	2,653,849	2,422,010
Health	13,191,650	13,318,952	13,364,778	14,253,730	15,273,078	14,693,754	14,564,187	15,366,244	16,921,934	18,834,718
Welfare	11,834,457	10,748,376	10,674,717	10,626,802	10,735,149	10,758,602	11,266,831	10,559,683	10,849,287	11,389,708
Culture and recreation	238,532	206,447	138,729	105,961	138,729	85,738	81,577	155,438	95,260	106,273
Education	3,509,638	5,775,032	5,030,647	4,398,718	4,332,906	4,980,959	4,887,163	4,101,235	4,553,954	4,805,561
Interest on long-term debt	1,364,868	1,206,904	1,148,062	1,086,800	1,028,399	964,944	1,047,910	436,228	474,200	2,364,766
Total governmental activities expenses	168,586,643	169,796,903	168,076,927	190,837,843	185,730,086	196,376,795	209,854,524	187,694,613	207,711,571	219,896,437
Business-type activities:										
Long-term care	10,141,138	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	10,141,138	-	-	-	-	-	-	-	-	-
Total primary government expenses	\$ 178,727,781	\$ 169,796,903	\$ 168,076,927	\$ 190,837,843	\$ 185,730,086	\$ 196,376,795	\$ 209,854,524	\$ 187,694,613	\$ 207,711,571	\$ 219,896,437
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 5,459,831	\$ 4,376,884	\$ 4,641,730	\$ 7,798,624	\$ 8,788,165	\$ 9,477,420	\$ 8,748,410	\$ 9,621,932	\$ 11,340,202	\$ 12,825,305
Public safety	8,681,147	8,865,102	7,620,120	3,500,936	3,711,204	3,905,223	4,136,934	4,160,268	3,806,332	3,510,091
Health	6,569,234	5,795,116	5,768,856	6,376,541	6,589,161	6,496,676	6,580,465	6,460,712	6,781,626	6,325,052
Other	1,806,374	2,205,285	2,426,992	2,497,840	2,711,920	3,263,044	3,900,165	4,153,603	4,333,923	3,230,416
Operating grants and contributions	26,710,532	26,931,066	30,662,264	29,810,500	35,547,178	36,867,646	39,337,795	38,364,701	47,913,703	55,750,261
Capital grants and contributions	2,248,681	1,876,590	3,239,760	3,759,162	4,860,870	823,163	360,460	1,602,945	397,451	138,670
Total governmental activities program revenues	51,475,799	50,050,043	54,359,722	53,743,603	62,208,498	60,783,172	63,064,229	64,364,161	74,573,237	81,779,795
Business-type activities:										
Charges for services:										
Long-term care	11,968,091	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	11,968,091	-	-	-	-	-	-	-	-	-
Total primary government program revenues	\$ 63,443,890	\$ 50,050,043	\$ 54,359,722	\$ 53,743,603	\$ 62,208,498	\$ 60,783,172	\$ 63,064,229	\$ 64,364,161	\$ 74,573,237	\$ 81,779,795
Net (expense)/revenue	\$(117,110,844)	\$(119,746,860)	\$(113,717,205)	\$(137,094,240)	\$(123,521,588)	\$(135,593,623)	\$(146,790,295)	\$(123,330,452)	\$(133,138,334)	\$(138,116,642)
Governmental activities										
Business-type activities	1,826,953	-	-	-	-	-	-	-	-	-
Total primary government net expense	\$(115,283,891)	\$(119,746,860)	\$(113,717,205)	\$(137,094,240)	\$(123,521,588)	\$(135,593,623)	\$(146,790,295)	\$(123,330,452)	\$(133,138,334)	\$(138,116,642)

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Yavapai County
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2013									
	2012	As Restated	2014	2015 ¹	2016	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 51,699,471	\$ 52,122,175	\$ 52,112,146	\$ 51,294,809	\$ 53,103,018	\$ 54,685,899	\$ 56,221,022	\$ 57,313,871	\$ 66,634,032	\$ 67,974,553
Sales taxes	41,382,944	47,587,636	46,707,526	48,283,744	51,106,133	53,474,488	57,686,628	60,735,515	65,123,617	79,225,965
Vehicle license taxes	9,083,699	9,262,788	7,022,638	10,356,545	8,022,644	8,600,164	9,277,476	9,792,370	10,048,063	12,204,723
Grants and contributions not restricted to specific programs	2,985,878	2,960,656	3,177,599	2,895,889	3,480,910	3,314,664	3,630,887	3,499,331	3,667,743	3,665,659
Franchise taxes	271,003	269,404	267,020	282,805	283,366	281,425	298,249	309,367	322,249	331,475
Lottery/State appropriation	-	-	550,038	550,038	-	-	550,050	550,050	550,050	550,050
Investment earnings	227,971	216,409	679,320	(70,947)	187,916	129,869	681,115	1,249,575	870,170	225,431
Gain (loss) on disposal of capital assets	376,709	(66,231)	149,991	171,568	204,175	173,711	594,205	408,877	566,755	(1,345,992)
Miscellaneous	4,104,472	4,482,610	3,727,982	4,315,570	4,727,681	3,642,323	4,328,900	4,683,930	4,998,690	6,399,134
Transfers	7,656,630	-	-	-	-	-	-	-	-	-
Total governmental activities	117,788,777	116,835,447	114,394,260	118,080,021	121,115,843	124,302,543	133,268,532	138,542,886	152,781,369	169,230,998
Business-type activities:										
Investment earnings	18,363	-	-	-	-	-	-	-	-	-
Loss on disposal of capital assets	(82,060)	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	(7,656,630)	-	-	-	-	-	-	-	-	-
Total business-type activities	(7,720,327)	-	-	-	-	-	-	-	-	-
Total primary government	\$ 110,068,450	\$ 116,835,447	\$ 114,394,260	\$ 118,080,021	\$ 121,115,843	\$ 124,302,543	\$ 133,268,532	\$ 138,542,886	\$ 152,781,369	\$ 169,230,998
Change in Net Position										
Governmental activities	\$ 677,933	\$ (2,911,413)	\$ 677,055	\$ (19,014,219)	\$ (2,405,745)	\$ (11,291,080)	\$ (13,521,763)	\$ 15,212,434	\$ 19,643,035	\$ 31,114,356
Business-type activities	(5,893,374)	-	-	-	-	-	-	-	-	-
Total primary government	\$ (5,215,441)	\$ (2,911,413)	\$ 677,055	\$ (19,014,219)	\$ (2,405,745)	\$ (11,291,080)	\$ (13,521,763)	\$ 15,212,434	\$ 19,643,035	\$ 31,114,356

1) Significant changes in net position occurred due to the implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions.

Yavapai County
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2013									
	2012	As Restated	2014	2015	2016	2017	2018	2019	2020	2021
General fund										
Nonspendable	\$ 558,330	\$ 529,990	\$ 534,073	\$ 419,021	\$ 550,208	\$ 659,611	\$ 626,112	\$ 386,449	\$ 519,087	\$ 817,869
Unassigned	9,198,985	8,467,686	9,716,724	9,139,623	9,552,144	9,853,659	9,633,712	11,768,137	25,930,207	47,803,066
Total general fund	\$ 9,757,315	\$ 8,997,676	\$ 10,250,797	\$ 9,558,644	\$ 10,102,352	\$ 10,513,270	\$ 10,259,824	\$ 12,154,586	\$ 26,449,294	\$ 48,620,935
All other governmental funds										
Nonspendable	\$ 338,143	\$ 420,405	\$ 369,364	\$ 384,929	\$ 400,687	\$ 487,560	\$ 410,774	\$ 402,633	\$ 518,780	\$ 1,373,288
Restricted	29,845,087	28,408,624	29,214,659	27,263,418	26,687,753	24,588,981	23,859,908	22,292,622	83,969,400	74,863,008
Committed	44,933,474	31,110,770	29,500,387	27,471,287	24,146,575	22,256,013	24,210,208	28,466,825	27,466,285	31,330,222
Unassigned	-	-	(129,290)	(647,487)	(34,846)	(46,030)	(268,131)	(235,467)	(1,073,939)	(1,453,744)
Total all other governmental funds	\$ 75,116,704	\$ 59,939,799	\$ 58,955,120	\$ 54,472,147	\$ 51,200,169	\$ 47,286,524	\$ 48,212,759	\$ 50,926,613	\$ 110,880,526	\$ 106,112,774

Yavapai County
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2013									
	2012	as restated	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 70,585,042	\$ 74,555,129	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	52,225,532	51,435,356	53,076,446	51,830,240	56,322,256	57,484,689	66,453,459	68,059,464
County sales taxes	-	-	21,582,391	22,776,374	24,450,120	28,496,007	27,763,993	29,095,816	31,420,933	38,221,272
Special assessments	445,430	313,975	445,823	323,790	307,004	328,552	256,753	270,767	218,363	174,065
Licenses and permits	2,352,607	2,827,913	3,500,652	3,656,374	3,850,570	4,263,493	5,045,676	5,695,856	6,368,322	5,859,887
Intergovernmental	67,956,327	69,778,203	68,090,496	71,486,393	73,987,068	76,383,556	82,381,548	87,027,113	98,271,626	114,510,341
Charges for services	13,901,191	13,173,252	11,949,422	12,504,936	12,290,540	12,325,424	12,257,416	12,047,785	13,358,643	13,746,129
Fines and forfeits	3,075,579	3,258,371	3,480,687	3,428,912	3,290,343	3,506,446	3,492,895	3,570,978	3,337,603	3,205,113
Investment earnings	227,971	216,427	679,871	(70,947)	187,918	129,868	681,116	1,249,579	870,170	225,239
Miscellaneous	4,274,703	4,638,767	5,000,510	5,102,733	6,121,031	5,050,927	5,579,688	5,863,229	6,591,617	8,436,905
Total revenues	162,818,850	168,762,037	166,955,384	170,643,921	177,561,040	182,314,513	193,781,341	202,305,812	226,890,736	252,438,415
Expenditures										
General government	60,284,141	60,720,587	60,579,208	67,398,559	65,217,327	66,227,788	67,790,528	70,642,587	68,293,121	75,670,354
Public safety	48,438,479	51,407,963	51,391,831	52,684,423	54,534,285	58,023,197	65,263,847	62,756,325	71,613,661	69,623,369
Highways and streets	22,839,550	26,507,156	19,159,634	20,266,071	24,201,825	27,058,914	25,399,182	28,444,587	18,745,504	15,746,962
Sanitation	1,445,057	1,610,073	1,957,968	1,702,678	1,884,551	1,887,043	2,001,007	2,524,067	2,492,399	2,243,582
Health	13,121,564	13,179,859	13,189,896	14,106,085	15,210,473	14,686,935	14,715,104	15,755,220	16,528,607	18,294,659
Welfare	11,841,743	10,742,570	10,684,724	10,630,863	10,738,903	10,758,061	11,275,978	10,586,621	10,836,316	11,368,721
Culture and recreation	172,348	114,047	113,262	101,478	134,564	132,233	116,858	170,502	88,508	98,746
Education	4,246,599	5,706,095	4,974,902	4,064,669	4,112,725	4,677,716	4,525,456	4,360,422	4,578,357	4,624,990
Debt service										
Principal	5,775,482	1,230,950	1,278,462	1,328,112	1,424,604	1,473,153	1,531,737	1,579,884	1,815,006	3,408,000
Interest and other charges	1,364,868	1,212,778	1,154,200	1,093,213	1,032,511	972,549	902,551	643,254	393,918	3,036,789
Bond issuance costs	-	-	-	-	-	-	-	-	834,446	-
Capital outlay	21,956,670	12,271,703	2,424,396	2,674,818	2,301,378	107,958	176,840	758,276	23,023,168	31,603,178
Total expenditures	191,486,501	184,703,781	166,908,483	176,050,969	180,793,146	186,005,547	193,699,088	198,221,745	219,243,011	235,719,350
Excess (deficiency) of revenues over (under) expenditures	(28,667,651)	(15,941,744)	46,901	(5,407,048)	(3,232,106)	(3,691,034)	82,253	4,084,067	7,647,725	16,719,065
Other financing sources (uses)										
Revenue refunding obligation proceeds	-	-	-	-	-	-	16,978,000	-	-	-
Payment to refunding escrow agent	-	-	-	-	-	-	(16,896,907)	-	-	-
Capital lease agreements	-	-	-	-	211,939	-	-	-	-	-
Sale of capital assets	376,709	5,200	221,541	231,922	291,897	188,307	509,443	524,549	766,450	684,824
Bond Proceeds	-	-	-	-	-	-	-	-	57,050,000	-
Premium on bond proceeds	-	-	-	-	-	-	-	-	8,784,446	-
Transfers in	35,664,432	14,207,090	12,096,198	11,139,032	11,124,422	11,988,058	12,295,183	12,269,573	11,964,146	25,126,201
Transfers out	(28,007,802)	(14,207,090)	(12,096,198)	(11,139,032)	(11,124,422)	(11,988,058)	(12,295,183)	(12,269,573)	(11,964,146)	(25,126,201)
Total other financing sources (uses)	8,033,339	5,200	221,541	231,922	503,836	188,307	590,536	524,549	66,600,896	684,824
Net changes in fund balances	\$ (20,634,312)	\$ (15,936,544)	\$ 268,442	\$ (5,175,126)	\$ (2,728,270)	\$ (3,502,727)	\$ 672,789	\$ 4,608,616	\$ 74,248,621	\$ 17,403,889
Debt service as a percentage of noncapital expenditures	4.5%	1.6%	1.6%	1.5%	1.5%	1.5%	1.4%	1.2%	1.1%	3.2%

Yavapai County
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Primary Net Assessed Value				Total Direct Tax Rate ¹	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential and Vacant Property	Commercial Property	Unattached Personal Property	Total Taxable Net Assessed Value			
2012	2,007,011,632	623,434,540	81,731,709	2,712,177,881	1.9172	22,580,984,308	12.01%
2013	1,748,825,220	573,976,929	82,671,574	2,405,473,723	2.2049	20,142,814,909	11.94%
2014	1,819,990,776	325,100,587	87,538,236	2,232,629,599	2.3961	19,088,929,991	11.70%
2015	1,840,982,742	295,068,513	81,221,556	2,217,272,811	2.4216	19,418,863,184	11.42%
2016	1,929,113,529	263,001,270	87,068,649	2,279,183,448	2.4044	20,061,477,030	11.36%
2017	2,012,130,501	251,908,085	80,371,356	2,344,409,942	2.3910	21,142,413,672	11.09%
2018	2,131,382,392	238,029,643	93,738,001	2,463,150,036	2.3556	22,327,112,822	11.03%
2019	2,267,175,515	249,865,108	82,497,218	2,599,537,841	2.2696	23,680,652,430	10.98%
2020	2,414,473,528	260,089,904	91,113,641	2,765,677,073	2.4906	25,260,274,257	10.95%
2021	2,578,773,696	295,943,631	83,007,380	2,957,724,707	2.3775	27,104,661,346	10.91%

Source: Assessed and actual values obtained from the Yavapai County Assessor. Direct tax rate obtained from the Yavapai County Board of Supervisors Adopted Budget.

Note: Property in the County is reassessed each year. Tax rates are per \$100 of assessed value.

1) Includes both primary and secondary tax rates. See Direct and Overlapping Property Tax Rates schedule.

Yavapai County
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 (rate per \$100 of assessed value)

Fiscal Year	County Direct Rates					Overlapping Rates ¹				
	Primary	Secondary			Total Direct	School Equalization	School Districts	Cities	Other Special Districts	Community College District
		Fire District	Library District	Flood Control District						
2012	1.4305	0.0928	0.1456	0.2483	1.9172	0.4259	1.2605-7.9313	0.0142-1.4400	0.0642-11.4000	1.6175
2013	1.6426	0.1000	0.1660	0.2963	2.2049	0.4717	1.2727-7.2224	0.4083-1.4400	0.0437-13.6892	1.8875
2014	1.9308	0.1000	0.1491	0.2162	2.3961	0.5123	1.1401-7.8940	0.3351-1.6000	0.0622-16.2403	2.0468
2015	1.9580	0.1008	0.1512	0.2116	2.4216	0.5089	2.4776-7.7759	0.3149-1.5739	0.0627-16.5100	2.0837
2016	1.9317	0.1000	0.1667	0.2060	2.4044	0.5054	2.3885-7.7757	0.3047-1.7165	0.0642-17.6840	2.0901
2017	1.9027	0.1000	0.1907	0.1976	2.3910	0.5010	2.0177-7.7737	0.3025-1.7316	0.0616-19.9088	2.0561
2018	1.8395	0.1000	0.1815	0.2346	2.3556	0.4875	2.0537-8.5411	0.2821-1.6612	0.0583-8.3655	1.9828
2019	1.7788	0.1000	0.1720	0.2188	2.2696	0.4741	2.2376-8.5394	0.2699-1.6455	0.0557-12.7400	1.9476
2020	2.0152	0.1000	0.1651	0.2103	2.4906	0.4566	2.2348-8.4380	0.2599-1.6150	0.0573-12.1200	1.8408
2021	1.9255	0.0937	0.1577	0.2006	2.3775	0.4566	1.9434 -7.7737	0.2484 -1.5841	0.0546 -11.600	1.6891

Source: Yavapai County Board of Supervisors Adopted Budget.

1) Includes both primary and secondary rates.

Yavapai County
Principal Property Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	2021				2012	
	Primary Net Assessed Value	Rank	Percentage of Total Primary Net Assessed Value	Primary Net Assessed Value	Rank	Percentage of Total Primary Net Assessed Value
Phelps Dodge Corporation	\$ 115,119,588	1	3.89%	\$75,900,107	2	2.80%
Arizona Public Service	104,249,620	2	3.52%	83,092,209	1	-
Unisource Energy Corporation	19,802,132	3	0.67%	14,114,181	5	0.52%
Drake Cement LLC	18,913,050	4	0.64%	-	-	-
Burlington Northern Santa Fe Railway Company	17,509,082	5	0.59%	8,966,800	8	0.33%
Transwestern Pipeline Company LLC	16,056,894	6	0.54%	28,960,780	3	-
Phoenix Cement Company	10,723,693	7	0.36%	23,808,092	4	-
Kinder Morgan (El Paso Natural Gas)	10,385,804	8	0.35%	9,147,568	7	-
Wal-Mart	7,849,536	9	0.27%	-	-	-
Sturm Ruger & Co. Inc.	7,336,366	10	0.25%	-	-	-
TWC II-Prescott Mall LLC	-	-	-	6,256,241	9	0.23%
Qwest Corporation	-	-	-	11,176,457	6	0.41%
Ace Hardware Corporation	-	-	-	5,846,784	10	0.22%
Totals	<u>\$327,945,765</u>		<u>11.08%</u>	<u>\$267,269,219</u>		<u>4.51%</u>
Total Yavapai County Primary Assessed Value	\$2,957,724,707		100.00%	\$2,712,177,881		100.00%

Source: Yavapai County Assessor and Arizona Department of Revenue.

Yavapai County
Property Tax Levies and Collections ¹
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year ²	Collected within the Fiscal Year		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	38,797,705	36,464,287	93.99%	885,746	37,350,033	96.27%
2013	39,512,311	37,270,343	94.33%	607,509	37,877,852	95.86%
2014	43,108,560	40,635,331	94.26%	579,921	41,215,252	95.61%
2015	43,108,560	41,019,828	95.15%	506,859	41,526,687	96.33%
2016	44,026,986	41,648,986	94.60%	514,647	42,163,633	95.77%
2017	44,606,170	42,533,288	95.35%	502,373	43,035,661	96.48%
2018	45,309,644	43,103,822	95.13%	459,427	43,563,249	96.15%
2019	46,240,578	44,193,993	95.57%	406,589	44,600,582	96.45%
2020	55,734,999	53,219,818	95.49%	530,068	53,749,886	96.44%
2021	56,950,989	54,243,869	95.25%	-	54,243,869	95.25%

Source: Taxes levied obtained from the Yavapai County Board of Supervisors Adopted Budget. Collections obtained from the Yavapai County Treasurer.

1) General Fund levies and collections only.

2) Taxes levied for the fiscal year is the budgeted levy. The actual levy is generally lower when assessed because of a decrease in net assessed values due to taxpayer appeals.

Yavapai County
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	Jail District Pledged Revenue Obligations ³	Revenue Bonds	Special Assessment Bonds	Capital Leases			
2012	-	-	2,470,000	23,989,518	26,459,518	0.40%	124.60
2013	-	-	2,295,000	22,933,568	25,228,568	0.36%	117.33
2014	-	-	2,120,000	21,830,106	23,950,106	0.32%	109.66
2015	-	-	1,945,000	20,676,993	22,621,993	0.29%	102.09
2016	-	-	1,770,000	19,639,687	21,409,687	0.26%	94.92
2017	-	-	1,595,000	18,341,534	19,936,534	0.23%	87.42
2018	-	16,978,000	1,420,000	87,890	18,485,890	0.20%	79.68
2019	-	15,616,000	1,245,000	45,006	16,906,006	0.17%	71.91
2020	57,050,000 ⁴	14,021,000	1,070,000	-	72,141,000	0.67%	300.30
2021	55,445,000	12,393,000	895,000	-	68,733,000	N/A (2)	283.72

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

1) Personal income and population information can be found in the Demographic and Economic Statistics schedule.

2) Personal income was not available for 2021.

3) Presented net of premiums on long-term debt.

4) Restated to include debt net of premiums

Yavapai County
 Legal Debt Margin Information
 Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value	\$ 2,957,724,707
Debt limit (6% of assessed value)	177,463,482
Debt applicable to limit:	
General obligation bonds	-
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	-
Legal debt margin	\$ 177,463,482

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 162,730,673	\$ 144,328,423	\$ 133,957,776	\$ 133,036,369	\$ 136,751,007	\$ 140,664,597	\$ 147,789,002	\$ 155,972,270	\$ 165,940,624	\$ 177,463,482
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 162,730,673	\$ 144,328,423	\$ 133,957,776	\$ 133,036,369	\$ 136,751,007	\$ 140,664,597	\$ 147,789,002	\$ 155,972,270	\$ 165,940,624	\$ 177,463,482

Total net debt applicable to the limit as a percentage of debt limit 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00%

Note: Under state finance law, the County's outstanding general obligation debt should not exceed 6 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Yavapai County
Pledged Revenue Coverage
Last Ten Fiscal Years

Jail District Revenue Bonds and Pledged Revenue Obligations¹

Fiscal Year	Jail District Revenues ²	Less: Expenditures ³	Net Available		Debt Service		Coverage
			Revenue	Principal	Interest	Coverage	
2012	16,359,044	14,478,655	1,880,389	1,790,000	77,803	1.01	
2013	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2014	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2015	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2016	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2017	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2018	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2019	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)	N/A (1)
2020	19,421,927	19,423,351	(1,424)	-	-	-	
2021	25,387,248	23,881,491	1,505,757	1,605,000	2,687,638	0.35	

Highway Construction Advancement Revenue Bonds

Fiscal Year	County Excise Tax	State Shared Sales Taxes	Net Available		Debt Service		Coverage
			Highway Project Repayments ⁴	Revenue	Principal	Interest	
2012	12,400,793	22,955,984	1,400,000	36,756,777	2,800,000	17,406	13.05
2013	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2014	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2015	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2016	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2017	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2018	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2019	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2020	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)
2021	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)	N/A (5)

Special Assessment Bonds

Fiscal Year	Special Assessment Collections	Debt Service		Coverage
		Principal	Interest	
2012	445,430	175,000	168,276	1.30
2013	313,975	175,000	156,863	0.95
2014	445,823	175,000	145,797	1.39
2015	308,359	175,000	134,461	1.00
2016	253,491	175,000	123,017	0.85
2017	313,258	175,000	111,604	1.09
2018	242,192	175,000	100,190	0.88
2019	256,532	175,000	88,808	0.97
2020	204,018	175,000	77,394	0.81
2021	174,065	175,000	65,980	0.72

Revenue Refunding Obligations

Fiscal Year	County Excise Tax	Net Available		Debt Service		
		State Shared Sales Taxes	Revenue	Principal	Interest	Coverage
2012	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)
2013	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)
2014	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)
2015	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)
2016	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)
2017	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)	N/A (6)
2018	\$ 18,311,614	\$ 19,461,489	\$ 37,773,103	-	-	-
2019	\$ 19,190,975	\$ 21,894,007	\$ 41,084,982	1,362,000	550,098	21.49
2020	\$ 20,732,511	\$ 23,748,868	\$ 44,481,379	1,595,000	316,524	23.27
2021	\$ 25,260,026	\$ 31,148,743	\$ 56,408,769	1,628,000	283,171	29.52

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

- 1) Final payment for the Jail District Revenue Bonds was made during 2012 and Jail District Pledge Revenue Obligations were issued on June 4, 2020.
- 2) Revenues include beginning fund balance and transfers in. Beginning fund balance is included in revenues since it represents unexpended pledged revenues.
- 3) Expenditures include transfers out, except those for debt service.
- 4) Highway project repayments include unspent bond proceeds and repayments made by the Arizona Department of Transportation.
- 5) Final payments for the Highway Construction Advancement Revenue Bonds were made during 2012.
- 6) Excise tax revenue refunding bonds were issued on October 17, 2017.

Yavapai County
Demographic and Economic Statistics
Last Ten Calendar Years

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2012	212,350	6,623,513	31,191	8.8%
2013	215,027	6,936,360	32,258	8.4%
2014	218,405	7,482,253	34,259	6.7%
2015	221,584	7,888,490	35,600	5.6%
2016	225,562	8,199,948	36,353	5.0%
2017	228,055	8,753,027	38,381	4.6%
2018	231,993	9,352,066	40,312	4.4%
2019	235,099	9,731,391	41,393	4.6%
2020	240,226	10,687,662	44,490	7.4%
2021	242,253	N/A (1)	N/A (1)	5.2%

Source: Population and personal income through 2020 obtained from the U.S. Department of Commerce, Bureau of Economic Analysis. Population for 2021 and unemployment rates obtained from the Arizona Department of Administration, Office of Economic Opportunity.

1) Personal income and per capita personal income were not available for 2021.

Yavapai County
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	<u>2021</u>			<u>2012</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Yavapai Regional Medical Center	2,094	1	1.90%	1,377	2	1.67%
Yavapai County	1,556	2	1.41%	1,388	1	1.68%
Walmart	1,195	3	1.08%	750	6	0.91%
Veterans Medical Center	1,104	4	1.00%	932	3	1.13%
Freeport McMoran Copper Mine	1,020	5	0.92%	-	-	-
Verde Valley Medical Center	787	6	0.71%	900	4	1.09%
Humboldt Unified School District	639	7	0.58%	636	7	0.77%
State of Arizona	599	8	0.54%	-	-	-
Embry-Riddle Aeronautical University	566	9	0.51%	-	-	-
Yavapai College	522	10	0.47%	619	8	0.75%
Cyprus Bagdad Copper Mine	-	-	-	854	5	1.03%
Prescott Unified School District	-	-	-	521	9	0.63%
City of Prescott	-	-	-	500	10	0.61%
Totals	<u>10,082</u>		<u>9.12%</u>	<u>8,477</u>		<u>10.27%</u>
Total Employment in Yavapai County	110,485		100.00%	82,627		100.00%

Source: Yavapai College and the Arizona Department of Administration, Office of Economic Opportunity.

Yavapai County
Full-Time Equivalent Employees by Function
Last Ten Fiscal Years

<u>Function</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government	559	589	599	622	620	629	629	645	651	654
Public safety	515	535	544	540	556	572	566	568	574	567
Highways and streets	100	105	102	108	111	108	104	114	116	114
Sanitation	11	12	12	12	12	12	12	17	15	17
Health	135	133	133	146	158	150	146	153	148	169
Welfare	5	5	4	6	6	6	6	7	7	7
Education	33	35	30	28	31	34	30	30	28	28
Capital outlay	3	-	-	-	-	-	-	-	-	1
Total	1,361	1,414	1,424	1,462	1,494	1,511	1,493	1,534	1,539	1,556

Source: Yavapai County payroll records.

Yavapai County
Operating Indicators by Function
Last Ten Fiscal Years

<u>Function</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government										
Elections										
Elections	5	4	3	2	6	3	3	3	3	3
Number voting	66,953	165,625	65,363	120,592	157,489	172,057	98,899	176,903	54,096	223,139
Development Services										
Building permits issued	2,432	2,737	3,200	3,198	3,336	3,403	3,668	3,617	4,210	4,791
Inspections performed	9,516	8,800	11,568	11,721	10,922	10,573	13,058	13,707	26,938	31,782
Assessor										
Parcels assessed	170,306	169,314	169,089	169,691	170,356	171,434	172,334	174,629	175,632	177,324
New subdivisions	33	15	39	41	47	44	53	69	69	47
Public safety										
Sheriff										
Inmate population	6,942	7,060	6,410	5,835	6,139	6,641	6,411	6,256	5,888	5,764
Adult Probation										
Probationers actively supervised	1,854	1,860	1,980	2,106	2,275	2,294	2,449	2,387	2,407	2,405
Community restitution hours	46,858	50,043	53,614	70,668	83,156	101,700	83,843	87,517	67,671	47,040
Restitution collected	\$ 579,926	\$ 585,079	\$ 733,119	\$ 694,045	\$ 810,589	\$ 719,516	\$ 706,952	\$ 749,795	\$790,320	\$915,263
Presentence reports written for courts	531	548	651	328	296	314	339	392	439	357
Juvenile Probation										
Juveniles brought to detention	955	800	954	888	799	812	755	672	576	535
Average length of detention (days)	15	14	13	13	14	15	16	14	17	21
Probationers	596	556	493	451	450	539	549	593	549	496
Community restitution hours	15,203	12,956	12,527	8,296	9,298	9,647	10,002	10,876	10,965	10,265
Highways and streets										
Public Works										
Crack sealing (miles)	54	37	14	40	39	111	132	114	80	95
Street resurfacing (miles)	33	37	21	47	44	81	90	92	100	111
Sanitation										
Landfill/Environment										
Transfer station refuse collected (tons)	2,853	2,564	3,059	3,407	3,377	3,991	4,752	5,250	6,117	6,135
Waste tires collected	125,880	127,417	129,675	133,618	149,989	140,206	146,410	155,933	157,563	167,800
Health										
Health Care										
Certified copies of death certificates issued	13,409	13,045	12,932	17,152	17,003	14,540	17,771	16,538	16,050	24,163
Childhood immunization visits	2,518	3,378	3,156	3,000	2,338	2,221	1,929	1,722	1,300	1,026
Restaurant inspections and re-inspections	3,793	4,413	4,256	5,864	3,237	3,324	4,051	3,633	3,513	3,543
Welfare										
Public Fiduciary										
Guardianships/conservatorships	88	91	95	84	102	106	97	104	83	78
Education										
School Superintendent										
School districts	25	25	25	25	25	25	25	25	25	25
District students	21,673	21,566	21,122	18,356	20,482	20,177	20,285	19,915	19,977	20,004
Charter schools	31	28	28	23	22	20	19	19	21	18
Charter students	3,529	3,578	4,175	6,808	3,583	4,337	4,304	4,420	4,288	3,850
Culture and recreation										
Parks & Recreation										
Park use permits issued	11	12	11	11	13	20	12	14	6	9

Source: Various Yavapai County departments.

Yavapai County
Capital Asset Statistics by Function
Last Ten Fiscal Years

<u>Function</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government										
Superior Courts										
Divisions	10	10	10	10	10	10	10	10	10	10
Public safety										
Sheriff										
Inmate beds available (including portable)	794	794	600	600	664	664	658	658	644	644
Jail facilities	2	2	2	2	2	2	2	2	2	2
Stations	12	12	12	11	11	11	11	11	11	11
Improvement Districts										
Flood warning sites	88	92	97	98	100	101	104	104	105	112
Flood Control District properties	241	242	240	242	242	242	243	244	251	254
Highways and streets										
Public Works										
Miles of paved roads	782	783	785	787	796	798	803	805	805	805
Bridges	15	15	15	16	17	18	18	18	19	23
Sanitation										
Landfill/Environment										
Transfer stations	7	8	8	8	8	8	8	8	8	8
Health										
Health Care										
Public health facilities	4	4	4	4	4	4	4	4	4	4
Culture and recreation										
Parks & Recreation										
County parks	11	11	11	11	11	11	11	11	11	11

Source: Various Yavapai County departments.

Note: No capital asset indicators are available for the welfare or education function.

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