



Annual Comprehensive Financial Report

Fiscal Year Ended
June 30, 2022



Coconino County
Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2022

COCONINO COUNTY BOARD OF SUPERVISORS

Patrice Horstman
District 1
Chair

Jeronimo Vasquez
District 2
Vice Chair

Matthew G. Ryan
District 3

Judy Begay
District 4

Lena Fowler
District 5

COCONINO COUNTY MANAGEMENT

Steve Peru
County Manager

Lucinda Andreani
Deputy County Manager

Andy Bertelsen
Deputy County Manager

Susan Brown
Deputy County Manager

Finance Team

Siri Mullaney, Chief Financial Officer
Abigail Velazquez, Accounting and Audit Manager
John Comer, Senior Accountant
Dominic Egliskis, Accountant
Adinideen Nez, Grants Financial Analyst

coconino.az.gov



Coconino County
Annual Comprehensive Financial Report
Table of Contents
Year Ended June 30, 2022

INTRODUCTORY SECTION

Letter of Transmittal.....	11
Organizational Chart.....	17
Listing of Coconino County Officials.....	19

FINANCIAL SECTION

Independent Auditors’ Report.....	23
Management’s Discussion and Analysis (MD&A).....	29

Basic Financial Statements:

Government-Wide Statements:

Statement of Net Position.....	43
Statement of Activities.....	44

Governmental Funds Financial Statements:

Balance Sheet.....	45
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.....	47
Statement of Revenues, Expenses, and Changes in Fund Balances.....	48
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities.....	50

Proprietary Fund Financial Statements:

Statement of Net Position.....	51
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	52
Statement of Cash Flows.....	53

Fiduciary Fund Financial Statements:

Statement of Fiduciary Net Position.....	54
Statement of Changes in Fiduciary Net Position.....	55

Notes to the Financial Statements:

Note 1 – Summary of Significant Accounting Policies.....	59
Note 2 – Stewardship, Compliance, and Accountability.....	67
Note 3 – Deposits and Investments.....	67
Note 4 – County Treasurer’s Investment Pool.....	71
Note 5 – Receivables.....	72
Note 6 – Capital Assets.....	73
Note 7 – Construction and Other Commitments.....	74
Note 8 – Long-term Liabilities.....	75
Note 9 – Fund Balance Classifications of the Governmental Funds.....	78
Note 10 – Risk Management.....	79

Coconino County
Annual Comprehensive Financial Report
Table of Contents
Year Ended June 30, 2022

Note 11 – Pensions and Other Post Employment Benefits.....	80
Note 12 – Interfund Balances and Activity.....	102
Note 13 – Municipal Revolving Line of Credit.....	103
Note 14 – Maintenance of Effort.....	103
Note 15 – Subsequent Events.....	103

Required Supplementary Information:

Budgetary Comparison Schedules:

General Fund.....	107
Public Works/HURF Fund.....	109
Jail District Fund.....	110
Public Health Services District Fund.....	111
American Rescue Plan Act Fund.....	112
Flood Control District Fund.....	113
Notes to Budgetary Comparison Schedules.....	114
Schedule of the County’s Proportionate Share of the Net Pension Liability – Cost-Sharing Plans.....	115
Schedule of Changes in the County’s Net Pension Liability and Related Ratios – Agent Plans.....	116
Schedule of County Pension Contributions.....	117
Schedule of Changes in the County’s Total OPEB Liability and Related Ratios.....	119
Notes to Pension Plan Schedules.....	120

Combining and Individual Fund Statements and Schedules:

Listing of Nonmajor Governmental Funds.....	124
Nonmajor Governmental Funds:	
Combining Balance Sheet.....	128
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	139
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
Special Revenue Funds:	
Adult Probation Grants and Fees.....	152
Assessor Storage and Retrieval.....	153
Clerk of the Superior Court Grants and Fees.....	154
Community Development Grants & Fees.....	155
Conciliation Court.....	156
County Attorney Grants and Fees.....	157
County Improvement Districts – Special Revenue.....	158
County Library District.....	159
COVID Support Grants.....	160
Emergency Services Grants.....	161
Facilities Grants and Fees.....	162
Health and Human Services Grants and Fees.....	163
Inmate Welfare.....	164

Coconino County
Annual Comprehensive Financial Report
Table of Contents
Year Ended June 30, 2022

Jail Enhancement	165
Justice Courts Grants and Fees	166
Juvenile Court Grants and Fees	167
Legal Defender Grants and Fees	168
National Forest Fees	169
Other Special Revenue Funds	170
Parks and Recreation Grants and Fees	171
Public Defender Grants and Fees	172
Recorder Grants and Fees	173
School Superintendent Grants and Fees	174
Sheriff Grants and Fees	175
Solid Waste	176
Superior Court Grants and Fees	177
Taxpayer Information Fund	178
Debt Service Fund:	
County Improvement Districts – Debt Service	179
Capital Project Funds:	
Accommodation School	180
County Improvement Districts – Capital Projects	181
Other Capital Projects Funds	182
Parks and Open Spaces Tax Projects Fund	183
Custodial Funds:	
Combining Statement of Fiduciary Net Position	185
Combining Statement of Changes in Fiduciary Net Position	186

STATISTICAL SECTION

Financial Trends:	
Net Position by Component	189
Changes in Net Position	190
Fund Balances – Governmental Funds	192
Changes in Fund Balances – Governmental Funds	193
Revenue Capacity:	
Assessed Value and Estimated Market Value of Taxable Property	195
Direct and Overlapping Property Tax Rates	196
Principal Property Tax Payers	197
Property Tax Levies and Collections	198
Debt Capacity:	
Ratios of Outstanding Debt by Type	199
Legal Debt Margin	200
Pledged Revenue Coverage	201

Coconino County
Annual Comprehensive Financial Report
Table of Contents
Year Ended June 30, 2022

Demographic and Economic Information:

Demographic and Economic Statistics	202
Principal Employers	203

Operating Information:

Full-Time Equivalent Employees by Function	204
Operating Indicators by Function/Program	205
Capital Asset and Infrastructure Statistics by Function	207

INTRODUCTORY SECTION





April 12, 2023

The Honorable Board of Supervisors and Citizens of Coconino County, Arizona:

Arizona Revised Statute (A.R.S.) §41-1279.21 requires the Arizona Auditor General to conduct financial audits of the accounts and records of County governments. Pursuant to the statute, the Arizona Auditor General audited the Annual Comprehensive Financial Report of Coconino County in accordance with generally accepted auditing standards for the year ended June 30, 2022.

This report consists of management's representations concerning the finances of Coconino County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Coconino 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 preparation of Coconino County's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal control should not outweigh their benefits, Coconino 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 goal of the independent audit was to provide reasonable assurance that the financial statements of Coconino County for the fiscal year ended June 30, 2022 are free of material misstatement. The independent audit involves obtaining audit evidence about the amounts and disclosures in the financial statements. An audit includes assessments of risk of material misstatement of the financial statements, evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation. The independent auditors expressed an unmodified opinion on the Coconino County financial statements for the fiscal year ended June 30, 2022. The auditors concluded that the financial statements were considered 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 Coconino 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. This report will be available in Coconino County's separately issued Single Audit Report.

GAAP requires management's discussion and analysis (MD&A) immediately following the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. This MD&A complements this letter of transmittal and should be read in conjunction with it.

Coconino County Profile

Coconino County was established on February 19, 1891 by the 16th Territorial Assembly with an initial population count of 4,000. The County encompasses approximately 18,617 square miles – it is the largest county in Arizona and the second largest in the United States. Despite its size, Coconino County is one of the most sparsely populated counties in Arizona with a population of 7.8 per square mile (2020 Census). Only 12% of the County's total square miles are private property. The remainder is a combination of state, federal and Tribal land.

Flagstaff is the County seat and the largest city in the County. The County is home to the Grand Canyon, four other federal recreation areas and three state parks. The County is also home to Tribal land belonging to the Navajo, Hopi, Havasupai, Hualapai and Paiute tribes.

Coconino County's government consists of an elected Board of Supervisors (Board). There are five districts, each represented by a Supervisor who resides in the district. The Board holds the policy-making and legislative authority for the County. It is responsible for the overall management and approval of all departmental budgets and tax rates. The Board appoints a County Manager who serves as the Chief Administrative Officer for the County. Departments are either headed by an appointed official, appointed by the Board, or an elected official. Elected officers are statutorily determined and include the Sheriff, County Attorney, Recorder, Treasurer, Assessor, Superintendent of Schools, Constables, Clerk of the Superior Court, and the Judiciary.

Coconino County provides a full range of services including law enforcement and public safety, health and human services, sanitation, welfare programs, highway construction and maintenance, parks and recreation, and education.

The financial reporting entity includes all the funds of the primary government. Component units are legally separate entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Additional information can be found in the notes to the financial statements (See Note 1.A.).

The Board and the County Manager use a ten-year financial plan, along with fiscal management policies, budget management policies, and strategic goals and priorities to guide the overall development and management of the budget. Annually, departments are required to provide revenue and expenditure estimates for the current fiscal year and planned operations for the following year. These estimates are used to update the ten-year financial plan. Departments submit their budgets which are evaluated using criteria and adopted by the Board of Supervisors and budget recommendations are based on these evaluations. Final budget decisions are also subject to the availability of funds within the context of the ten-year financial plans; conformance with fiscal and budget management policies; and meeting the County's strategic goals and priorities.

The final budget must be adopted by the Board on or before the third Monday in July. The property tax rates and levies must be set on or before the third Monday in August each year. The level of budgetary control is at the department or fund level. Transfers between these levels must be approved by the Board. Additionally, actual expenditures may legally not exceed the final budget.

Coconino County's Economic Outlook

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Economic Outlook. In March 2023, as reported by The Arizona Economic and Business Research Center, the state's economy remains resilient. Arizona continued to add jobs during 2022, although the pace slowed towards the end of the year. Arizona continued to have rapid population growth in 2022. Inflation in Phoenix, as the largest population hub of the state, has exceeded the national rate, driven primarily by a significant increase in housing prices. The January unemployment rate of 3.8% was only slightly higher than the national seasonally adjusted rate of 3.4%.

Local Economy. New residential permits continued to increase in FY22 with a drastic increase of 135% from the previous year (1706 Total Building Permits in FY21 and 2318 Total Building Permits in FY22). Growth in the Civilian Labor Force continued in 2022 with December 2022 showing a 4.44% increase from the previous year. In March 2023, Rockethomes.com reports the median sales price of homes in Flagstaff at \$740,000, down 1.46% from March 2022. Local wildfires and subsequent flooding to neighborhoods in the water catchments of the Museum,

Pipeline, Tunnel and Schultz burn scars will continue to negatively impact community and local households as remediation and forest restoration efforts will take years to complete.

The economy of Coconino County is based primarily on tourism, public administration, the service industry, wholesale and retail trade. The City of Flagstaff (the County seat) is the center of educational, governmental and scientific employment. The list of major employers remained relatively the same in FY22 as in the prior year with additional new manufacturing and retail distribution employers moving into Flagstaff. The list of major employers includes Northern Arizona University, Flagstaff Medical Center, W.L. Gore and Associates, Flagstaff Unified School District, Coconino County, Twin Arrows Navajo Casino and Resort, City of Flagstaff, Walmart, Grand Canyon Railway, Coconino Community College, the U.S. Forest Service, the U.S. National Park Service, the Navajo Nation, Nestle-Purina, Joy Cone, and Whitehall Industries.

Tourism significantly impacts the local economy. Old Route 66 runs across most of the County as well as U.S. Interstate 40. Attractions include National Parks, National Monuments and State Parks, some of which are: the Grand Canyon, Sedona/Oak Creek Canyon, Glen Canyon National Recreation Area, Wupatki National Monument, Sunset Crater National Monument, Walnut Canyon National Monument, and Slide Rock State Park. The tourism sector saw an estimated increase of 9.3% in tax revenue in June 2022 over the prior year, according to the Arizona Office of Tourism.

Coconino County's population increased from 134,421 as of April 1, 2010 to 145,101 as of the April 1, 2020 Census, which is a 7.9% increase as compared to the State of Arizona population increase of 11.9 % for the same time period as is confirmed on the United States Census website. According to the Census Bureau, only half of Coconino County's population is in the prime working age range of 18 to 54. The St. Louis Federal Reserve estimates the County's Civilian Labor Force to be 75,356 people.

Coconino County's unemployment rate tends to be slightly higher than the State of Arizona's unemployment rate. In January 2023 the County unemployment rate was 3.9% compared to the State unemployment rate of 3.8%.

Financial Policies and Long-Term Financial Planning

Strategic Budget Process and Financial Planning. The County has had a comprehensive long-term financial planning process in place since fiscal year (FY) 2007. In FY22 the County continued the Strategic Budget Process that began in FY10. The goal of the process is to provide consistent delivery of essential services to its residents in times of economic growth or recession, and to identify opportunities for cost containment through prevention efforts. Keys to this process are: 1) a ten-year financial plan, 2) aligning high probability revenue types with mission critical expenditures, 3) balancing recurring expenditures with recurring revenue, 4) building prudent reserves, 5) planning the budget to include employee compensation, facilities repair and replacement, and IT, 6) continued development of the Strategic Budgeting Process, and 7)

development of new revenue sources. Additionally, the County has added proactive pension management to the list of important financial planning considerations.

Coconino County's fiscal policies promote long-term stability, provide perspective to the financial picture of the County in its entirety rather than single issues, link long-term financial planning to day-to-day operations, and provide a framework for the Board of Supervisors and the citizens for measuring the fiscal impact of government services against established fiscal parameters. The fiscal policies include:

Budget Management Policy. The Board uses the approved County fiscal policies and strategic priorities to guide the County's budget process. Decisions are evaluated within these contexts as well as the accompanying ten-year financial plan.

Operating Budget Policies. The operating budget is a plan for allocating current resources to current expenditures.

Capital Budget Policies. The capital budget provides resources for capital maintenance and future capital needs, without adversely affecting the operating budget.

Revenue Policies. Funding for public programs should be derived from a fair, equitable and adequate resource base, while minimizing tax differential burdens.

Reserve Policies. Responsible reserve policies will provide adequate resources for cash flow and contingency purposes, while maintaining reasonable tax rates. The County maintains a contingency for cash liquidity and as an emergency contingency in the County General Fund equal to at least 10% of its annual revenue budget. The County also maintains a revenue smoothing reserve of 5% of its annual revenue budget. These funds should only be utilized to cover short-term drops in County revenues to maintain service levels in difficult economic times.

Debt Policies. Responsible debt management policy maintains the County's ability to incur present and future debt at minimal interest rates in amounts needed for infrastructure and economic development without endangering its ability to finance essential County services.

Awards and Acknowledgments

Coconino County has received the GFOA's Distinguished Budget Presentation Award for its annual budget for fiscal years 2001 through 2022. In order to qualify for the award, the County's budget had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device.

Preparation of this report could not be accomplished without the dedicated service of the staff of the County's Finance Department, the assistance of personnel in the various departments,

and the assistance of the Arizona Auditor General. We also wish to recognize that preparation of this report could not be accomplished without the interest and support of the Board of Supervisors and their continued commitment to professional and fiscally responsible financial management and planning.

Respectfully submitted,

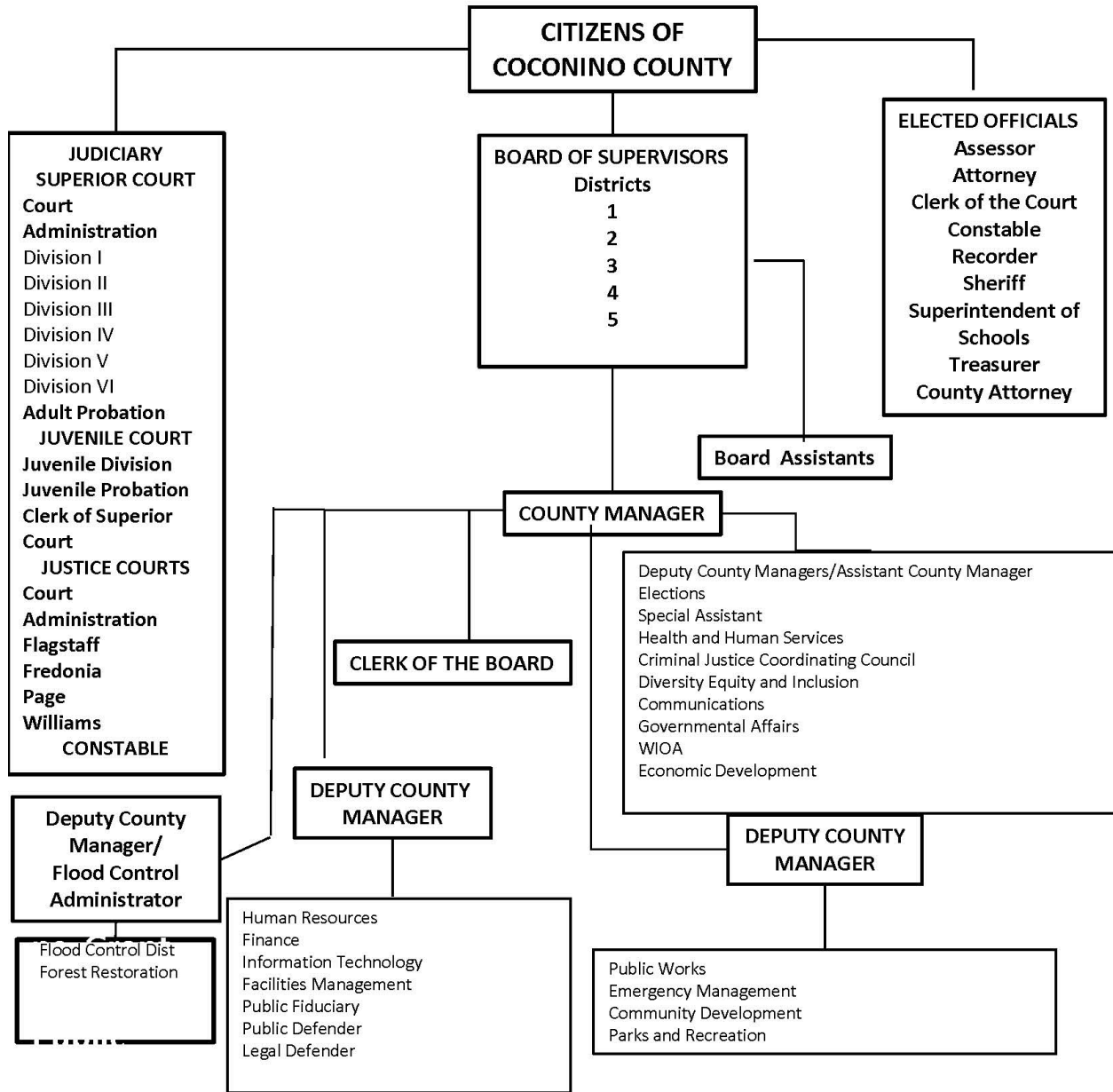
Steve Peru
County Manager

Siri Mullaney
Chief Financial Officer

Coconino County
Organizational Chart



ORGANIZATIONAL CHART





Coconino County
County Officials

BOARD OF SUPERVISORS

District 1 Patrice Horstman, Chair
District 2 Jeronimo Vasquez, Vice Chair
District 3 Matthew G. Ryan
District 4 Judy Begay
District 5 Lena Fowler
County Manager Steve Peru
Deputy County Manager Andy Bertelsen
Deputy County Manager Susan Brown
Deputy County Manager/Flood Control District Administrator Lucinda Andreani
Clerk of the Board Lindsay Daley

ELECTED OFFICIALS

Clerk of the Superior Court Valerie Wyant
Constable Flagstaff Danny Thomas
 Williams Gregory King
County Assessor Armando Ruiz
County Attorney William P. Ring
County Recorder Patty Hansen
County Sheriff Jim Driscoll
County Superintendent of Schools Cheryl Mango-Paget
County Treasurer Sarah Benatar
Justice of the Peace Flagstaff Howard Grodman
 Fredonia Serena Cutchen
 Page Maia Rodriguez
 Williams Robert Krombeen
Superior Court Division I Ted Reed
 Division II Dan Slayton
 Division III Stacy Krueger
 Division IV Elaine Fridlund-Horne
 Division V Cathleen Brown Nichols
 Division VI Brent Harris, Judge Pro Tempore
 Division VII Joshua Steinlage, Judge Pro Tempore

Coconino County
County Officials

APPOINTED DEPARTMENT HEADS

Adult Probation (Chief Probation Officer)	Sarah Douthit
Community Development.....	Jay Christelman
Court Administrator	Sharon Yates
Elections.....	Eslir Musta
Emergency Management.....	Wes Dison
Facilities Management.....	Tom Hanecak
Finance	Siri Mullaney
Health and Human Services	Kim Musselman
Human Resources	Erika Philpot
Information Technology	Matt Fowler
Juvenile Court Services	Casie Lightfoot
Legal Defender	Erika Arlington
Parks and Recreation	Cynthia Nemeth-Briehn
Public Defender.....	Sandra Diehl
Public Fiduciary.....	Rashida Suminski
Public Works	Christopher Tressler
Superior Court Juvenile Court Judge/Commissioner	Angela Kircher

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
Coconino County, Arizona

Report on the audit of the financial statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Coconino County as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Basis for opinions

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 U.S. Comptroller General. Our responsibilities under those standards are further described in the auditors' responsibilities for the audit of the financial statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of matter

As discussed in Note 1 to the financial statements, for the year ended June 30, 2022, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Other matters

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, transportation excise tax monies pursuant to A.R.S. Title 28, Chapter 17, Article 3; 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, transportation excise tax monies, 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 County's Board of Supervisors and 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.

Management's responsibilities for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. generally accepted accounting principles, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the audit's planned scope and timing, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required supplementary information

U.S. generally accepted accounting principles require that the management's discussion and analysis on pages 29 through 39, budgetary comparison schedules on pages 107 through 114, schedule of the County's proportionate share of the net pension liability—cost-sharing plans on page 115, schedule of changes in the County's net pension liability and related ratios—agent plans on page 116, schedule of County pension contributions on pages 117 through 118, and schedule of changes in the County's total OPEB liability and related ratios on page 119 be presented to supplement the basic financial statements. Such information is management's responsibility and, 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 information

Combining and individual nonmajor fund financial statements and schedules

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is management's responsibility and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 accompanying combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and

our report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance on the other information.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

April 28, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)



Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

Management's Discussion and Analysis (MD&A) of the County's financial performance provides an overview of the County's financial activities for the fiscal year ended June 30, 2022. Please read it in conjunction with the transmittal letter on pages 11-16 and the County's basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2022

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year 2022 by \$228.3 million (*net position*). The unrestricted net deficit in the amount of \$44.4 million is primarily the result of the County's unfunded pension and other postemployment benefit (OPEB) obligations, \$86.6 million.
- The increase in the County's net position was \$41.5 million in fiscal year 2022.
- At the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$159.4 million, an increase of \$31.0 million.
- The General Fund reported an unassigned fund balance of \$65.7 million at the close of fiscal year 2022, which is an increase of \$27.0 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all non-fiduciary assets and liabilities using the accrual basis of accounting.

The Statement of Net Position presents information on all of the County's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as Net Position.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

OVERVIEW OF FINANCIAL STATEMENTS – Continued

Net Position = (Assets + Deferred Outflows of Resources) – (Liabilities + Deferred Inflows of Resources)

When viewed over a period of time, increases and decreases in net position are a useful indicator of an improving or deteriorating County financial condition. In addition to this change, other financial and non-financial factors should be considered.

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying events giving rise to the change occur, regardless of the timing of related cash flow. Therefore, revenues and expenses are reported in these statements for some items that will result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes, and expenses pertaining to earned but unused vacation and sick leave.

All of the County's basic services are considered to be governmental activities, including general government, health, welfare, public safety, highways and streets, culture and recreation, education, and sanitation. Sales taxes, property taxes, intergovernmental revenues and user fees finance most of these activities. The government-wide financial statements can be found on pages 43-44 of this report.

Fund financial statements - The fund financial statements provide detailed information about the most significant County funds – not the County as a whole. 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. Some funds are required to be established by State law or by bond covenants. However, the Board of Supervisors establishes other funds to help control and manage money for particular purposes or to show that legal responsibilities are being achieved for using certain taxes, grants and other money. All of the County's funds can be divided into three categories: *governmental, proprietary, and fiduciary*.

Governmental funds—Most of the County's basic services are reported in governmental funds, which focus on near-term inflows and outflows of spendable resources and the balances of spendable resources available at year-end. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed, short-term view of the County's operations and the basic services it provides. Governmental fund information helps determine financial resources that can be spent in the near future to finance the County's programs.

Because the focus of the governmental funds is narrower than that of the government-wide statements, it is useful to compare the information presented for the governmental funds with similar information presented for the governmental activities in the government-wide financial statements. Reconciliations between governmental activities, as reported in the Statement of Net Position and the Statement of Activities, and the governmental funds, as reported in the fund financial statements, is provided to facilitate this comparison.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

OVERVIEW OF FINANCIAL STATEMENTS – Continued

The County maintains numerous individual governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Works/HURF Fund, Jail District Fund, Public Health Services District Fund, Flood Control District Fund, American Rescue Plan Act Fund, and County Debt Services Fund, which are considered to be major funds. Data from the other nonmajor governmental funds are combined into a single aggregate presentation. Individual fund data for these nonmajor governmental funds are provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found on pages 45-50 of this report.

Proprietary funds—The County has one proprietary fund, an internal service fund, to report fleet service activities provided to the County's other programs and activities. The County's internal service fund only provides services to County departments; as such it is reported as a governmental activity in the Statement of Net Position and the Statement of Activities. The basic proprietary fund financial statements can be found on pages 51-53 of this report.

Fiduciary funds—Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements as the resources of those funds are not available to support the County's programs. The basic fiduciary funds financial statements can be found on pages 54-55 of this report.

Notes to the financial statements and required supplementary information

Notes to the financial statements—The notes to the financial statements 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 59-103 of this report.

Required supplementary information—In addition to the basic statements and accompanying notes, the report presents required supplementary information on the County's budgeting and budgetary control and the County's Proportionate Share of the Net Pension Liability for Cost Sharing Plans, the Schedule of Changes in the County's Net Pension Liability and Related Ratios for Agent Pension Plans, the Schedule of County Pension Contributions, and the Schedule of Changes in the County's Total OPEB Liability. Required supplementary information can be found on pages 107-121 of this report.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The Statement of Net Position presents the financial position of the County at the end of the fiscal year, including all assets and deferred outflows, and all liabilities and deferred inflows. The following table summarizes the County's assets and deferred outflows, liabilities and deferred inflows, and net position on June 30, 2022 and June 30, 2021. Net Position may serve over time as a useful indicator of a County's financial position.

	Governmental Activities	
	(in millions)	
	<u>2022</u>	<u>2021</u>
Current and other assets	\$ 212.26	\$ 157.15
Capital assets, net	173.90	171.61
Total assets, net	<u>386.16</u>	<u>328.76</u>
Deferred outflows of resources	<u>21.71</u>	<u>46.14</u>
Long-term liabilities outstanding	113.89	159.78
Other liabilities	<u>28.52</u>	<u>24.90</u>
Total liabilities	<u>142.41</u>	<u>184.68</u>
Deferred inflows of resources	37.17	3.38
Net investment in capital assets	171.97	171.61
Restricted	100.68	90.05
Unrestricted	<u>(44.35)</u>	<u>(74.82)</u>
Total net position	<u>\$ 228.30</u>	<u>\$ 186.84</u>

The County's net position from governmental activities at the end of the fiscal year was \$228.3 million. There was an increase in current year net position of \$41.5 million as recorded in the Statement of Activities. The current year increase is primarily the result of the increase in local County sales tax, Jail District sales tax, Road Maintenance sales tax, and increases to operating grants.

Deferred Outflows of Resources

Deferred outflows of resources are consumptions of the County's net position that are applicable to a future reporting period. In fiscal year 2022, deferred outflows of resources decreased \$24.4 million compared to fiscal year 2021, which was \$46.1 million. The decrease is primarily driven by changes in actuarial assumptions related to the County's net pension liability. (See Note 11 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS for more information).

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Total Liabilities

Total liabilities decreased \$42.3 million compared to fiscal year 2021 due to a decrease in long-term liabilities of \$45.9 million. The reduction in long-term liabilities is attributable to net pension liability which is calculated in actuarial reports. (See Note 8 – LONG-TERM LIABILITIES).

Deferred Inflows of Resources

Deferred inflows of resources are an acquisition of net position by the County that are applicable to a future reporting period. In fiscal year 2022, deferred inflows of resources increased \$33.8 million compared to fiscal year 2021 which was due to changes in actuarial estimates related to the County's net pension liability. (See Note 11 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS for more information).

Net Investment in Capital Assets

The County's net investment in capital assets increased by \$.4 million in the current fiscal year, with total net investment in capital assets of \$172.0 million. Capital assets include land, buildings, equipment, infrastructure, and intangible assets. The FY22 increase was due to an increase in buildings, equipment, infrastructure, and the inclusion of right-to-use lease assets.

Restricted Net Position

Expendable restricted net position includes resources in which the County is legally obligated to spend the resources in accordance with restrictions provided by external parties. The portion of the County's net position which is subject to external restrictions is \$100.7 million. The County's restricted net position increased by \$10.6 million in the current fiscal year. The increase in the restricted net position balance is attributed to increases in the Public Works/HURF and Jail District fund balances.

Unrestricted Net Position

Unrestricted net position is not subject to externally imposed stipulations; however, most of these resources have been designated for particular capital projects and for the County's unfunded pension and OPEB liabilities. The negative \$44.4 million of the County's unrestricted net position is primarily the result of the County's \$86.6 million unfunded pension and OPEB liabilities. The reduction in negative unrestricted net position is due to higher than anticipated county and state shared sales tax and a decrease in the pension and OPEB liabilities. (See Note 11 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS for more information).

Total Net Position

The County's total net position from governmental activities at the end of the fiscal year was \$228.3 million. The County's total net position increased by \$41.5 million compared to fiscal year 2021. This increase is primarily attributable to the \$12.6 million in ARPA funding that the County received in FY22, as well as \$13.8 million in increased property tax, sales tax, and state shared sales tax receipts.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Statement of Activities

The Statement of Activities presents information on how the County's net position changed during the most current fiscal year. The following table reflects the condensed Statement of Activities of the County for the fiscal year 2022 compared to the prior year.

	Governmental Activities	
	(in millions)	
	<u>2022</u>	<u>2021</u>
REVENUES:		
Program revenues:		
Charges for services	\$ 14.43	\$ 14.50
Operating grants and contributions	55.94	44.22
Total program revenues	<u>70.37</u>	<u>58.72</u>
General revenues:		
State shared revenue	38.72	34.25
Sales taxes	57.05	49.67
Property taxes	26.33	24.35
Grants and contributions not restricted specific programs	3.71	4.15
Investment earnings	(3.66)	0.11
Gain on disposal of capital assets	-	0.21
Miscellaneous	0.28	0.22
Total general revenues	<u>122.43</u>	<u>112.96</u>
Total revenues	<u>192.80</u>	<u>171.68</u>
EXPENSES:		
General government	40.47	37.02
Public safety	52.24	52.17
Highways and streets	22.42	22.26
Sanitation	0.39	0.47
Health	17.21	17.99
Welfare	5.23	4.89
Culture and recreation	7.87	7.26
Education	5.02	4.82
Interest on Long-Term Debt	0.49	
Total expenses	<u>151.34</u>	<u>146.88</u>
Change in net position	41.46	24.80
Net position, July 1, 2021	<u>186.84</u>	<u>162.04</u>
Net position, June 30, 2022	<u>\$ 228.30</u>	<u>\$ 186.84</u>

Coconino County
Management’s Discussion and Analysis (MD&A)
Year Ended June 30, 2022

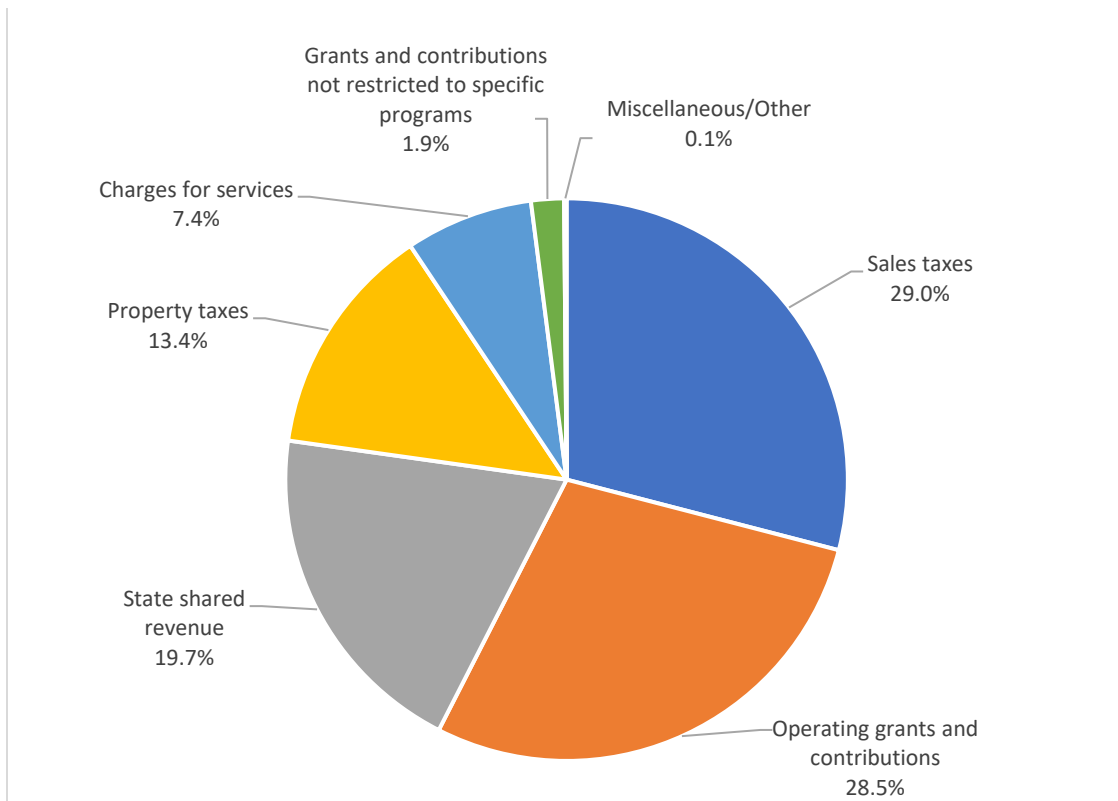
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Overall program revenues increased by \$11.7 million in the current fiscal year. The increase in the operating grants and contributions is due to the funding the County received through the American Rescue Plan Act.

Program expenses increased by \$4.5 million in the current fiscal year. The increase was due almost entirely to higher General Government expenses in the general fund.

Total general revenue increased by \$9.5 million in fiscal year 2022. This was due primarily to increases in sales taxes and state shared revenue.

Revenue by Source – Governmental Activities 2021/2022



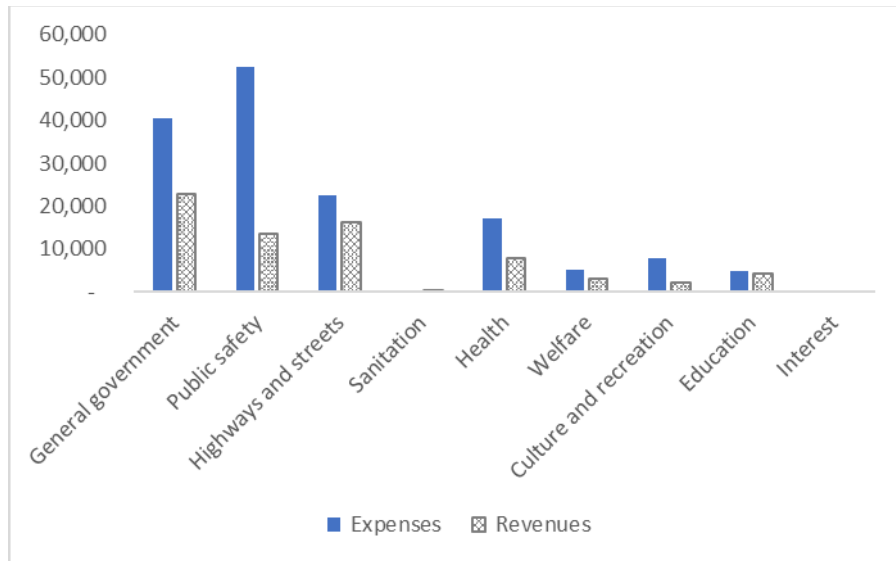
As shown in the “Revenues by Source - Governmental Activities” chart above and “Program Revenues and Expenses for Governmental Activities” chart on the following page, for governmental activities overall, without regard to program, sales taxes are the largest single source of funds (29.0%), followed by operating grants and contributions (28.5%), and State shared revenue (19.7%).

Public safety is the largest functional area in expense (34.5%), followed by general government (26.7%), highways and streets (14.8%) and health (11.4%).

Coconino County
Management’s Discussion and Analysis (MD&A)
Year Ended June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

**Program Expenses and Revenues
Fiscal Year 2021-2022 (in thousands)**



General Government expenses increased \$3.4 million in the current fiscal year due to American Rescue Plan Act expenditures.

Culture and Recreation expenses increased by \$0.6 million due to capital projects at Fort Tuthill County Park.

Health experienced a decrease in expenses of almost \$0.8 million in FY22. This was due to higher FY21 expenses related to COVID-19 response, which were primarily reimbursed from federal and state funding.

The County uses credit cards to pay certain vendors for goods and services and for employee travel expenses. The County received a financial consideration resulting from credit card payments for the year ended June 30, 2022 in the amount of \$63,475.

FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

The County reported seven major funds for this fiscal year – General Fund, Public Works/HURF, Jail District, Public Health Services District, Flood Control District, American Rescue Plan Act Fund, and County Debt Services Fund. At year-end the County’s governmental funds reported combined fund balances of \$159.4 million, which is an increase of \$31.0 million from last year, or an increase of 24.2%. Of the total, \$158.9 million (99.7%) constitutes spendable fund balance.

FY22 Revenues for governmental functions overall increased by 10.6% and expenditures for governmental functions overall decreased by 3.3%. The revenue increase was primarily due to the

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS – Continued

receipt of \$12.6 million in American Rescue Plan Act funding, but was also affected by increases in property taxes, sales taxes, and state-shared sales taxes. For the expenditures, the decrease was due entirely to a \$17.8 million pay-down of PSPRS unfunded liabilities made in fiscal year 2021. Governmental fund revenue exceeded governmental fund expenditures by \$30.8 million in the current fiscal year and the fund balance increased by \$31.0 million.

The General Fund is the County's primary operating fund. At the end of the current fiscal year, the spendable fund balance of the General Fund was \$66.1 million. Spendable fund balance represents 99.8% of the General Fund's total fund balance. The General Fund's fund balance increased by \$27.0 million over fiscal year 2021. The increase was largely due to higher sales tax and property tax receipts. The fund balance also increased due to the transfer of \$10 million of General Fund expenditures to the ARPA Fund for replacement of revenue lost during the COVID-19 pandemic.

The Public Works/HURF Fund fund balance increased by \$5.4 million in the current fiscal year. The increase was from revenues exceeding expenditures, driven by an increase in county sales taxes above fiscal year 2021.

The Jail District Fund fund balance increased by \$4.8 million in the current fiscal year. The increase was due to an increase in county sales tax revenue, combined with only marginal increases in expenditures.

The Public Health Services District Fund fund balance decreased by \$1.1 million in the current fiscal year. The change in fund balance is attributable to decreasing intergovernmental grant revenue and is indicative of a larger structural deficit within the Public Health Services District.

The Flood Control District Fund fund balance decreased by \$5.0 million in the current fiscal year. The change in fund balance was attributable to significant flood response and mitigation expenditures due to the recent Museum, Tunnel, and Pipeline Fires.

The American Rescue Plan Act Fund fund balance decreased by approximately \$554,000 in the current fiscal year. The change in fund balance was attributable to investment earnings/losses.

The County Debt Services Fund fund balance was unchanged for the current fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

- The final budgeted expenditures for the General Fund at year-end were \$4.5 million less than the original budgeted expenditures. The difference was primarily due to a change in budgeted salary savings and budget reallocations to other funds.
- For the General Fund, actual expenditures were \$47.9 million less than the final budget. The expenditures variance was primarily due to unexpended contingency funds, salary savings from vacancies and turn-over, and fiscal reserves.
- Actual revenues exceeded the final budgeted revenues by \$5.8 million. The overage was primarily due to higher than anticipated state shared sales tax revenue.

Coconino County
 Management’s Discussion and Analysis (MD&A)
 Year Ended June 30, 2022

CAPITAL ASSETS AND DEBT ADMINISTRATION

The County’s overall estimated value of capital asset inventory increased \$.4 million net of increases in depreciation. (See Note 6 – CAPITAL ASSETS).

The following table reflects the changes in capital assets for the County for the fiscal year 2022 compared to fiscal year 2021. Fiscal year 2021 balances have been restated to include right-to-use lease assets due to the implementation of GASB Statement No. 87.

	Governmental Activities	
	(net of depreciation)	
	(in millions)	
	<u>2022</u>	<u>2021</u>
Land	\$ 51.28	\$ 51.28
Buildings and other improvements	51.34	48.18
Machinery and equipment	16.74	16.27
Infrastructure	51.66	50.66
Construction in progress	0.97	5.22
Right-to-Use Lease Assets	1.90	1.89
Total	<u><u>\$ 173.91</u></u>	<u><u>\$ 173.50</u></u>

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

The County utilizes a ten-year financial plan, which is updated regularly, to forecast the County’s financial future. The largest single revenue source is local and state shared sales taxes. Local and State shared sales taxes constitute approximately 49% of the County’s government-wide total revenues and approximately 66% of General Fund revenues. This makes the County’s revenue sensitive to both improvements and downturns in the economy. County staff incorporated historical financial trends and local, national, and global economic trends into the County’s fiscal 2023 budget.

The County has experienced significant revenue increases in both FY21 and FY22, indicative of the post-pandemic economic expansion. Sales tax revenues in particular are not expected to sustain their current increases, and the County budgeted for these revenues to more closely follow long-term trends for FY23. Additionally, the County expended \$12.6 million in State and Local Fiscal Recovery Funds (SLFRF) under the American Rescue Plan Act, with another \$15 million of SLFRF expenditures expected in FY23. The increased tax revenue, along with the SLFRF funds, allowed the County to fund pay increases for staff and invest in one-time projects that will span multiple years. For FY23, one-time funds were allocated towards Information Technology Projects, Facilities building ventilation improvements, the criminal justice system case backlog created by the COVID-19 pandemic, and behavioral health initiatives. Many of these projects were initially funded in the FY22 budget but are expected to span several fiscal years. Additionally, resources were set aside to continue to address community response efforts for the COVID-19 pandemic.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2022

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County's Finance Department, Coconino County, 219 East Cherry Avenue, Flagstaff, Arizona 86001.



BASIC FINANCIAL STATEMENTS



Coconino County
Government-Wide Statements
Statement of Net Position
June 30, 2022

	Governmental Activities
ASSETS	
Cash and investments	\$ 167,948,483
Receivables (net of allowance for uncollectible)	
Property taxes	701,412
Accounts	227,471
Road sales tax	2,442,464
Jail district sales tax	4,069,452
Accrued interest	205,526
Leases	1,652,926
Due from other governments	20,329,579
Inventories	412,269
Prepaid items	453,751
Noncurrent assets:	
Pension and other postemployment benefits asset	13,813,551
Capital assets, not being depreciated/amortized	52,255,185
Capital assets, being depreciated/amortized, net	121,649,960
Total assets	386,162,029
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions and OPEB	21,711,330
Total deferred outflows of resources	21,711,330
LIABILITIES	
Accounts payable	10,918,309
Accrued payroll and employee benefits	1,877,135
Deposits held for others	345,776
Unearned revenues	15,375,087
Noncurrent liabilities:	
Due within one year	4,067,746
Due in more than one year	109,827,270
Total liabilities	142,411,323
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to leases	1,591,101
Deferred inflows related to pensions and OPEB	35,574,923
Total deferred inflows of resources	37,166,024
NET POSITION	
Net investment in capital assets	171,970,382
Restricted for:	
Capital projects	4,579,333
Culture and recreation	3,190,125
Education	3,833,476
Health	3,876,576
Highways and streets	52,686,505
Other purposes	5,031,862
Public safety	26,948,948
Sanitation	28,932
Welfare	502,028
Unrestricted (deficit)	(44,352,155)
Total net position	\$ 228,296,012

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

Coconino County
Government-Wide Statements
Statement of Activities
Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Totals
Primary Government:				
Governmental activities:				
General government	\$ 40,470,980	\$ 8,107,463	\$ 14,817,972	\$ (17,545,545)
Public safety	52,242,289	2,211,679	11,251,441	(38,779,169)
Highways and streets	22,419,691	37,202	16,210,591	(6,171,898)
Sanitation	393,386	8,670	298,995	(85,721)
Health	17,208,664	2,061,135	5,784,874	(9,362,655)
Welfare	5,228,523	150,278	2,944,156	(2,134,089)
Culture and recreation	7,867,464	1,343,339	905,536	(5,618,589)
Education	5,015,610	510,604	3,725,822	(779,184)
Interest on long-term debt	492,615	-	-	(492,615)
Total governmental activities	\$ 151,339,222	\$ 14,430,370	\$ 55,939,387	\$ (80,969,465)

General Revenues:

Taxes:

Property taxes, levied for general purposes	\$11,617,446
Property taxes, levied for library	5,066,117
Property taxes, levied for flood control	4,693,225
Property taxes, levied for health services	4,954,548
General county sales taxes	21,953,517
Road sales tax	13,145,212
Jail District sales tax	21,953,606
Parks and open spaces sales taxes	2,211
Shared revenue - state sales tax	33,750,800
Shared revenue - state vehicle license tax	4,967,845
Grants and contributions not restricted to specific programs	3,709,814
Investment earnings	(3,662,284)
Miscellaneous	277,375
Total general revenues	122,429,432
Changes in net position	41,459,967
Net position, July 1, 2021	186,836,045
Net position, June 30, 2022	\$ 228,296,012

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

Coconino County
Governmental Funds Financial Statements
Balance Sheet
June 30, 2022

	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	American Rescue Plan Act Fund
ASSETS					
Cash and investments	\$ 44,081,566	\$ 44,874,433	\$ 23,579,324	\$ 2,698,543	\$ 26,576,186
Receivables (net of allowance for uncollectibles)					
Property taxes	299,385	-	-	141,878	-
Accounts	131,796	-	857	26,327	-
Road sales tax	-	2,442,464	-	-	-
Jail district sales tax	-	-	4,069,452	-	-
Accrued interest	65,247	60,739	17,460	1,750	29,574
Leases	874,717	-	-	-	-
Due from other funds	22,085,169	489,951	619	25,458	3,713
Due from other governments	8,807,401	2,506,214	48,212	3,820,002	-
Prepaid items	126,828	2,021	-	305,501	1,694
Total assets	<u>76,472,109</u>	<u>50,375,822</u>	<u>27,715,924</u>	<u>7,019,459</u>	<u>26,611,167</u>
LIABILITIES					
Accounts payable	2,686,513	2,568,809	504,935	386,346	546,292
Accrued payroll and employee benefits	1,256,630	122,942	150,532	137,734	28,891
Due to other funds	4,957,741	448,940	1,544,650	2,613,803	11,360,974
Deposits held for others	262,473	-	-	-	-
Unearned revenues	30,115	-	-	5,000	15,205,136
Total liabilities	<u>9,193,472</u>	<u>3,140,691</u>	<u>2,200,117</u>	<u>3,142,883</u>	<u>27,141,293</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	246,136	-	-	116,176	-
Unavailable revenue - intergovernmental	-	-	-	2,525,647	-
Deferred inflows related to leases	811,916	-	-	-	-
Total deferred inflows of resources	<u>1,058,052</u>	<u>-</u>	<u>-</u>	<u>2,641,823</u>	<u>-</u>
Total liabilities and deferred inflows of resources	10,251,524	3,140,691	2,200,117	5,784,706	27,141,293
FUND BALANCES					
Nonspendable	126,828	2,021	-	305,501	1,694
Restricted	-	47,233,110	24,495,926	929,252	-
Committed	428,664	-	1,019,881	-	-
Unassigned	65,665,093	-	-	-	(531,820)
Total fund balances	<u>66,220,585</u>	<u>47,235,131</u>	<u>25,515,807</u>	<u>1,234,753</u>	<u>(530,126)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 76,472,109</u>	<u>\$ 50,375,822</u>	<u>\$ 27,715,924</u>	<u>\$ 7,019,459</u>	<u>\$ 26,611,167</u>

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

Coconino County
Governmental Funds Financial Statements
Balance Sheet
June 30, 2022

	County Debt Services Fund	Flood Control District Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ -	\$ -	\$ 24,553,215	\$ 166,363,267
Receivables (net of allowance for uncollectibles)				
Property taxes	-	115,382	144,767	701,412
Accounts	-	-	66,148	225,128
Road sales tax	-	-	-	2,442,464
Jail district sales tax	-	-	-	4,069,452
Accrued interest	-	-	29,394	204,164
Leases	-	-	778,209	1,652,926
Due from other funds	1,018,352	233	4,713,185	28,336,680
Due from other governments	-	2,831,157	2,299,177	20,312,163
Prepaid items	-	-	17,707	453,751
Total assets	<u>1,018,352</u>	<u>2,946,772</u>	<u>32,601,802</u>	<u>224,761,407</u>
LIABILITIES				
Accounts payable	-	2,830,207	1,236,779	10,759,881
Accrued payroll and employee benefits	-	8,065	164,542	1,869,336
Due to other funds	1,017,615	1,685,864	5,234,779	28,864,366
Deposits held for others	-	-	83,303	345,776
Unearned revenues	-	-	134,836	15,375,087
Total liabilities	<u>1,017,615</u>	<u>4,524,136</u>	<u>6,854,239</u>	<u>57,214,446</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	89,990	118,482	570,784
Unavailable revenue - intergovernmental	-	2,831,157	649,185	6,005,989
Deferred inflows related to leases	-	-	779,185	1,591,101
Total deferred inflows of resources	<u>-</u>	<u>2,921,147</u>	<u>1,546,852</u>	<u>8,167,874</u>
Total liabilities and deferred inflows of resources	1,017,615	7,445,283	8,401,091	65,382,320
FUND BALANCES				
Nonspendable	-	-	17,707	453,751
Restricted	-	-	24,514,223	97,172,511
Committed	737	-	-	1,449,282
Unassigned	-	(4,498,511)	(331,219)	60,303,543
Total fund balances	<u>737</u>	<u>(4,498,511)</u>	<u>24,200,711</u>	<u>159,379,087</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,018,352</u>	<u>\$ 2,946,772</u>	<u>\$ 32,601,802</u>	<u>\$ 224,761,407</u>

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

Coconino County
Governmental Funds Financial Statements
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position
June 30, 2022

Fund balances - total governmental funds **\$ 159,379,087**

Amounts reported for *governmental activities* in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Capital assets, not being depreciated/amortized	\$ 52,255,185	
Capital assets, being depreciated/amortized, net	120,235,873	\$172,491,058

Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.

Property taxes	570,784	
Intergovernmental	6,005,989	6,576,773

Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions and OPEB	21,388,034	
Deferred inflows of resources related to pensions and OPEB	(35,038,990)	(13,650,956)

The Internal Service Fund is used by management to charge the cost of certain activities, such as automotive maintenance, to the individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the Internal Service Fund are included in governmental activities in the Statement of Net Position.

Capital Assets	1,414,087	
Deferred outflows of resources related to pensions and OPEB	323,296	
Deferred inflows of resources related to pensions and OPEB	(535,933)	
Net pension liability	(381,594)	
Other postemployment benefits payable	(100,912)	
Compensated absences payable	(31,326)	
Net positions of other remaining balances	2,380,065	3,067,683

Net pension and OPEB assets held in trust for future benefits are not available operations and, therefore, are not reported in the funds.

Net pension asset	11,846,058	
Net OPEB asset	1,967,493	13,813,551

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Compensated absences payable	(5,685,736)	
Claims and judgments payable	(272,422)	
Retention programs payable	(1,699,408)	
Pledged revenue bonds payable	(17,635,000)	
Leases payable	(1,934,763)	
Net pension liability	(76,322,061)	
Other postemployment benefits payable	(9,831,794)	(113,381,184)

Net position of governmental activities **\$ 228,296,012**

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

Coconino County
Governmental Funds Financial Statements
Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2022

	<u>General Fund</u>	<u>Public Works/ HURF Fund</u>	<u>Jail District Fund</u>	<u>Public Health Services District Fund</u>	<u>American Rescue Plan Act Fund</u>
REVENUES					
Property taxes	\$ 11,620,197	\$ -	\$ -	\$ 4,955,070	\$ -
County sales taxes	21,953,517	13,145,212	21,953,606	-	-
Special assessments	-	-	-	-	-
Licenses and permits	3,044,728	12,641	-	632,921	-
Fines and forfeits	1,022,378	-	-	-	-
Intergovernmental	44,173,837	15,190,763	62,381	5,775,360	12,649,318
Charges for services	2,786,496	-	532,597	995,519	-
Investment earnings	(1,172,198)	(1,083,323)	(295,415)	(28,411)	(554,267)
Contributions	22,193	-	-	8,973	-
Miscellaneous	582,962	4,383	7,211	46,486	-
Total revenues	<u>84,034,110</u>	<u>27,269,676</u>	<u>22,260,380</u>	<u>12,385,918</u>	<u>12,095,051</u>
EXPENDITURES					
Current:					
General government	26,845,615	-	-	-	10,894,671
Public safety	17,058,222	-	18,902,483	1,174,569	40,396
Highways and streets	77,582	22,181,322	-	-	411,736
Sanitation	-	-	-	-	-
Health	1,000,396	-	-	16,055,183	748,267
Welfare	843,641	-	-	-	540,455
Culture and recreation	1,655,983	-	-	-	-
Education	477,009	-	-	-	13,792
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay:					
Total expenditures	<u>47,958,448</u>	<u>22,181,322</u>	<u>18,902,483</u>	<u>17,229,752</u>	<u>12,649,317</u>
Excess (deficiency) of revenues over expenditures	36,075,662	5,088,354	3,357,897	(4,843,834)	(554,266)
OTHER FINANCING SOURCES (USES)					
Lease agreements	229,233	-	-	-	-
Sale of capital assets	919	-	-	-	-
Transfers in	1,590,116	378,223	2,725,546	3,739,233	-
Transfers out	(10,912,341)	(83,037)	(1,253,424)	-	-
Total other financing sources (uses)	<u>(9,092,073)</u>	<u>295,186</u>	<u>1,472,122</u>	<u>3,739,233</u>	<u>-</u>
Net change in fund balances	26,983,589	5,383,540	4,830,019	(1,104,601)	(554,266)
Fund balances, July 1, 2021	<u>39,236,996</u>	<u>41,851,591</u>	<u>20,685,788</u>	<u>2,339,354</u>	<u>24,140</u>
Fund balances, June 30, 2022	<u>\$ 66,220,585</u>	<u>\$ 47,235,131</u>	<u>\$ 25,515,807</u>	<u>\$ 1,234,753</u>	<u>\$ (530,126)</u>

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

Coconino County
Governmental Funds Financial Statements
Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2022

	County Debt Services Fund	Flood Control District Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	\$ -	\$ 4,684,604	\$ 5,066,188	\$ 26,326,059
County sales taxes	-	-	2,211	57,054,546
Special assessments	-	-	11,602	11,602
Licenses and permits	-	6,624	22,000	3,718,914
Fines and forfeits	-	-	281,969	1,304,347
Intergovernmental	-	611,024	16,364,502	94,827,185
Charges for services	-	-	2,879,247	7,193,859
Investment earnings	-	1,643	(506,926)	(3,638,897)
Contributions	-	610	133,369	165,145
Miscellaneous	-	-	483,725	1,124,767
Total revenues	-	5,304,505	24,737,887	188,087,527
EXPENDITURES				
Current:				
General government	-	-	3,499,731	41,240,017
Public safety	-	10,261,139	8,394,193	55,831,002
Highways and streets	-	-	-	22,670,640
Sanitation	-	-	391,887	391,887
Health	-	-	-	17,803,846
Welfare	-	-	3,887,342	5,271,438
Culture and recreation	-	-	6,015,994	7,671,977
Education	-	-	4,690,096	5,180,897
Debt service:				
Principal	525,000	-	-	525,000
Interest and other charges	492,615	-	-	492,615
Capital outlay:				
Total expenditures	1,017,615	10,261,139	27,098,642	157,298,718
Excess (deficiency) of revenues over expenditures	(1,017,615)	(4,956,634)	(2,360,755)	30,788,809
OTHER FINANCING SOURCES (USES)				
Lease agreements	-	-	-	229,233
Sale of capital assets	-	-	-	919
Transfers in	1,018,352	-	4,479,939	13,931,409
Transfers out	-	-	(1,682,607)	(13,931,409)
Total other financing sources (uses)	1,018,352	-	2,797,332	230,152
Net change in fund balances	737	(4,956,634)	436,577	31,018,961
Fund balances, July 1, 2021	-	458,123	23,764,134	128,360,126
Fund balances, June 30, 2022	\$ 737	\$ (4,498,511)	\$ 24,200,711	\$ 159,379,087

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

Coconino County
 Governmental Funds Financial Statements
 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, 2022

Net change in fund balances - total governmental funds **\$ 31,018,961**

Amounts reported for *governmental activities* in the Statement of Activities are different because:

Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation/amortization expense.

Expenditures for capitalized assets	\$10,023,886	
Less current year depreciation/amortization	<u>(9,461,204)</u>	562,682

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

Leases incurred	(229,233)	
Principal payments on leases	184,094	
Principal payments on revenue obligations payable	<u>525,000</u>	479,861

Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	5,277	
Intergovernmental	4,226,089	
EORP Subsidy	<u>297,667</u>	4,529,033

County pension/OPEB 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/OPEB liability is measured a year before the County's report date. Pension/OPEB expense, which is the change in the net pension/OPEB liability adjusted for changes in deferred outflows and inflows of resources related to pensions/OPEB, is reported in the Statement of Activities.

Current year pension/OPEB contributions	9,204,771	
Pension/OPEB expense	<u>(6,501,060)</u>	2,703,711

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 are reported regardless of when the financial resources are available.

Increase in compensated absences	(820,215)	
Decrease in claims and judgments	1,602,807	
Decrease in retention programs payable	<u>675,830</u>	1,458,422

The Internal Service Fund is used by management to charge the cost of certain activities, such as automotive maintenance, to the individual funds. The change in net position of the Internal Service Fund is reported with governmental activities in the Statement of Activities.

707,297

Changes in net position in governmental activities **\$ 41,459,967**

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

Coconino County
Proprietary Fund Financial Statements
Statement of Net Position
June 30, 2022

	<u>Governmental Activities - Internal Service Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 1,585,216
Accounts receivables, net	2,343
Accrued interest	1,362
Due from other funds	528,104
Due from other governments	17,416
Inventories	412,269
Total current assets	<u>2,546,710</u>
Noncurrent assets:	
Capital assets, net	<u>1,414,087</u>
Total noncurrent assets	<u>1,414,087</u>
Total assets	<u>3,960,797</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions and other postemployment benefits	<u>323,296</u>
Total deferred outflows of resources	<u>323,296</u>
Total assets and deferred outflows of resources	<u>4,284,093</u>
LIABILITIES	
Current liabilities:	
Accounts payable	158,428
Accrued payroll and employee benefits	7,799
Due to other funds	418
Total current liabilities	<u>166,645</u>
Noncurrent liabilities:	
Net pension and other postemployment benefits liability	482,506
Compensated absences	31,326
Total noncurrent liabilities	<u>513,832</u>
Total liabilities	<u>680,477</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions and other postemployment benefits	<u>535,933</u>
Total deferred inflows of resources	<u>535,933</u>
Total liabilities and deferred inflows of resources	<u>1,216,410</u>
NET POSITION	
Net investment in capital assets	1,414,087
Unrestricted	1,653,596
Total net position	<u>\$ 3,067,683</u>

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

Coconino County
Proprietary Fund Financial Statements
Statement of Revenues, Expenses, and Changes in Fund Net Position
Year Ended June 30, 2022

	Governmental Activities - Internal Service Fund
OPERATING REVENUES	
Charges for services	\$ 3,431,327
Total operating revenues	3,431,327
OPERATING EXPENSES	
Personal services and employee benefits	328,263
Professional services	197,131
Supplies	1,463,355
Utilities	19,894
Repair and Maintenance	215,658
Travel	2,516
Depreciation	473,826
Total operating expenses	2,700,643
Operating income	730,684
NONOPERATING REVENUES	
Interest income	(23,387)
Total nonoperating revenues	(23,387)
Net change in net position	707,297
Net position, July 1, 2022	2,360,386
Net position, June 30, 2022	\$ 3,067,683

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

Coconino County
Proprietary Fund Financial Statements
Statement of Cash Flows
Year Ended June 30, 2022

	Governmental Activities - Internal Service Fund
Cash flows from operating activities:	
Receipts from other funds for services provided	\$ 3,540,619
Payments to suppliers for goods and services	(2,165,358)
Payments to employees	(584,395)
Net cash provided by operating activities	790,867
Cash flows from capital and related financing activities:	
Purchases of capital assets	(317,613)
Net cash used for capital and related financing activities	(317,613)
Cash flows from investing activities:	
Interest received on investments	(23,525)
Net cash used for investing activities	(23,525)
Net increase in cash and cash equivalents	449,729
Cash and cash equivalents, July 1, 2021	1,135,487
Cash and cash equivalents, June 30, 2022	\$ 1,585,216
 <u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>	
Operating income	\$730,684
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	473,826
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:	
Due from other funds	(40,860)
Due to other funds	(13,160)
Accounts receivable	107,035
Due from other governments	2,257
Deferred outflows of resources related to pensions and other postemployment benefits	(174,942)
Net pension and other postemployment benefits liability	(347,273)
Deferred inflows of resources related to pensions and other postemployment benefits	508,293
Accounts payable	(41,416)
Inventory	(171,368)
Accrued payroll	(232,312)
Compensated absences	(9,898)
Net cash provided by operating activities	\$ 790,867

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

Coconino County
 Fiduciary Fund Financial Statements
 Statement of Fiduciary Net Position
 June 30, 2022

	Custodial funds		
	Private- Purpose Trust Funds	External Investment Pool	Other
ASSETS			
Cash and investments	\$ 1,808,320	\$ 179,270,398	\$ 5,079,635
Taxes receivable for other governments	-	-	332,501
Interest and dividends receivable	-	218,485	-
Total assets	\$ 1,808,320	\$ 179,488,883	\$ 5,412,136
LIABILITIES			
Property tax payable to other governments	-	-	338,548
Due to other governments	-	-	196,465
Total liabilities	\$ -	\$ -	\$ 535,013
NET POSITION			
Restricted for:			
Pool participants	-	179,488,883	-
Individuals, organizations, and other governments	1,808,320	-	4,877,123
Total net position	\$ 1,808,320	\$ 179,488,883	\$ 4,877,123

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

Coconino County
Fiduciary Fund Financial Statements
Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2022

	Custodial funds		
	Private-purpose trust funds	External investment pool	Other
ADDITIONS			
Contributions from pool participants	-	294,893,238	-
Property tax collections for other governments	-	-	24,729,617
Fines and fees collected for other governments	-	-	3,811,102
Collections for individuals	-	-	5,554,282
Investment earnings:			
Interest and dividends	3,757	786,555	534
Net increase (decrease) in fair value of investments	(26,432)	(4,669,440)	(370)
Total investment earnings	(22,675)	(3,882,885)	164
Other	2,295,287	-	3,493
Total additions	2,272,612	291,010,353	34,098,658
DEDUCTIONS			
Distributions to pool participants	-	292,753,767	-
Property tax distributions to other governments	-	-	24,823,071
Fines and fees distributions for other governments	-	-	4,331,681
Distributions for individuals	-	-	2,404,235
Payments to inmates	-	-	697,800
Other	1,964,896	-	4,984
Total deductions	1,964,896	292,753,767	32,261,771
Net increase (decrease) in fiduciary net position	307,716	(1,743,413)	1,836,888
Net position, July 1, 2021	1,500,604	181,232,296	3,040,235
Net position, June 30, 2022	\$ 1,808,320	\$ 179,488,883	\$ 4,877,123

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



NOTES TO BASIC FINANCIAL STATEMENTS



Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Coconino 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, 2022, the County implemented the provisions of GASB Statement No. 87, Leases, as amended, which establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. As a result, the County’s financial statements have been modified to reflect the recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows or outflows of resources based on the contract payment provisions.

The County's significant accounting policies are described below.

A. Reporting Entity

The County is a general purpose local government that is governed by a separately elected board of five County supervisors. 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.

As the Coconino County Board of Supervisors serves as the Board of Directors of all special districts discussed below, it is able to significantly influence the programs, projects, activities, and level of services provided by the Districts; the Board also establishes policy, appoints management, exercises budgetary control and determines tax rates. Further, the Districts provide services almost entirely for the benefit of the County; therefore, the Districts are considered blended component units of the County.

The following table describes the County’s component units:

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Coconino County Flood Control District	A tax-levying district that provides flood control systems.	Blended	Not available
Coconino County Library District	Provides and maintains library services for the County’s residents.	Blended	Not available

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Coconino County Street Lighting Districts	Operates and maintains street lighting in areas outside local city jurisdictions.	Blended	Not available
Coconino County Jail District	A tax-levying district that acquires, constructs, operates, maintains, and finances county jails and jail systems.	Blended	Not available
Public Health Services District	A tax-levying district that provides and maintains health services for the County’s residents	Blended	Not available

Related Organization:

The Industrial Development Authority of Coconino County (Authority) is a legally separate entity that was created to assist in the financing of commercial activities, including a healthcare institution, residential real property for dwelling units located within the County, and industrial park facilities. The Authority fulfills its function through the issuance of tax exempt bonds. The County Board of Supervisors appoints the Authority’s Board of Directors, but cannot remove a member of the Authority’s Board at will. The Authority’s operations are completely separate from the County and the County is not financially accountable for the Authority. Therefore, 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. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

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 (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) 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 and imposes, are reported as general revenues.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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, proprietary, 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 non-major funds. Fiduciary funds are aggregated and reported by fund type.

Proprietary fund revenues and expenses are classified as either operating or nonoperating. Operating revenues and expenses generally result from transactions associated with the fund's principal activity. Accordingly, revenues, such as user charges, in which each party receives and gives up essentially equal values are operating revenues. Other revenues, such as investment earnings, result from transactions in which the parties do not exchange equal values and are considered nonoperating revenues, along with revenues generated by ancillary activities. Operating expenses include the cost of services, administrative expenses, and depreciation/amortization on capital assets. Other expenses, such as interest expense, are considered nonoperating expenses.

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 *Public Works/HURF Fund* is a special revenue fund used to account for highway user fees restricted to the construction, repair, and maintenance of County roads that are funded primarily by a State-shared fuel tax and a County Road Maintenance Sales Tax.

The *Jail District Fund* is a special revenue fund used to account for jail operations and jail capital improvements that are funded by a one-half cent sales tax.

The *Public Health Services District Fund* is a special revenue fund used to account for health services for County residents that are funded by a \$0.25 per \$100 of assessed valuation property tax, grants and contributions, and charges for services.

The *American Rescue Plan Act Fund* is a special revenue fund used to account for funds received under the Coronavirus Local Fiscal Recovery funds program. The American Rescue Plan Act established the Coronavirus Local Fiscal Recovery Fund, which provided assistance to counties to help turn the tide on the pandemic, address its economic fallout, and lay the foundation for a strong and equitable recovery. Coconino County received a one-time formula allocation of \$27,868,531. As of June 30, 2022, the

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

County has received the total amount and has spent \$12,663,394. The remaining balance is recorded as unearned revenue on the Balance Sheet. These funds must be obligated by December 31, 2024.

The *County Debt Services Fund* is a debt service fund used to account for County debt services payments and costs associated with pledged revenue obligations.

The *Flood Control District Fund* is a special revenue fund used to account for flood control services that are funded by a \$0.2620 per \$100 of assessed valuation property tax.

Additionally, the County reports the following fund types:

The *internal service fund* accounts for automotive maintenance and operation services provided to the County's departments or to other governments on a cost-reimbursement basis.

The *fiduciary funds* consist 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 the 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.

C. Basis of Accounting

The government-wide, proprietary fund, 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 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. Tax revenues collected within 60 days after year-end are accrued as the County had a claim to those revenues at year-end. Other revenues, including grants from federal and state governments, are considered available if the revenues are collected within 90 days after year-end. The County's major revenue sources that are susceptible to accrual are taxes, intergovernmental, charges for services, and investment earnings. Expenditures are

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, 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 lease agreements are reported as other financing sources.

D. Cash and Investments

For the statement of cash flows, the County’s cash and cash equivalents are considered to be cash on hand, demand deposits, cash on deposit with the County Treasurer, highly liquid investments with a maturity of three months or less when purchased, and investments that may be called by the Treasurer at any time without penalty.

All investments are stated at fair value.

E. Inventories

Inventories in the government-wide and the proprietary fund financial statements are recorded as assets when purchased and expensed when consumed. These inventories are stated at cost using the first-in, first-out, and moving weighted average methods of valuation for the government-wide and proprietary fund’s financial statements.

F. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. 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.”

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.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

H. Capital Assets

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

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

	Capitalization Threshold	Depreciation /Amortization Method	Estimated Useful Life
Land	All	N/A	N/A
Construction in progress	\$5,000	N/A	N/A
Buildings and other improvements	\$5,000	Straight Line	5-50 years
Machinery and equipment	\$5,000	Straight Line	3-40 years
Infrastructure	\$5,000	Straight Line	7-50 years
Intangibles:			
Right-to-use lease assets:			
Land	\$100,000	Straight Line	5-50 years
Buildings	\$100,000	Straight Line	5-50 years
Equipment	\$5,000	Straight Line	3-40 years

Intangible right-to-use lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset.

I. Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

J. 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.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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. Only the Board can remove or change the constraints placed on committed fund balance by majority vote or resolution.

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 authorized the County Manager to assign 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 has no formal policy as to its disbursing of unrestricted fund balances.

K. Investment Earnings

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

L. Compensated Absences

Compensated absences payable consists of vacation leave, compensatory time, and a calculated amount of sick leave earned by employees based on services already rendered.

Employees may accumulate up to 240 hours of vacation, depending on years of service, but they forfeit any unused vacation hours in excess of the maximum amount at fiscal year-end. Upon terminating employment, the County pays all unused and unforfeited vacation benefits to employees. Accordingly, vacation benefits are accrued as a liability in the government-wide and proprietary fund financial statements.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Non-exempt, eligible employees may accumulate up to 80 hours of compensatory time. Public safety officers are exempt from the compensatory cap. Accruals beyond 80 hours require approval of the Human Resources director. The Fair Labor Standards Act requires the payoff of any compensatory time balance above 240 hours for most non-exempt positions and 480 hours for public safety positions. This is done periodically throughout the year. Upon termination, all unused compensatory time is paid to the employee. Accordingly, compensatory time is accrued as a liability in the government-wide and proprietary fund financial statements.

Employees will accrue paid sick time in accordance with the Arizona Fair Wages and Healthy Families Act on a fiscal year basis. Employees may accumulate up to 1,000 hours of paid time off. Generally, paid time off benefits provide for ordinary sick pay and are cumulative, but employees forfeit them upon terminating employment. However, for employees who terminate with a minimum of 20 years of continuous service, sick leave benefits do vest and will be compensated 25% of paid time off accrued. Accordingly, this vested sick leave is accrued as a liability in the government-wide and proprietary fund financial statements.

M. Leases

As lessee, the County recognizes lease liabilities with an initial, individual value of \$5,000 or more for equipment and \$100,000 or more for land and buildings. The County uses its estimated incremental borrowing rate to measure lease liabilities unless it can readily determine the interest rate implicit in the lease. The County's estimated incremental borrowing rate is based on the County's current borrowing rate.

As lessor, the County recognizes lease receivables with an initial, individual value of \$100,000 or more. If there is no stated rate in the lease contract (or if the stated rate is not the rate the County charges the lessee) and the implicit rate cannot be determined, the County uses its own estimated incremental borrowing rate as the discount rate to measure lease receivables. The County's estimated incremental borrowing rate is calculated as described above.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

At June 30, 2022, the following nonmajor governmental funds reported a deficit in fund balance.

<u>Fund</u>	<u>Deficit</u>
Governmental Funds:	
County Improvement Districts-Debt Service	101,774
Emergency Services Grants	229,445
	<u>\$ 331,219</u>

The fund balance deficit for the debt service funds reflects the ongoing litigation regarding the Toho-Tolani County Improvement District. The deficit will be corrected once litigation is settled.

The fund balance deficit for the Emergency Services Grants is expected to be eliminated in fiscal year 2023 through recognition and collection of grant revenues.

NOTE 3 – 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 2 ratings by a nationally recognized rating agency.
2. Specified bonds, debentures, notes and other evidences of indebtedness that are denominated in United States dollars must be rated "A" or better at the time of purchase by at least 2 nationally recognized rating agencies.
3. Fixed income securities must carry 1 of the 2 highest ratings by Moody’s investors service and Standard and Poor’s rating service. If only 1 of these services rates the security, it must carry the highest rating of that service.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS – Continued

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, 2022, the carrying amount of the County’s deposits was \$156,335,445, and the bank balance was \$163,105,280. The County does not have a formal policy related to custodial credit risk for deposits.

Investments—The County had total investments of \$197,707,063 at June 30, 2022. The County categorizes certain investments measured at fair value within the fair value hierarchy established by generally accepted accounting principles as follows:

Investments by fair value level	Amount	Fair value measurement using	
		Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)
U.S. agency securities	\$ 123,608,259		\$ 123,608,259
U.S. Treasury securities	29,180,712	\$ 29,180,712	
Corporate bonds and notes	33,716,906		33,716,906
Commercial paper	5,435,434		5,435,434
Total investments categorized by fair value level	<u>\$ 191,941,311</u>	<u>\$ 29,180,712</u>	<u>\$ 162,760,599</u>
Investments measured at net asset value (NAV)			
Mutual funds - equity	\$ 616,752		
Money market mutual funds	5,004,348		
Total	<u>\$ 197,562,411</u>		

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS – Continued

Investments categorized as Level 1 are valued using prices quoted in active markets for those investments.

Investments categorized as Level 2 are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quotes prices.

The County also had investments of \$144,652 in the State Treasurer's investment pools measured at fair value. Investments in the State Treasurer's investment pool are valued at the pool's share price multiplied by the number of shares the County held. The fair value of the participant's position in the pools approximates the value of the participant's pool shares. The State Board of Investment provides oversight for the State Treasurer's investment pools.

Credit risk—The County has a formal investment policy with respect to credit risk which mirrors A.R.S. 35-323. At June 30, 2022, credit risk for the County's investments was as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Rating Agency</u>	<u>Amount</u>
U.S agency securities	AAA	Standard & Poor's	\$ 123,608,259
Money market mutual funds	AAAm	Standard & Poor's	5,004,348
Corporate bonds and notes	AAA	Standard & Poor's	1,429,547
Corporate bonds and notes	AA	Standard & Poor's	5,945,807
Corporate bonds and notes	A+	Standard & Poor's	10,121,560
Corporate bonds and notes	A	Standard & Poor's	16,219,992
State Treasurer's Investment pool #7	Unrated	Not applicable	144,652
Commercial paper	Unrated	Not applicable	5,435,434
Total			<u>\$ 167,909,599</u>

Custodial credit risk—For an investment, custodial credit risk is the risk that, in the event of the counterparty's failure, the County will not be able to recover the value of its investments or collateral securities that are in the outside party's possession. The County does not have a formal investment policy with respect to custodial credit risk. At June 30, 2022, the County did not have investments exposed to custodial credit risk.

Concentration of credit risk— The County Treasurer has a formal policy with respect to concentration of credit risk. The policy allows more than 5% of the portfolio from any one issuer with the exception of a corporate issuer. Corporate bonds in total shall not exceed 25% of the entire portfolio and no one corporate issuer shall exceed 5% of the entire portfolio. The County had investments at June 30, 2022 of 5% or more in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, and Federal National Mortgage Association. These investments were 28.5%, 12.8%, and 15.5% respectively, of the County's total investments.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS – Continued

Interest rate risk—The County has a formal policy with respect to interest rate risk, acknowledging that in a rising rate environment investments may have to be held to maturity rather than incur a loss of principal in a net trade situation. Diversification in the portfolio can be used to reduce the adverse effect of rising rates. At June 30, 2022, the County had the following investments in debt securities:

<u>Investment Type</u>	<u>Amount</u>	<u>Weighted average maturity (years)</u>
U.S. agency securities	\$ 123,608,259	2.55
Money market mutual funds	5,004,348	0.02
U.S. Treasury securities	29,180,712	2.16
Corporate bonds and notes	33,716,906	2.36
State Treasurer's Investment pool #7	144,652	0.09
Commercial paper	5,435,434	0.16
	<u>\$ 197,090,311</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	\$ 64,328
Amount of deposits	156,335,445
Amount of investments	<u>197,707,063</u>
Total	<u>\$ 354,106,836</u>

	<u>Custodial funds</u>				Total
	Governmental activities	Private- purpose trust funds	External investment pool	Other	
Statement of net position:					
Cash and investments	<u>\$ 167,948,483</u>	<u>\$1,808,320</u>	<u>\$179,270,398</u>	<u>\$ 5,079,635</u>	<u>\$ 354,106,836</u>
Total	<u>\$ 167,948,483</u>	<u>\$1,808,320</u>	<u>\$179,270,398</u>	<u>\$ 5,079,635</u>	<u>\$ 354,106,836</u>

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 4 – 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 her 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 County’s deposits and investments are included in the County Treasurer’s investment pool, except for \$616,752 in investments, \$8,428,681 in deposits, \$21,287,465 of bond proceeds held for a school district, and \$144,652 in the State Treasurer’s Investment Pool #7. 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 3 for disclosure of the County’s deposit and investment risks.

Details of each major investment classification follow:

<u>Investment type</u>	<u>Principal</u>	<u>Interest Rates</u>	<u>Maturities</u>	<u>Fair value</u>
U.S. Agency securities	\$ 130,260,000	0.125 to 3.00%	7/25/22 - 4/26/27	\$ 123,608,259
U.S. Treasury securities	30,100,000	0.125 to 2.625%	7/15/22 - 5/15/27	29,180,712
Corporate bonds and notes	34,615,000	0.350 to 4.100%	12/18/22 - 4/15/27	33,716,906
Commercial paper	5,450,000	Not applicable	8/10/22 - 9/15/22	5,435,434
Money market mutual funds	5,000,000	Not applicable	Less than 1 year	5,004,348
Total	<u>\$ 205,425,000</u>			<u>\$ 196,945,659</u>

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 4 – COUNTY TREASURER’S INVESMENT POOL – Continued

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

<u>Statement of Fiduciary net position</u>	
Assets	\$ 323,413,041
Net position	<u>323,413,041</u>
Net position held for:	
Internal participants	165,275,753
External participants	<u>158,137,288</u>
Total net position	<u>\$ 323,413,041</u>
 <u>Statement of changes in Fiduciary net position</u>	
Total additions	\$ 508,598,136
Total deductions	<u>(477,198,575)</u>
Net increase	<u>31,399,561</u>
Net position:	
July 1, 2021	<u>292,013,480</u>
June 30, 2022	<u>\$ 323,413,041</u>

NOTE 5 – RECEIVABLES

Due from other governments – Amounts due from other governments for the Governmental Funds at June 30, 2022, include \$4,117,117 and \$2,277,051 in state shared revenue from sales taxes and fuel taxes, respectively; \$298,461 from the State of Arizona for state vehicle license tax; \$4,069,536 in county sales tax; \$8,394,060 in grants from the federal government; and \$479,576 in grants from various state agencies. The remaining balance of \$676,362 is composed of miscellaneous receivables from federal, state, and local government.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2022, was as follows:

Governmental activities:	Balance July 1, 2021 (restated*)	Increases	Decreases	Balance June 30, 2022
Capital assets not being depreciated/amortized:				
Land	\$ 51,278,744	\$ -	\$ -	\$ 51,278,744
Construction in progress	5,225,494	7,076,661	11,325,714	976,441
Total capital assets not being depreciated/amortized	<u>56,504,238</u>	<u>7,076,661</u>	<u>11,325,714</u>	<u>52,255,185</u>
Capital assets being depreciated/amortized:				
Buildings and other improvements	97,260,154	5,899,481	-	103,159,635
Machinery and equipment	44,575,005	3,393,466	101,329	47,867,142
Infrastructure	129,594,447	5,071,950	-	134,666,397
Intangibles:				
Right-to-use lease assets:				
Land	104,348	-	-	104,348
Buildings	1,785,276	229,233	-	2,014,509
Total capital assets being depreciated/amortized	<u>273,319,230</u>	<u>14,594,130</u>	<u>101,329</u>	<u>287,812,031</u>
Less accumulated depreciation/amortization for:				
Buildings and other improvements	49,081,327	2,735,150	-	51,816,477
Machinery and equipment	28,305,374	2,916,871	97,749	31,124,496
Infrastructure	78,938,089	4,069,126	-	83,007,215
Intangibles:				
Right-to-use lease assets:				
Land	-	5,217	-	5,217
Buildings	-	208,666	-	208,666
Total accumulated depreciation/amortization	<u>156,324,790</u>	<u>9,935,030</u>	<u>97,749</u>	<u>166,162,071</u>
Total capital assets being depreciated/amortized, net	<u>116,994,440</u>	<u>4,659,100</u>	<u>3,580</u>	<u>121,649,960</u>
Governmental activities capital assets, net	<u>\$ 173,498,678</u>	<u>\$ 11,735,761</u>	<u>\$ 11,329,294</u>	<u>\$ 173,905,145</u>

*Due to the implementation of GASB Statement No. 87 for leases, the County's beginning capital asset balance was restated from fiscal year 2021. There was no impact to net position.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 6 – CAPITAL ASSETS – Continued

Depreciation/amortization expense was charged to functions as follows:

Governmental activities:	
General government	\$ 1,143,894
Public safety	1,947,034
Highways and streets	5,101,455
Health	230,798
Welfare	39,722
Culture and recreation	898,695
Education	99,606
Internal service fund	473,826
Total governmental activities depreciation/amortization expense	<u>\$ 9,935,030</u>

NOTE 7 – CONSTRUCTION AND OTHER COMMITMENTS

The County had major contractual commitments related to various capital projects at June 30, 2022, for road reconstruction, facilities repairs and upgrades, infrastructure expansion and the purchase of land. At June 30, 2022, the County had spent \$831,463 on these projects and had remaining contractual commitments with contractors totaling \$4,754,029. These projects are being financed by highway user revenues, federal grants, American Rescue Plan Act funding, Parks and Open Space sales tax, and the General Fund.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 8 – LONG-TERM LIABILITIES

The following schedule details the County’s long-term liability and obligation activity for the year ended June 30, 2022:

	Balance July 1, 2021 (restated*)	Additions	Reductions	Balance June 30, 2022	Due Within 1 Year
Governmental activities					
Pledged revenue obligations payable	\$ 18,160,000	\$ -	\$ 525,000	\$ 17,635,000	\$ -
Compensated absences payable	4,906,745	4,299,828	3,489,511	5,717,062	3,633,799
Claims and judgments payable	1,875,229	354,407	1,957,214	272,422	89,379
Retention programs payable	2,375,238	430,022	1,105,852	1,699,408	109,455
Leases payable*	1,889,624	229,233	184,094	1,934,763	235,113
Net pension liability	120,779,350	-	44,075,695	76,703,655	-
Other postemployment benefits (OPEB) liability	11,684,753	-	1,752,047	9,932,706	-
Total governmental activities long-term liabilities	<u>\$161,670,939</u>	<u>\$5,313,490</u>	<u>\$53,089,413</u>	<u>\$113,895,016</u>	<u>\$ 4,067,746</u>

*Due to the implementation of GASB Statement No. 87 for leases, the County’s beginning long-term liabilities balance was restated from fiscal year 2021. There was no impact to net position.

Series 2021 pledged revenue obligations – In April 2021, the County issued Series 2021 pledged revenue obligations with interest rates between 0.298 percent and 2.976 percent to pay down the unfunded portion of the County’s PSPRS pension liability. The obligations are generally noncallable, with interest payable semiannually. The following pledged revenue obligations were outstanding at June 30, 2022:

Description	Original amount authorized	Interest rates	Maturity ranges	Outstanding principal
Coconino County Pledged Revenue Obligations, Series 2021	\$ 18,160,000	0.298-2.976%	7/1/22-38	\$ 17,635,000

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 8 – LONG-TERM LIABILITIES – Continued

The following schedule details debt service requirements to maturity for the County's pledged revenue obligations payable at June 30, 2022:

Year ending June 30	Governmental Activities	
	Principal	Interest
2023	\$ 450,000	\$ 411,475
2024	720,000	409,549
2025	950,000	404,509
2026	1,025,000	393,014
2027	1,060,000	378,766
2028-32	5,630,000	1,553,658
2033-37	6,405,000	782,506
2038	1,395,000	41,515
Total	\$ 17,635,000	\$ 4,374,992

The County has pledged a portion of its county general excise tax revenues, state shared revenues, vehicle license tax revenues, and payment in lieu of taxes (PILT) revenues toward the payment of debt related to revenue obligations outstanding at June 30, 2022. At June 30, 2022, future pledged revenues through final maturity at July 1, 2038, totaled \$22,009,992 consisting of \$17,635,000 for principal and \$4,374,992 for interest. It is expected that approximately 2 percent of total future revenues will be used to pay annual principal and interest on the bonds. In the current year, total principal and interest paid, and total pledged resources were \$1,017,615 and \$60,242,928, respectively.

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 2022, the County paid for compensated absences as follows: 42 percent from the General Fund, 45.3 percent from major funds, and 12.7 percent from other funds. The County paid for claims and judgments from the General Fund.

Retention Programs – In support of the goal of the Board of Supervisors, Sheriff's Office and County Management to recruit and attract new Commissioned Deputies and to retain trained Deputies, Coconino County has created the Commissioned Law Enforcement Retention Program and Detention Officer Retention Program. If hired on or before December 31, 2011, the lump sum amount was \$10,000. If hired on or after January 1, 2012, the lump sum amount is \$20,000. The County is required to distribute lump sum amounts and interest earned based on the programs' vesting schedules. On June 30, 2022, the liability for both Programs was \$1,699,408 and interest earned but not paid was \$29,833.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 8 – LONG-TERM LIABILITIES – Continued

Leases Payable

The County has acquired land and buildings under the provisions of various lease agreements.

The total amount of lease assets and the related accumulated amortization are as follows:

	Governmental Activities
Intangible right-to-use lease asset:	
Land	\$ 104,348
Buildings	2,014,509
Less: Accumulated amortization	(184,094)
Carrying value	\$ 1,934,763

The following schedule details minimum lease payments to maturity for the County's leases payable at June 30, 2022:

Year ending June 30	Governmental activities	
	Principal	Interest
2023	\$ 235,113	\$ 27,187
2024	233,903	23,815
2025	241,248	20,362
2026	253,437	16,826
2027	257,128	13,135
2028-32	656,618	30,102
2033-37	29,172	3,492
2038-42	28,144	1,084
Total	\$ 1,934,763	\$ 136,002

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 9 – FUND BALANCE CLASSIFICATIONS OF THE GOVERNMENTAL FUNDS

The fund balance classifications of the governmental funds as of June 30, 2022, were as follows:

	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	American Rescue Plan Act Fund	County Debt Services Fund	Flood Control District Fund	Other Governmental Funds	Total Governmental Funds
Fund balances									
Nonspendable:									
Prepaid items	\$ 126,828	\$ 2,021	\$ -	\$ 305,501	\$ 1,694	\$ -	\$ -	\$ 17,707	\$ 453,751
Total nonspendable	126,828	2,021	-	305,501	1,694	-	-	17,707	453,751
Restricted for:									
Highways and Streets	-	47,233,110	-	-	-	-	-	5,451,374	52,684,484
Public Safety	-	-	24,495,926	-	-	-	-	2,438,399	26,934,325
Flood Control	-	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	3,071,643	3,071,643
Health	-	-	-	929,252	-	-	-	-	929,252
Capital Projects	-	-	-	-	-	-	-	4,579,333	4,579,333
Education	-	-	-	-	-	-	-	3,833,476	3,833,476
Sanitation	-	-	-	-	-	-	-	28,932	28,932
Welfare	-	-	-	-	-	-	-	88,009	88,009
General Govt Service	-	-	-	-	-	-	-	5,023,057	5,023,057
Total restricted	-	47,233,110	24,495,926	929,252	-	-	-	24,514,223	97,172,511
Committed to:									
Retention programs	428,664	-	1,019,881	-	-	-	-	-	1,448,545
Debt service	-	-	-	-	-	737	-	-	737
Total committed	428,664	-	1,019,881	-	-	737	-	-	1,449,282
Unassigned	<u>65,665,093</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(531,820)</u>	<u>-</u>	<u>(4,498,511)</u>	<u>(331,219)</u>	<u>60,303,543</u>
Total fund balances (deficits)	<u>\$ 66,220,585</u>	<u>\$ 47,235,131</u>	<u>\$ 25,515,807</u>	<u>\$ 1,234,753</u>	<u>\$ (530,126)</u>	<u>\$ 737</u>	<u>\$ (4,498,511)</u>	<u>\$ 24,200,711</u>	<u>\$ 159,379,087</u>

Stabilization Arrangements – The Board of Supervisors established by resolution that the County General Fund maintain at least 10% of the annual revenue budget for a contingency for cash liquidity purposes and an additional 5% of the annual revenue budget to maintain service levels in difficult economic times. Subsequent modification, addition to, or expenditure from any stabilization arrangements also requires formal action by the Board of Supervisors, the highest level of decision-making authority within the County. For the year ended June 30, 2022, the budgeted stabilization reserves were \$15,709,990, which is included in unassigned fund balance.

Coconino County
Notes to Financial Statements
June 30, 2022

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 others; and natural disasters. For these risks of loss, the County joined and is covered by the Arizona Counties Property and Casualty Pool.

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 \$10,000 per occurrence for property claims and \$25,000 to \$150,000 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 3 years after becoming a member; however, it may withdraw after the initial 3-year period.

The County also contracts with Arizona Counties Property and Casualty Pool to meet Arizona statutory requirements on workers compensation coverage for its elected officials, employees, and volunteers. There is no deductible associated with this coverage. The employer's liability section of our workers' compensation policy is insured with coverage limits at the \$1,000,000 level per occurrence and in aggregate. Coconino County also provides HR services to State employees of the Clerk of Superior Court, Juvenile Court, Adult Probation, and Superior Court. These are separately insured by the State of Arizona and Arizona State Risk Management for workers' compensation and employer's liability.

The Arizona Counties Property and Casualty Pool receives independent audits annually and an audit by the Arizona Department of Insurance every 5 years. The pool accrues liabilities for losses that have been incurred but not reported. These liabilities are determined annually based on an independent actuarial valuation. If the pool were to become insolvent, the County would be assessed an additional contribution.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS

The County contributes to the pension plans described below. The pension plans described in this note are component units of the State of Arizona. The County’s share of the Corrections Officer Retirement Plan (CORP) pension and OPEB amounts and the Arizona State Retirement System OPEB amounts are recorded in the financial statements but will not be disclosed in this note. The other non-County Other Postemployment Benefit (OPEB) plans net OPEB assets and liabilities are not recorded in the financial statements and not disclosed due to their relative insignificance to the County’s financial statements.

At June 30, 2022, the County reported the following aggregate amounts related to pension and OPEB plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities
Net pension and OPEB assets	\$ 13,813,551
Net pension and OPEB liabilities	86,636,361
Deferred outflows of resources related to pensions and OPEB	21,711,330
Deferred inflows of resources related to pensions and OPEB	35,574,923
Pension and OPEB expenses	6,902,115

The County’s accrued payroll and employee benefits includes \$121,394 of outstanding pension contribution amounts payable to all plans for the year ended June 30, 2022. Also, the County reported \$9,265,780 of pension and OPEB contributions as expenditures in the governmental funds related to all 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:

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

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

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, 2022, statute required active ASRS members to contribute at the actuarially determined rate of 12.22 percent of the members’ annual covered payroll, and statute required the County to contribute at the actuarially determined rate of 12.01 percent of the active members’ annual covered payroll. In addition, the County was required by statute to contribute at the actuarially determined rate of 10.13 percent 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, 2022, were \$5,537,048.

During fiscal year 2022, the County paid for ASRS pension contributions as follows: 41.0 percent from the General Fund, 48.4 percent from other major funds, and 10.6 percent from other funds.

Pension liability – At June 30, 2022, the County reported a net pension liability of \$52,392,665 for its proportionate share of the ASRS’ net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net liability was determined using

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2020, to the measurement date of June 30, 2021. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

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, 2021. The County’s proportion measured as of June 30, 2021, was .399 percent, which was a decrease of .015 from its proportion measured as of June 30, 2020.

Pension expense and deferred outflows/inflows of resources – For the year ended June 30, 2022, the County recognized pension expense for ASRS of \$3,620,470. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>ASRS</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 798,678	\$ -
Changes of assumptions or other inputs	6,819,324	-
Net difference between projected and actual earnings on pension plan investments	-	16,599,840
Changes in proportion and differences between County contributions and proportionate share of contributions	30,868	2,089,905
County Contributions subsequent to the measurement date	5,537,048	-
Total	<u>\$ 13,185,918</u>	<u>\$ 18,689,745</u>

The \$5,537,048 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, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as follows:

Year Ending June 30:	
2023	\$ (1,102,505)
2024	(558,526)
2025	(3,659,414)
2026	(5,720,430)

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

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

Actuarial valuation date	June 30, 2020
Actuarial roll forward date	June 30, 2021
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Inflation	2.3%
Projected salary increases	2.9-8.4%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP

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

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 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:

<u>ASRS Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
Equity	50%	4.90%
Fixed income - Credit	20%	5.20
Fixed income - Interest rate sensitive	10%	0.70
Real estate	20%	5.70
Total	<u>100%</u>	

Discount rate – At June 30, 2021, the discount rate used to measure the total pension liability was 7.0 percent, which was a decrease of 0.5 from the discount rate used as of June 30, 2020. 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

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the 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 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 District’s proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.0 percent) or 1 percentage point higher (8.0 percent) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Net liability	\$ 82,409,275	\$ 52,392,665	\$ 27,367,119

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

B. Public Safety Personnel Retirement System and Corrections Officer Retirement Plan

Plan descriptions – County sheriff employees 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). The PSPRS administers agent and cost-sharing multiple-employer defined benefit pension plans. A 9-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 plan, 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.

Administrative Office of the Courts (AOC) probation, surveillance, and juvenile detention officers participate in the Corrections Officer Retirement Plan (CORP) or the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The CORP administers 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 or PSPDCRP. Juvenile detention officers who became members on or after July 1, 2018, participate in PSPDCRP. 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.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

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:

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	

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

CORP	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 20 years, any age 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.

Employees covered by benefit terms – At June 30, 2022, the following employees were covered by the agent pension plans' benefit terms:

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

	PSPRS Sheriff
Inactive employees or beneficiaries currently receiving benefits	61
Inactive employees entitled to but not yet receiving benefits	15
Active employees	<u>40</u>
Total	<u><u>116</u></u>

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 benefits. 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. Contribution rates for the year ended June 30, 2022, are indicated below. Rates are a percentage of active members’ annual covered payroll.

	Active member - pension	County - pension
PSPRS Sheriff	7.65%-11.65%	38.26%
CORP AOC	8.41% or 10.18%	35.48% or 36.30%

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 and employees participating in the PSPRS Tier 3 Risk Pool and PSPDCRP members in addition to the County’s required contributions to the PSPRS Tier 3 Risk Pool and PSPDCRP.

	Pension
PSPRS Sheriff	28.20%
CORP AOC	31.35%

The County’s contributions to the pension plans for the year ended June 30, 2022, were:

	PSPRS Sheriff	CORP AOC
	\$ 527,566	\$1,371,978

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

During fiscal year 2022, the County paid for PSPRS and CORP pension contributions as follows:

	General Fund	Other Major Funds	Other Nonmajor Funds
PSPRS Sheriff	92.6%	1.9%	5.5%
CORP AOC	40.2%	0.0%	59.8%

Pension liability (asset) – At June 30, 2022, the County reported the following assets and liabilities:

	Net pension liability (asset)
PSPRS Sheriff	\$ (10,711,520)
CORP AOC (County's proportionate share)	11,761,933

The net assets and net liabilities were measured as of June 30, 2021, and the total liability used to calculate the net asset or liability was determined by an actuarial valuation as of that date.

Pension actuarial assumptions—The significant actuarial assumptions used to measure the total pension liability (asset) are as follows:

PSPRS and CORP – pension	
Actuarial valuation date	June 30, 2021
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, 2021, 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 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:

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

PSPRS and CORP

<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected geometric real rate of return</u>
U.S. public equity	24%	4.08%
International public equity	16%	5.20%
Global private equity	20%	7.67%
Other assets (capital appreciation)	7%	5.43%
Core bonds	2%	0.42%
Private credit	20%	5.74%
Diversifying strategies	10%	3.99%
Cash – Mellon	1%	-0.31%
Total	<u>100%</u>	

Pension discount rate – At June 30, 2021, the discount rate used to measure the PSPRS and CORP total pension liability (asset) was 7.3 percent. The projection of cash flows used to determine the PSPRS and CORP discount rates assumed that plan member contributions will be made at the current contribution rate 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 those assumptions, the pension 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Changes in the net pension liability (asset)

PSPRS Sheriff	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) Liability (a) - (b)
Balances at June 30, 2021	\$ 53,332,137	\$ 36,114,296	\$ 17,217,841
Changes for the year:			
Service cost	561,655	-	561,655
Interest on the total pension liability	3,808,560	-	3,808,560
Differences between expected and actual experience in the measurement of the pension liability	(2,016,190)	-	(2,016,190)
Changes of assumptions or other inputs	-	-	-
Contributions – employer	-	19,299,491	(19,299,491)
Contributions – employee	-	290,926	(290,926)
Net investment income	-	10,743,759	(10,743,759)
Benefit payments, including refunds of employee contributions	(3,443,461)	(3,443,461)	-
Administrative expense	-	(50,790)	50,790
Net changes	(1,089,436)	26,839,925	(27,929,361)
Balances at June 30, 2022	\$ 52,242,701	\$ 62,954,221	\$ (10,711,520)

The County’s proportion of the CORP AOC net pension liability was based on the County’s actual contributions to the plan relative to the total of all participating counties’ actual contributions for the year ended June 30, 2021. The County’s proportion measured as of June 30, 2021, was 3.168 percent, which was a decrease of .067 from its proportion measured as of June 30, 2020.

Sensitivity of the County’s net pension liability (asset) to changes in the discount rate – The following table presents the County’s net pension liabilities (assets) calculated using the discount rate of 7.3 percent, as well as what the County’s net pension liability (asset) 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:

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

	1% Decrease (6.3%)	Current Discount Rate (7.3%)	1% Increase (8.3%)
PSPRS Sheriff			
Net pension liability (asset)	\$ (4,202,910)	\$ (10,711,520)	\$ (16,057,528)
CORP AOC			
County's proportionate share of the net pension liability	15,916,246	11,761,933	8,358,727

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.

Pension expense – For the year ended June 30, 2022, the County recognized the following pension expense:

	Pension expense
PSPRS Sheriff	\$ 183,231
CORP AOC (County's proportionate share)	1,351,481

Pension deferred outflows/inflows of resources – At June 30, 2022, 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	\$ 671,207	\$ 1,512,144
Changes of assumptions or other inputs	364,528	-
Net difference between projected and actual earnings on pension plan investments	-	4,516,940
County contributions subsequent to the measurement date	527,566	-
Total	<u>\$ 1,563,301</u>	<u>\$ 6,029,084</u>

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

CORP AOC	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 1,122,575	\$ 344,878
Changes of assumptions or other inputs	241,226	
Net difference between projected and actual earnings on pension plan investments		1,898,844
Changes in proportion and differences between County contributions and proportionate share of contributions	311,277	290,930
County contributions subsequent to the measurement date	<u>1,371,978</u>	
Total	<u>\$ 3,047,056</u>	<u>\$ 2,534,652</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 an increase in the net asset or a reduction of the net liability in the year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30:</u>	PSPRS Sheriff	CORP AOC
	<u> </u>	<u> </u>
2023	\$ (932,347)	\$ 40,412
2024	(974,547)	109,596
2025	(1,582,474)	(277,692)
2026	(1,503,981)	(731,890)

PSPDCRP plan – County sheriff employees, County detention officers, and AOC probation, surveillance, and juvenile detention officers who are not members of PSPRS or CORP participate in the PSPDCRP. The PSPDCRP is a defined contribution pension plan. The PSPRS Board of Trustees governs the PSPDCRP according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.1. Benefit terms, including contribution requirements, are established by State statute.

For the year ended June 30, 2022, active PSPDCRP members were required by statute to contribute at least 9 percent (County sheriff employees) or 5 percent (County detention officers, and AOC probation, surveillance, and juvenile detention officers) of the members’ annual covered payroll, and the County was required by statute to contribute 9 percent or 5 percent, respectively, of active members’ annual covered payroll to an individual employee account. Employees are immediately vested in their own

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

contributions and the earnings on those contributions. Employees vest in a portion of the County’s contributions each year as set forth in statute. The plan retains nonvested County contributions when forfeited because of employment terminations. For the year ended June 30, 2022, the County recognized pension expense of \$9,215.

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. This 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 financial statements and required supplementary information for the EORP plans. 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%.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

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, 2022, statute required active EORP members to contribute 7 or 13 percent of the members’ annual covered payroll and the County to contribute at the actuarially determined rate of 61.43 percent of all active EORP members’ annual covered payroll. Also, statute required the County to contribute 49.21 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 41.59 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, 2022, were \$961,961. During fiscal year 2022, the County paid for EORP pension contributions as follows: 74.99 percent from the General Fund, 22.58 percent from other major funds, and 2.43 percent from other funds.

Pension liability – At June 30, 2022, 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	\$ 12,549,057
State's proportionate share of the EORP net pension liability associated with the County	<u>1,261,383</u>
Total	<u><u>\$ 13,810,440</u></u>

The net liability was measured as of June 30, 2021, and the total 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 plan relative to the total of all participating employers’ required contributions for the year ended June 30, 2021. The County’s proportion measured as of June 30, 2021, was 2.062 percent, which was a decrease of 0.023 from its proportion measured as of June 30, 2020.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Pension expense and deferred outflows/inflows of resources – For the year ended June 30, 2022, the County recognized pension expense for EORP of \$633,733 and revenue of \$214,963 for the County’s proportionate share of the State’s appropriation to EORP and the designated court fees.

At June 30, 2022, 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	\$ -	\$ 167,001
Net difference between projected and actual earnings on pension plan investments	-	639,356
Changes in proportion and differences between County contributions and proportionate share of contributions	-	77,486
County contributions subsequent to the measurement date	961,961	-
Total	\$ 961,961	\$ 883,843

The \$961,961 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 pension liability in the year ending June 30, 2023. 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:	Pension
2023	\$ (375,752)
2024	(133,136)
2025	(157,246)
2026	(217,709)

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

EORP	
Actuarial valuation date	June 30, 2021
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

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Actuarial assumptions used in the June 30, 2021, 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 real 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	24%	4.08%
International public equity	16%	5.20%
Global private equity	20%	7.67%
Other assets (capital appreciation)	7%	5.43%
Core bonds	2%	0.42%
Private credit	20%	5.74%
Diversifying strategies	10%	3.99%
Cash – Mellon	1%	-0.31%
Total	100%	

Discount rate – At June 30, 2021, 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 rates assumed that plan member contributions will be made at the current contribution rate, employer contributions will be made at the actuarially determined rates, and State contributions will be made as currently required by statute. Based on those 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.

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:

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

EORP	1% Decrease (6.3%)	Current Discount Rate (7.3%)	1% Increase (8.3%)
County's proportionate share of the net pension liability	\$ 14,419,845	\$ 12,549,057	\$ 10,943,485

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, 2022, 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, 2022, the County recognized pension expense of \$175,209.

D. Postemployment Healthcare Plan

Plan Description – Employees retiring from Coconino County service, who receive monthly income from any of the Arizona State individual retirement plans, are eligible to continue insurance coverage through the same plan as active employees and their beneficiaries up to the age of 65 through NAPEBT. NAPEBT administers an agent multiple employer plan for financial reporting purposes as the plan assets are not dedicated solely to providing benefits to retirees and their beneficiaries. Coconino County is a member of NAPEBT and the benefits and premium rates are approved by the Trust and the Board of Supervisors on an annual basis for active and retired members. Although Coconino County does not explicitly pay a portion of the retirees' premiums, because of the inclusion of this class in the insured pool, there is an implicit subsidy or "premium rate differential" that is incurred by the County.

At June 30, 2022, plan membership consisted of the following:

Retired participants currently receiving benefits	60
Active participants	842
Total	<u>902</u>

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Funding Policy – The contribution requirements of plan members and the County are established and may be amended by the NAPEBT board. Eligible retirees up to the age of 65 have the option to participate in the healthcare plan that is currently being offered to active employees and must pay 100% of the premium less any reimbursement from the Arizona State individual retirement plans. The program is currently funded on a pay-as-you-go method through paying a higher healthcare plan rate for active employees each year. The County’s projected contributions to the plan for the year ended June 30, 2022 were \$448,955.

OPEB Liability – At June 30, 2022, the County reported an OPEB liability for the NAPEBT plan of \$9,932,706. The plan's total OPEB liability was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2022. The total OPEB liability measured as of June 30, 2021, reflects the following changes of actuarial assumptions and benefit terms for the NAPEBT plan:

- The percentage of future retirees assumed to enroll in the plan was decreased from 75% to 50%.
- Per-capita health costs were updated.
- Future trend rates on per capita health costs were updated to better reflect the plan's anticipated experience, including known premiums for 2022/2023.
- The mortality, retirement, disability, and turnover decrement rates and salary scale assumptions were updated based on the Actuarial Experience Study covering a five-year period from July 1, 2015, to June 30, 2020, adopted for the June 30, 2021, actuarial valuation for the Arizona State Retirement System (ASRS) and the Arizona Public Safety Personnel Retirement System (PSPRS) Analysis Of Actuarial Assumptions July 1, 2011, through June 30, 2016, dated March 7, 2017.
- The discount rate decreased from 2.21% to 2.16%, based on changes in the Bond Buyer 20 index municipal bond rate from June 30, 2020, to June 30, 2021.

The following table shows changes in the County's OPEB liability:

Total OPEB Liability – beginning of year	\$ 11,684,753
Changes for the year:	
Service cost	1,069,999
Interest	276,648
Changes of benefit terms	-
Differences between expected and actual experience	(202,635)
Changes in assumptions or other inputs	(2,420,009)
Estimated benefit payments	(476,050)
Net changes	<u>(1,752,047)</u>
Total OPEB Liability – end of year	<u><u>\$ 9,932,706</u></u>

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

OPEB expense and deferred outflows/inflows of resources - For the year ended June 30, 2022, the County recognized OPEB expense of \$999,550. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 1,154,903
Changes of assumptions or other inputs	1,242,658	2,558,902
Contributions subsequent to the measurement date	448,955	-
Total	\$ 1,691,613	\$ 3,713,805

The amount reported as deferred outflows of resources of \$448,955 related to OPEB resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:	
2023	\$ (347,097)
2024	(347,097)
2025	(347,097)
2026	(380,901)
2027	(348,599)
Thereafter	(700,356)

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and plan members, and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, if any.

The County's actuarial methods and significant assumptions for the most recent actuarial valuation are as follows:

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Actuarial valuation date	June 30, 2021
Actuarial cost method:	Entry age, level percentage of salary
Wage inflation:	2.90%
Discount rate	2.16% (Based on the Bond Buyer 20-Bond GO Index as of June 24, 2021)
Health care cost range:	5.00% to 2022/2023, 8.25% to 2023/2024 and 7.00% to 2023/2024 graded down to 4.50% over 10 years
Mortality Rates:	
Pre-retirement	
General	PubG-2010 Headcount Weighted General Employee mortality table, projected generationally from 2017 using the Ultimate MP-2020 Unisex scale.
Post-retirement	
Healthy	2017 State Retirees of Arizona (SRA) mortality table, projected generationally from 2017 using the Ultimate MP-2020 Unisex scale.
Disabled	PubNS-2010 Headcount Weighted Non-Safety Disabled Retiree mortality table, projected generationally from 2017 using the Ultimate MP-2020 Unisex scale.

The mortality, retirement, disability, and turnover decrement rates and salary scale assumptions were updated based on the Actuarial Experience Study covering a five-year period from July 1, 2015, to June 30, 2020, adopted for the June 30, 2021, actuarial valuation for the Arizona State Retirement System (ASRS) and the Arizona Public Safety Personnel Retirement System (PSPRS) Analysis Of Actuarial Assumptions July 1, 2011, through June 30, 2016, dated March 7, 2017. When applicable, the mortality tables were changed to headcount-weighted tables. The remaining demographic assumptions (enrollment percentage, spouse coverage percentage, and relative age of spouse) were based on the experience of the Plan and professional judgment.

Discount rate – The discount rate for OPEB funded entirely on a pay-as-you-go basis is the yield or index rate for 20 year, tax exempt general obligation municipal bonds with an average rate of AA/Aa or higher. For this purpose, the Bond Buyer 20-Bond General Obligation Municipal Bond Index as of June 24, 2021, was used.

Sensitivity analysis – The following presents the Total OPEB Liability (TOL) of Coconino County using the current discount rate of 2.16% as well as what the County's TOL would be if it were calculated using a discount rate that is 1 percentage point lower (1.16%) or 1 percentage point higher (3.16%) than the current rate.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB liability	\$ 10,972,865	\$ 9,932,706	\$ 9,010,627

The following table presents the OPEB liability calculated using the healthcare cost trend rate, as well as what the OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower (4.00%) or 1 percentage point higher (6.00%) than the current rate:

	1% Decrease in Healthcare Cost Trend Rate (4.00%)	Current Healthcare Cost Trend Rate (5.00%)	1% Increase in Healthcare Cost Trend Rate (6.00%)
Total OPEB liability	\$ 8,767,372	\$ 9,932,706	\$ 11,331,672

**Current trend rates: 5.00% to 2022/2023, 8.25% to 2023/2024 and 7.00% to 2023/2024 graded down to 4.50% over 10 years.*

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 12 – INTERFUND BALANCES AND ACTIVITY

Interfund Receivables and Payables – Interfund balances at June 30, 2022, were as follows:

Payable from	Payable to									
	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	American Rescue Plan Act Fund	County Debt Services Fund	Flood Control District Fund	Other Governmental Funds	Internal Service Fund	Total
General Fund	\$ -	\$ -	\$ -	\$ 251	\$ -	\$ 1,018,352	\$ -	\$ 3,705,558	\$ 233,580	\$ 4,957,741
Public Works/HURF Fund	204,602	-	-	-	-	-	-	235	244,103	448,940
American Rescue Plan Act Fund	11,360,974	-	-	-	-	-	-	-	-	11,360,974
Jail District Fund	1,532,965	-	-	-	-	-	-	3,424	8,261	1,544,650
Public Health Services District Fund	2,561,080	-	-	-	-	-	-	36,054	16,669	2,613,803
County Debt Services	1,017,615	-	-	-	-	-	-	-	-	1,017,615
Flood Control District Fund	1,669,608	1,127	-	-	-	-	-	-	15,129	1,685,864
Other Governmental Funds	3,738,325	488,824	619	24,789	3,713	-	233	967,914	10,362	5,234,779
Internal Service Fund	-	-	-	418	-	-	-	-	-	418
	<u>\$22,085,169</u>	<u>\$ 489,951</u>	<u>\$ 619</u>	<u>\$ 25,458</u>	<u>\$ 3,713</u>	<u>\$ 1,018,352</u>	<u>\$ 233</u>	<u>\$ 4,713,185</u>	<u>\$ 528,104</u>	<u>\$28,864,784</u>

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.

Interfund Transfers – Interfund transfers for the year ended June 30, 2022 were as follows:

Transfer from	Transfer to						Total
	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	County Debt Services Fund	Other Governmental Funds	
General Fund	\$ -	\$ -	\$ 2,725,546	\$ 3,739,233	\$ 1,018,352	\$ 3,429,210	\$ 10,912,341
Public Works/HURF Fund	82,802	-	-	-	-	235	83,037
Jail District Fund	1,250,000	-	-	-	-	3,424	1,253,424
Other Governmental Funds	257,314	378,223	-	-	-	1,047,070	1,682,607
	<u>\$ 1,590,116</u>	<u>\$ 378,223</u>	<u>\$ 2,725,546</u>	<u>\$ 3,739,233</u>	<u>\$ 1,018,352</u>	<u>\$ 4,479,939</u>	<u>\$ 13,931,409</u>

Interfund transfers are used to move revenues from the fund that collects them to the fund that expends them.

Coconino County
Notes to Financial Statements
June 30, 2022

NOTE 13 – MUNICIPAL REVOLVING LINE OF CREDIT

On July 1, 2021, the County maintained a \$16,487,500 municipal revolving line of credit with an interest rate equal to 61% of the bank's most recently publicly announced prime rate, which had a maturity date of June 30, 2022 in a fiduciary capacity for fire districts and school districts that are political subdivisions of the county. Outstanding principal and interest are due on June 30 of each year. During fiscal year 2022, the subdivisions had not borrowed against the line of credit.

NOTE 14 – MAINTENANCE OF EFFORT

Coconino County is required to maintain statutory levels of support for the Coconino County Jail District and the Coconino County Public Health Services District. In accordance with A.R.S. Section 48-4024, Coconino County is required to make annual maintenance of effort payments (MOE) to the Coconino County Jail District, a special revenue fund type. The payments were originally scheduled to be made through fiscal year 2027. In November 2022, Coconino County voters approved to extend the Jail District excise sales tax through December 31, 2051. The MOE payment was determined by first establishing a base expenditure which was used as the initial fiscal year 1998 MOE payment. Subsequent payments are determined by adjusting the base expenditure by the annual change in the gross domestic product price deflator, obtained from the State of Arizona Economic Estimates Commission. These payments are recorded by the Jail District as transfers. The MOE payment for fiscal year 2022 was \$2,725,546. In accordance with A.R.S. Section 48-5802, Coconino County is required to maintain a specific level of expenditures for public health services. This is accomplished by transferring funds to the Public Health Services District, a special revenue fund type. The payment for fiscal year 2022 was \$3,739,233.

NOTE 15 – SUBSEQUENT EVENT

In October 2022, the County issued \$53.17 million pledged revenue obligation bonds at interest rates ranging from 4.07% to 5.59%. The bond proceeds are being held with the Arizona State Retirement System (ASRS) as a restricted investment and will be used to make future contribution payments towards the Arizona State Retirement System pension liability. The pre-paid contributions will earn interest based on the rate of return determined by ASRS. There is a risk that the County's investment with ASRS could earn more or less than the interest owed on the bonds. The bonds are secured and payable from pledged revenue. The bonds mature in July 2043.



OTHER REQUIRED SUPPLEMENTARY INFORMATION



Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
General Fund
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Property taxes	\$11,012,633	\$11,012,633	\$11,620,197	\$607,564
County sales tax	18,952,000	18,952,000	21,953,517	3,001,517
Licenses and permits	1,738,500	1,738,500	3,044,728	1,306,228
Fees, fines, and forfeits	1,272,350	1,272,350	1,022,378	(249,972)
Intergovernmental	38,098,423	38,024,262	44,173,837	6,149,575
Charges for services	7,255,307	6,955,307	2,786,496	(4,168,811)
Investment earnings	83,270	83,270	(1,172,198)	(1,255,468)
Contributions	6,000	6,000	22,193	16,193
Miscellaneous	201,325	201,325	582,962	381,637
Total revenues	<u>78,619,808</u>	<u>78,245,647</u>	<u>84,034,110</u>	<u>5,788,463</u>
EXPENDITURES				
General government				
Assessor	2,267,829	2,291,378	1,748,713	542,665
Board of Supervisors	1,658,453	1,769,456	195,388	1,574,068
Clerk of Superior Court	1,599,321	1,637,815	1,526,595	111,220
Community Development	2,463,685	2,537,302	380,103	2,157,199
County Administration	3,280,752	3,814,327	2,827,292	987,035
Community Initiatives	264,298	294,326	17,007	277,319
County Attorney	4,484,688	4,733,884	4,513,211	220,673
Facilities	4,098,266	4,417,671	1,635,494	2,782,177
Finance	1,775,404	1,791,412	312,937	1,478,475
Flagstaff Justice Court	1,481,385	1,503,920	1,410,802	93,118
Fredonia Justice Court	223,824	238,963	268,239	(29,276)
Human Resources	1,912,482	1,930,065	864,213	1,065,852
Information Technology	3,821,788	8,927,649	2,227,874	6,699,775
Legal Defender	1,428,283	1,531,833	1,513,638	18,195
Non-Departmental	36,702,605	22,407,919	(4,687,889)	27,095,808
Page Justice Court	514,059	590,311	573,334	16,977
Public Defender	3,022,585	3,115,553	2,993,962	121,591
Recorder	2,055,747	2,685,352	2,336,053	349,299
Superior Courts	4,030,923	5,191,667	4,718,825	472,842
Treasurer	831,226	924,563	863,415	61,148
Williams Justice Court	513,888	546,349	606,409	(60,060)

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
General Fund
Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final		
EXPENDITURES				
Public safety				
Adult Probation	\$2,047,904	\$2,075,408	\$1,990,813	\$84,595
Constables	142,627	146,627	138,717	7,910
Emergency Management	4,500	8,500	8,175	325
Juvenile Court	3,555,994	3,601,584	3,327,891	273,693
Sheriff	10,232,686	11,644,391	11,592,626	51,765
Highways and streets				
Public Works	658,667	532,408	77,582	454,826
Health				
Health and Human Services	1,550,619	988,619	996,551	(7,932)
Information Technology	13,916	13,916	3,845	10,071
Welfare				
Health and Human Services	637,413	645,513	485,659	159,854
Public Fiduciary	833,072	916,887	357,982	558,905
Culture and recreation				
Parks and Recreation	1,725,250	1,883,913	1,655,983	227,930
Education				
School Superintendent	540,424	545,447	477,009	68,438
Total expenditures	<u>100,374,563</u>	<u>95,884,928</u>	<u>47,958,448</u>	<u>47,926,480</u>
Excess (deficiency) of revenues over expenditures	<u>(21,754,755)</u>	<u>(17,639,281)</u>	<u>36,075,662</u>	<u>53,714,943</u>
OTHER FINANCING SOURCES (USES)				
Lease agreements	-	-	229,233	229,233
Sale of capital assets	-	-	919	919
Transfers in	1,590,164	1,589,164	1,590,116	952
Transfers out	<u>(12,274,813)</u>	<u>(13,961,473)</u>	<u>(10,912,341)</u>	<u>3,049,132</u>
Total other financing sources (uses)	<u>(10,684,649)</u>	<u>(12,372,309)</u>	<u>(9,092,073)</u>	<u>3,280,236</u>
Net change in fund balances	(32,439,404)	(30,011,590)	26,983,589	56,995,179
Fund balances, July 1, 2021	39,236,996	39,236,996	39,236,996	-
Fund balances, June 30, 2022	<u>\$6,797,592</u>	<u>\$9,225,406</u>	<u>\$66,220,585</u>	<u>\$ 56,995,179</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Public Works/HURF Fund
Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance
	Original	Final		with Final Budget
REVENUES				
County sales tax	\$11,588,710	\$11,588,710	\$13,145,212	\$1,556,502
Licenses and permits	40,000	40,000	12,641	(27,359)
Intergovernmental	14,185,381	14,088,075	15,190,763	1,102,688
Charges for services	10,000	10,000	-	(10,000)
Investment earnings	246,065	246,065	(1,083,323)	(1,329,388)
Miscellaneous	-	-	4,383	4,383
Total revenues	26,070,156	25,972,850	27,269,676	1,296,826
EXPENDITURES				
Highways and streets				
Public Works	34,179,536	36,862,640	22,181,322	14,681,318
Total expenditures	34,179,536	36,862,640	22,181,322	14,681,318
Excess (deficiency) of revenues over expenditures	(8,109,380)	(10,889,790)	5,088,354	15,978,144
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	150,000	150,000	-	(150,000)
Transfers in	409,094	378,223	378,223	-
Transfers out	(85,065)	(85,065)	(83,037)	2,028
Total other financing sources (uses)	474,029	443,158	295,186	(147,972)
Net change in fund balances	(7,635,351)	(10,446,632)	5,383,540	15,830,172
Fund balances, July 1, 2021	41,851,591	41,851,591	41,851,591	-
Fund balances, June 30, 2022	\$34,216,240	\$31,404,959	\$47,235,131	\$15,830,172

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Jail District Fund
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>with</u>
				<u>Final Budget</u>
REVENUES				
County sales tax	\$19,314,516	\$19,314,516	\$21,953,606	\$2,639,090
Intergovernmental	10,000	10,000	62,381	52,381
Charges for services	558,700	558,700	532,597	(26,103)
Investment earnings	185,000	185,000	(295,415)	(480,415)
Miscellaneous	-	-	7,211	7,211
Total revenues	<u>20,068,216</u>	<u>20,068,216</u>	<u>22,260,380</u>	<u>2,192,164</u>
EXPENDITURES				
Public safety				
Sheriff	<u>23,208,703</u>	<u>26,973,148</u>	<u>18,902,483</u>	<u>8,070,665</u>
Total expenditures	<u>23,208,703</u>	<u>26,973,148</u>	<u>18,902,483</u>	<u>8,070,665</u>
Excess (deficiency) of revenues over expenditures	<u>(3,140,487)</u>	<u>(6,904,932)</u>	<u>3,357,897</u>	<u>10,262,829</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,766,525	2,766,525	2,725,546	(40,979)
Transfers out	<u>(1,265,356)</u>	<u>(1,265,356)</u>	<u>(1,253,424)</u>	<u>11,932</u>
Total other financing sources (uses)	<u>1,501,169</u>	<u>1,501,169</u>	<u>1,472,122</u>	<u>(29,047)</u>
Net change in fund balances	(1,639,318)	(5,403,763)	4,830,019	10,233,782
Fund balances, July 1, 2021	<u>20,685,788</u>	<u>20,685,788</u>	<u>20,685,788</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$19,046,470</u>	<u>\$15,282,025</u>	<u>\$25,515,807</u>	<u>\$10,233,782</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Public Health Services District Fund
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget
REVENUES				
Property taxes	\$ 4,958,800	\$ 4,958,800	\$4,955,070	\$ (3,730)
Licenses and permits	617,344	617,344	632,921	15,577
Intergovernmental	6,263,149	16,557,834	5,775,360	(10,782,474)
Charges for services	568,500	629,238	995,519	366,281
Investment earnings	4,000	4,000	(28,411)	(32,411)
Contributions	8,000	8,000	8,973	973
Miscellaneous	2,400	2,400	46,486	44,086
Total revenues	<u>12,422,193</u>	<u>22,777,616</u>	<u>12,385,918</u>	<u>(10,391,698)</u>
EXPENDITURES				
Public safety				
Health and Human Services	1,202,979	1,210,677	1,174,569	36,108
Health				
Health and Human Services	<u>18,214,444</u>	<u>29,445,914</u>	<u>16,055,183</u>	<u>13,390,731</u>
Total expenditures	<u>19,417,423</u>	<u>30,656,591</u>	<u>17,229,752</u>	<u>13,426,839</u>
Excess (deficiency) of revenues over expenditures	<u>(6,995,230)</u>	<u>(7,878,975)</u>	<u>(4,843,834)</u>	<u>3,035,141</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>4,965,972</u>	<u>4,965,972</u>	<u>3,739,233</u>	<u>(1,226,739)</u>
Total other financing sources (uses)	<u>4,965,972</u>	<u>4,965,972</u>	<u>3,739,233</u>	<u>(1,226,739)</u>
Net change in fund balances	(2,029,258)	(2,913,003)	(1,104,601)	1,808,402
Fund balances, July 1, 2021	<u>2,339,354</u>	<u>2,339,354</u>	<u>2,339,354</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 310,096</u>	<u>\$ (573,649)</u>	<u>\$1,234,753</u>	<u>\$ 1,808,402</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
American Rescue Plan Act Fund
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>with Final Budget</u>
REVENUES				
Intergovernmental	\$ 14,000,000	\$ 14,000,000	\$12,649,318	\$(1,350,682)
Investment earnings	-	51,000	(554,267)	(605,267)
Total revenues	<u>14,000,000</u>	<u>14,051,000</u>	<u>12,095,051</u>	<u>(1,955,949)</u>
EXPENDITURES				
General government				
Board of Supervisors	28,000,000	14,584,658	1,236,508	13,348,150
Clerk of Superior Court	-	846,000	239	845,761
Community Development	-	-	2,018,479	(2,018,479)
County Administration	-	-	323,907	(323,907)
County Attorney	-	339,598	24,424	315,174
Facilities	-	151,000	1,706,874	(1,555,874)
Finance	97,266	575,000	1,327,903	(752,903)
Flagstaff Justice Court	-	370,531	5,842	364,689
Human Resources	-	278,310	1,214,346	(936,036)
Information Technology	-	-	2,443,846	(2,443,846)
Non-Departmental	-	-	238,296	(238,296)
Public Defender	-	544,551	33,346	511,205
Recorder	-	-	16,291	(16,291)
Superior Courts	-	2,902,237	243,786	2,658,451
Treasurer	-	-	60,584	(60,584)
Public safety				
Adult Probation	-	1,547,359	25,756	1,521,603
Juvenile Court	-	136,640	14,640	122,000
Highways and Streets				
Public Works	-	-	411,736	(411,736)
Health				
Health and Human Services	-	6,400,000	748,267	5,651,733
Welfare				
Public Fiduciary	-	-	540,455	(540,455)
Education				
School Superintendent	-	749,606	13,792	735,814
Total expenditures	<u>28,097,266</u>	<u>29,425,490</u>	<u>12,649,317</u>	<u>16,776,173</u>
Excess (deficiency) of revenues over expenditures	<u>(14,097,266)</u>	<u>(15,374,490)</u>	<u>(554,266)</u>	<u>14,820,224</u>
Net change in fund balances	(14,097,266)	(15,374,490)	(554,266)	14,820,224
Fund balances, July 1, 2021	24,140	24,140	24,140	-
Fund balances, June 30, 2022	<u>\$(14,073,126)</u>	<u>\$(15,350,350)</u>	<u>\$(530,126)</u>	<u>\$14,820,224</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Flood Control District Fund
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>with</u>
				<u>Final Budget</u>
REVENUES				
Property taxes	\$ 4,703,677	\$ 4,703,677	\$4,684,604	\$ (19,073)
Licenses and permits	-	-	6,624	6,624
Intergovernmental	-	6,914,121	611,024	(6,303,097)
Charges for services	5,000	5,000	-	(5,000)
Investment earnings	1,000	1,000	1,643	643
Contributions	-	-	610	610
Total revenues	<u>4,709,677</u>	<u>11,623,798</u>	<u>5,304,505</u>	<u>(6,319,293)</u>
EXPENDITURES				
Public safety				
Flood Control District	4,858,405	15,080,709	10,261,139	4,819,570
Total expenditures	<u>4,858,405</u>	<u>15,080,709</u>	<u>10,261,139</u>	<u>4,819,570</u>
Excess (deficiency) of revenues over expenditures	<u>(148,728)</u>	<u>(3,456,911)</u>	<u>(4,956,634)</u>	<u>(1,499,723)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(148,728)	(3,456,911)	(4,956,634)	(1,499,723)
Fund balances, July 1, 2021	458,123	458,123	458,123	-
Fund balances, June 30, 2022	<u>\$ 309,395</u>	<u>\$(2,998,788)</u>	<u>\$(4,498,511)</u>	<u>\$ (1,499,723)</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
June 30, 2022

Note 1 – Budgeting and budgetary control

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 and the American Rescue Plan Act 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.

Coconino County
Required Supplementary Information
Schedule of the County's Proportionate Share of the Net Pension Liability – Cost-Sharing Plans
Last Eight Fiscal Years

ARIZONA STATE RETIREMENT SYSTEM (ASRS)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Reporting fiscal year	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Measurement date								
County's proportion of the net pension (assets) liability	0.40%	0.41%	0.42%	0.42%	0.40%	0.40%	0.39%	0.40%
County's proportionate share of the net pension (assets) liability	\$ 52,392,665	\$ 71,769,911	\$ 61,756,593	\$ 58,614,269	\$ 64,845,194	\$ 64,388,081	\$ 61,051,275	\$ 58,741,596
County's covered payroll	\$ 44,777,639	\$ 45,501,388	\$ 44,740,183	\$ 41,705,479	\$ 39,261,016	\$ 37,520,908	\$ 36,081,751	\$ 35,786,206
County's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	117.01%	157.73%	138.03%	140.54%	165.16%	171.61%	169.20%	164.15%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%

**CORRECTIONS OFFICER RETIREMENT PLAN
ADMINISTRATIVE OFFICE OF THE COURTS (CORP)**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Reporting fiscal year	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Measurement date								
County's proportion of the net pension (assets) liability	3.17%	3.24%	3.09%	3.13%	3.05%	3.05%	3.12%	3.24%
County's proportionate share of the net pension (assets) liability	\$ 11,761,933	\$ 15,453,047	\$ 13,056,710	\$ 11,271,192	\$ 12,727,276	\$ 8,593,425	\$ 7,590,997	\$ 7,259,716
County's covered payroll	\$ 3,745,923	\$ 4,250,285	\$ 4,921,870	\$ 3,642,477	\$ 3,458,591	\$ 3,364,379	\$ 3,530,713	\$ 3,481,917
County's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	313.99%	363.58%	265.28%	309.44%	367.99%	255.42%	215.00%	208.50%
Plan fiduciary net position as a percentage of the total pension liability	62.53%	50.07%	51.99%	53.72%	49.21%	54.81%	57.89%	58.59%

ELECTED OFFICIALS RETIREMENT PLAN (EORP)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Reporting fiscal year	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Measurement date								
County's proportion of the net pension (assets) liability	2.06%	2.09%	2.15%	2.87%	2.04%	2.04%	1.87%	1.89%
County's proportionate share of the net pension (assets) liability	\$ 12,549,057	\$ 14,076,152	\$ 14,256,046	\$ 18,107,080	\$ 25,670,755	\$ 19,237,196	\$ 14,583,025	\$ 12,687,065
State's proportionate share of the net pension liability associated with the County	1,261,387	1,337,826	1,339,921	3,102,531	5,327,843	3,971,984	4,546,380	3,889,972
Total	<u>\$ 13,810,444</u>	<u>\$ 15,413,978</u>	<u>\$ 15,595,967</u>	<u>\$ 21,209,611</u>	<u>\$ 30,998,598</u>	<u>\$ 23,209,180</u>	<u>\$ 19,129,405</u>	<u>\$ 16,577,037</u>
County's covered payroll	\$ 1,618,931	\$ 1,561,069	\$ 1,167,250	\$ 1,608,717	\$ 1,652,059	\$ 1,677,173	\$ 1,695,740	\$ 1,740,635
County's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	775.14%	901.70%	1221.34%	1125.56%	1553.86%	1147.00%	859.98%	728.88%
Plan fiduciary net position as a percentage of the total pension liability	36.28%	29.80%	30.14%	30.36%	19.66%	23.42%	28.32%	31.91%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to pension plan schedules.

Coconino County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios – Agent Plans
Last Eight Fiscal Years

PSPRS Sheriff								
Reporting fiscal year	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total pension liability								
Service cost	\$ 561,655	\$ 649,698	\$ 703,301	\$ 643,353	\$ 695,574	\$ 530,394	\$ 542,285	\$ 526,940
Interest on the total pension liability	3,808,560	3,694,618	3,522,035	3,366,709	3,104,578	3,072,697	3,045,276	2,499,646
Changes of benefit terms		579,964			557,123	(136,624)		1,149,553
Differences between expected and actual experience in the measurement of the pension liability	(2,016,190)		922,849	647,389	832,928	(158,582)	(519,453)	40,499
Changes of assumptions or other inputs			911,318		1,779,880	1,542,086		5,497,276
Benefit payments, including refunds of employee contributions	(3,443,461)	(3,107,314)	(2,872,201)	(3,007,952)	(2,676,590)	(2,685,077)	(2,740,615)	(2,801,153)
Net change in total pension liability	<u>(1,089,436)</u>	<u>1,816,966</u>	<u>3,187,302</u>	<u>1,649,499</u>	<u>4,293,493</u>	<u>2,164,894</u>	<u>327,493</u>	<u>6,912,761</u>
Total pension liability—beginning	<u>53,332,137</u>	<u>51,515,171</u>	<u>48,327,869</u>	<u>46,678,370</u>	<u>42,384,877</u>	<u>40,219,983</u>	<u>39,892,490</u>	<u>32,979,729</u>
Total pension liability—ending (a)	<u>\$ 52,242,701</u>	<u>\$ 53,332,137</u>	<u>\$ 51,515,171</u>	<u>\$ 48,327,869</u>	<u>\$ 46,678,370</u>	<u>\$ 42,384,877</u>	<u>\$ 40,219,983</u>	<u>\$ 39,892,490</u>
Plan fiduciary net position								
Contributions—employer	\$ 19,299,491	\$ 3,431,722	\$ 12,627,184	\$ 2,212,139	\$ 2,479,462	\$ 12,388,778	\$ 1,798,480	\$ 1,717,418
Contributions—employee	290,926	318,447	319,891	328,432	370,548	366,754	451,605	342,096
Net investment income	10,743,759	453,024	1,623,136	1,488,239	2,349,854	59,803	360,105	1,251,743
Benefit payments, including refunds of employee contributions	(3,443,461)	(3,107,314)	(2,872,201)	(3,007,952)	(2,676,590)	(2,685,077)	(2,740,615)	(2,801,153)
Hall/Parker Settlement								
Administrative expense	(50,790)	(36,959)	(29,186)	(23,351)	(21,192)	(9,005)	(9,163)	(10,081)
Other changes	-	4,944	-	31,431	295	(79,223)	37,644	24,720
Net change in plan fiduciary net position	<u>26,839,925</u>	<u>1,063,864</u>	<u>11,668,824</u>	<u>1,028,938</u>	<u>2,502,377</u>	<u>10,042,030</u>	<u>(101,944)</u>	<u>524,743</u>
Plan fiduciary net position—beginning	<u>36,114,296</u>	<u>35,050,432</u>	<u>23,381,608</u>	<u>22,375,834</u>	<u>19,873,457</u>	<u>9,831,427</u>	<u>9,933,371</u>	<u>9,408,628</u>
Plan fiduciary net position—ending (b)	<u>\$ 62,954,221</u>	<u>\$ 36,114,296</u>	<u>\$ 35,050,432</u>	<u>\$ 23,404,772</u>	<u>\$ 22,375,834</u>	<u>\$ 19,873,457</u>	<u>\$ 9,831,427</u>	<u>\$ 9,933,371</u>
Net pension (assets) liability—ending (a) - (b)	<u>\$ (10,711,520)</u>	<u>\$ 17,217,841</u>	<u>\$ 16,464,739</u>	<u>\$ 24,923,097</u>	<u>\$ 24,302,536</u>	<u>\$ 22,511,420</u>	<u>\$ 30,388,556</u>	<u>\$ 29,959,119</u>
Plan fiduciary net position as a percentage of the total pension liability	120.50%	67.72%	68.04%	48.43%	47.94%	46.89%	24.44%	24.90%
Covered payroll	\$ 4,006,804	\$ 5,602,857	\$ 4,021,680	\$ 3,523,747	\$ 3,268,096	\$ 3,198,513	\$ 3,241,732	\$ 3,069,559
Net pension (assets) liability as a percentage of covered payroll	(267.33)%	307.30%	409.40%	707.29%	743.63%	703.81%	937.42%	976.01%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to pension plan schedules.

Coconino County
Required Supplementary Information
Schedule of County Pension Contributions
June 30, 2022

Arizona State Retirement System (ASRS)

Reporting fiscal year	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily required contribution	\$ 5,537,048	\$ 5,216,595	\$ 5,209,911	\$ 5,001,952	\$ 4,545,898	\$ 4,232,338	\$ 4,071,019	\$ 3,929,303	\$ 3,829,124
County's contributions in relation to the statutorily required contribution	5,537,048	5,216,595	5,209,911	5,001,952	4,545,898	4,232,338	4,071,019	3,929,303	3,829,124
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 46,103,647	\$ 44,777,639	\$ 45,501,388	\$ 44,740,183	\$ 41,705,479	\$ 39,261,016	\$ 37,520,908	\$ 36,081,751	\$ 35,786,206
County's contributions as a percentage of covered payroll	12.01%	11.65%	11.45%	11.18%	10.90%	10.78%	10.85%	10.89%	10.70%

**Corrections Officer Retirement Plan-
Administrative Office of the Courts (CORP AOC)**

Reporting fiscal year	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily required contribution	\$ 1,371,978	\$ 1,257,881	\$ 1,186,255	\$ 1,205,366	\$ 819,922	\$ 694,485	\$ 642,596	\$ 525,370	\$ 503,137
County's contributions in relation to the statutorily required contribution	1,371,978	1,257,881	1,186,255	1,205,366	819,922	694,485	642,596	525,370	503,137
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 3,825,439	\$ 3,745,923	\$ 4,250,285	\$ 4,921,870	\$ 3,642,477	\$ 3,458,591	\$ 3,364,379	\$ 3,530,713	\$ 3,481,917
County's contributions as a percentage of covered payroll	35.86%	33.58%	27.91%	24.49%	22.51%	20.08%	19.10%	14.88%	14.45%

Elected Officials Retirement Plan (EORP)

Reporting fiscal year	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily required contribution	\$ 961,961	\$ 931,828	\$ 958,965	\$ 717,859	\$ 378,048	\$ 388,234	\$ 394,136	\$ 398,499	\$ 403,131
County's contributions in relation to the statutorily required contribution	961,961	931,828	958,965	717,859	47,148	388,234	394,136	398,499	403,131
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ 330,900	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 1,703,679	\$ 1,618,931	\$ 1,561,069	\$ 1,167,250	\$ 1,608,717	\$ 1,652,059	\$ 1,677,173	\$ 1,695,740	\$ 1,740,635
County's contributions as a percentage of covered payroll	56.46%	57.56%	61.43%	61.50%	2.93%	23.50%	23.50%	23.50%	23.16%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.
See accompanying notes to pension plan schedules.

Coconino County
Required Supplementary Information
Schedule of County Pension Contributions
June 30, 2022

PSPRS Sheriff

Reporting fiscal year	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 527,566	\$ 1,608,732	\$ 3,490,580	\$ 2,631,788	\$ 2,179,438	\$ 2,380,481	\$ 2,403,682	\$ 1,819,260	\$ 1,717,418
County's contributions in relation to the actuarially determined contribution	<u>527,566</u>	<u>21,045,807</u>	<u>3,490,580</u>	<u>12,631,788</u>	<u>2,229,486</u>	<u>2,380,481</u>	<u>12,403,682</u>	<u>1,819,260</u>	<u>1,717,418</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (19,437,075)</u>	<u>\$ -</u>	<u>\$ (10,000,000)</u>	<u>\$ (50,048)</u>	<u>\$ -</u>	<u>\$ (10,000,000)</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 1,378,897	\$ 4,006,804	\$ 5,602,857	\$ 4,021,680	\$ 3,523,747	\$ 3,268,096	\$ 3,198,513	\$ 3,241,732	\$ 3,069,559
County's contributions as a percentage of covered payroll	38.26%	40.15%	62.30%	314.09%	63.27%	72.84%	387.80%	56.12%	55.95%

NOTE 1: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

NOTE 2: During the fiscal year ended June 30, 2021, the County made excess contributions to the Public Safety Retirement System. The excess contributions were funded by the issuance of Pension Revenue Obligation Bonds. Excess contributions were also made during the fiscal year ended June 30, 2019, and June 30, 2018, and June 30, 2016.

See accompanying notes to pension plan schedules.

Coconino County
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
Northern Arizona Public Employees Benefit Trust
Last Five Fiscal Years

Reporting fiscal year	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB liability					
Service cost	\$ 1,069,999	\$ 905,783	\$ 685,046	\$ 821,651	\$ 582,667
Interest	276,648	387,669	417,601	393,741	269,575
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(202,635)	-	(1,202,669)	-	(515,811)
Changes of assumptions or other inputs	(2,420,009)	374,844	539,759	(855,833)	1,458,740
Benefit payments	(476,050)	(308,084)	(441,752)	(419,409)	(569,744)
Net change in total OPEB liability	(1,752,047)	1,360,212	(2,015)	(59,850)	1,225,427
Total OPEB liability—beginning	11,684,753	10,324,541	10,326,556	10,386,406	9,160,979
Total OPEB liability—ending	\$ 9,932,706	\$ 11,684,753	\$ 10,324,541	\$ 10,326,556	\$ 10,386,406
Covered-employee payroll	\$ 59,878,122	\$ 57,058,884	\$ 48,844,666	\$ 49,068,073	\$ 47,871,291
Total OPEB liability as a percentage of covered-employee payroll	16.59%	20.48%	21.14%	21.05%	21.70%

NOTE: The OPEB schedule in the required supplementary information is intended to show information for ten years, and additional information will be displayed as it becomes available.

COCONINO COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 NOTES TO PENSION PLAN SCHEDULES
 JUNE 30, 2022

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	16 years for unfunded actuarial accrued liability, 17 years as of the 2020 actuarial valuation for excess
Asset valuation method	7-year smoothed market value; 80%/120% market corridor
Actuarial assumptions: Investment rate of return	In the 2019 actuarial valuation, the investment rate of return was decreased from 7.4% to 7.3%. 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 7.5%. 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% 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.
Mortality	In the 2019 actuarial valuation, changed to PubS-2010 tables. 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).

COCONINO COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO PENSION PLAN SCHEDULES
JUNE 30, 2022

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 increased the PSPRS-, CORP-, and CORP–AOC-required contributions beginning in fiscal year 2019 for members who were retired as of 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 actuarially or statutorily determined contributions for 2018 for EORP.

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.



**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES
NONMAJOR GOVERNMENTAL FUNDS**

Coconino County
Listing of Nonmajor Governmental Funds
Year Ended June 30, 2022

Special Revenue Funds

Adult Probation Grants and Fees – accounts for various Adult Probation programs provided by a combination of grants and fees.

Assessor Storage and Retrieval – accounts for the collection and use of a special recording surcharge, not to exceed four dollars, to be used to convert the assessor’s property information and storage retrieval system to micrographics or computer automation, as established by A.R.S. 11-269.06.

Clerk of the Superior Court Grants and Fees – accounts for various Clerk of the Court programs provided by a combination of grants and fees.

Community Development Grants and Fees – accounts for various Community Development programs provided by a combination of grants and fees.

Conciliation Court – this program provides a means for the reconciliation of spouses and the amicable settlement of domestic and family controversies. This program is funded by fees collected under A.R.S. 25-381.

County Attorney Grants and Fees – accounts for various County Attorney programs funded by a combination of fees, grants and forfeiture. Programs included Anti-Racketeering, Attorney Enhancement and Victim Rights.

County Improvement Districts – Special Revenue – accounts for the operation of various Road Maintenance Districts.

County Library District – accounts for the provision and maintenance of libraries and library services through the County. Funded by a secondary property tax levy.

COVID Support Grants – Accounts for funds provided to the County for use in addressing COVID-19 impacts that are in addition to those grants managed by the Public Health Services District. This includes court system support for remote technology and grants to support public safety payroll.

Emergency Services Grants – accounts for various federal and state grants that fund purchases of equipment and disaster planning and training.

Facilities Grants and Fees – accounts for building upgrades for energy efficiency and conservation projects.

Coconino County
Listing of Nonmajor Governmental Funds
Year Ended June 30, 2022

Health and Human Services Grants and Fees – accounts for various federal and state employment grants and public assistance programs provided by a combination of grants and fees.

Inmate Welfare – accounts for funds held in trust for the benefit and welfare of inmates, established under A.R.S. 31-121. Revenues are derived from sales of commissary items to inmates and payphone usage.

Jail Enhancement – accounts for state funds established under A.R.S. 41-2401.D.9. to be used to enhance county jail facilities and operations.

Justice Courts Grants and Fees – accounts for various Justice Court programs provided by a combination of grants and fees.

Juvenile Court Grants and Fees – accounts for various Juvenile Probation programs, including Juvenile Court, provided by a combination of grants and fees.

Legal Defender Grants and Fees – accounts for various Legal Defender programs provided by a combination of grants and fees.

National Forest Fees Fund – accounts for funds received under the federal Secure Rural Schools and Community Self-Determination Act of 2000.

Other Special Revenue Funds – accounts for other small grants and fees.

Parks and Recreation Grants and Fees – accounts for various parks programs funded by federal and state grants, fees and General Fund transfers. These programs include the County Fair and the County Horse Races.

Public Defender Grants and Fees – accounts for various Public Defender programs provided by a combination of grants and fees.

Recorder Grants and Fees – accounts for various Recorder programs including the storage and retrieval fee funds, and elections support grants.

School Superintendent Grants and Fees – accounts for various Schools programs, including the Accommodation School, provided by a combination of grants and fees.

Sheriff Grants and Fees – accounts for various Sheriff programs provided by a combination of grants and fees.

Coconino County
Listing of Nonmajor Governmental Funds
Year Ended June 30, 2022

Solid Waste – accounts for the costs of providing solid waste services, including the operation of transfer stations and payments for the use of the City of Flagstaff landfill. Funded by a combination of grants, fees and General Fund transfers.

Superior Court Grants and Fees – accounts for various Superior Court programs provided by a combination of grants and fees.

Taxpayer Information Fund – accounts for fees collected by the County Treasurer, established by A.R.S. 11-495, to be used to upgrade an automated taxpayer information system.

Debt Service Fund

County Improvement Districts – Debt Service – accounts for special assessment collected for the payment of principal and interest on the revenue bonds issued for special assessment bonds issued by various county improvement districts, or National Forest Fees loans, for road improvements.

Capital Projects Funds

Accommodation School – accounts for various grants used to fund capital improvements for the Accommodation School.

County Improvement Districts – Capital Projects – accounts for the construction of road improvements in various county improvement districts, funded by special assessment bonds, assessment payments by benefiting property owners and National Forest Fees contributions or loans.

Other Capital Projects Funds – accounts for other small capital projects funded by fees, grants and transfers from the General Fund.

Parks and Open Spaces Tax Projects Fund – accounts for parks and open space acquisitions and improvements that are funded by collections from a one-eighth cent sales tax and grants. Collections from the one-eighth cent sales tax ceased after September 2014.



Coconino County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2022

	Special Revenue		
	Adult Probation Grants and Fees	Assessor Storage and Retrieval	Clerk of the Superior Court Grants and Fees
ASSETS			
Cash and investments	\$ 542,482	\$ -	\$ 31,129
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	1,914	-	-
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	1,126	-	40
Leases	-	-	-
Due from other funds	183,604	34,019	6,756
Due from other governments	16,157	-	1,421
Prepaid items	4,647	-	-
Total assets	<u>749,930</u>	<u>34,019</u>	<u>39,346</u>
LIABILITIES			
Accounts payable	220,541	-	-
Accrued payroll and employee benefits	50,550	-	939
Due to other funds	-	2,359	-
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>271,091</u>	<u>2,359</u>	<u>939</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	271,091	2,359	939
FUND BALANCES			
Nonspendable	4,647	-	-
Restricted	474,192	31,660	38,407
Committed			
Unassigned	-	-	-
Total fund balances	<u>478,839</u>	<u>31,660</u>	<u>38,407</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 749,930</u>	<u>\$ 34,019</u>	<u>\$ 39,346</u>

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Community Development Grants & Fees	Conciliation Court	County Attorney Grants and Fees
ASSETS			
Cash and investments	\$ -	\$ 62,483	\$ 1,818,795
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	-	1,450
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	-	81	1,213
Leases	-	-	-
Due from other funds	-	2,999	84,853
Due from other governments	11,752	7,063	58,242
Prepaid items	-	-	-
Total assets	<u>11,752</u>	<u>72,626</u>	<u>1,964,553</u>
LIABILITIES			
Accounts payable	11,752	801	339,580
Accrued payroll and employee benefits	-	731	7,320
Due to other funds	-	3,464	13,636
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>11,752</u>	<u>4,996</u>	<u>360,536</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	11,752	4,996	360,536
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	67,630	1,604,017
Committed			
Unassigned	-	-	-
Total fund balances	<u>-</u>	<u>67,630</u>	<u>1,604,017</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 11,752</u>	<u>\$ 72,626</u>	<u>\$ 1,964,553</u>

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	County Improvement Districts-Special Revenue	County Library District	COVID Support Grants
ASSETS			
Cash and investments	\$ 29,729	\$ 277,516	\$ -
Receivables (net of allowance for uncollectibles)			
Property taxes	-	144,767	-
Accounts	-	-	-
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	41	2,394	-
Leases	-	-	-
Due from other funds	-	-	4,427
Due from other governments	-	-	91,467
Prepaid items	-	-	-
Total assets	<u>29,770</u>	<u>424,677</u>	<u>95,894</u>
LIABILITIES			
Accounts payable	838	-	-
Accrued payroll and employee benefits	-	-	-
Due to other funds	-	-	95,894
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>838</u>	<u>-</u>	<u>95,894</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	118,482	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>118,482</u>	<u>-</u>
Total liabilities and deferred inflows of resources	838	118,482	95,894
FUND BALANCES			
Nonspendable	-	-	-
Restricted	28,932	306,195	-
Committed	-	-	-
Unassigned	-	-	-
Total fund balances	<u>28,932</u>	<u>306,195</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 29,770</u>	<u>\$ 424,677</u>	<u>\$ 95,894</u>

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Emergency Services Grants	Facilities Grants and Fees	Health and Human Services Grants and Fees
ASSETS			
Cash and investments	\$ 1	\$ 26,626	\$ -
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	1,460	-	7,153
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	-	-	189
Leases	-	-	-
Due from other funds	837,407	-	1,265,516
Due from other governments	237,047	-	1,269,216
Prepaid items	-	-	1,582
Total assets	<u>1,075,915</u>	<u>26,626</u>	<u>2,543,656</u>
LIABILITIES			
Accounts payable	113,371	-	56,912
Accrued payroll and employee benefits	6,514	-	33,601
Due to other funds	948,727	-	1,868,212
Deposits held for others	-	-	82,903
Unearned revenues	-	-	-
Total liabilities	<u>1,068,612</u>	<u>-</u>	<u>2,041,628</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	236,748	-	412,437
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>236,748</u>	<u>-</u>	<u>412,437</u>
Total liabilities and deferred inflows of resources	1,305,360	-	2,454,065
FUND BALANCES			
Nonspendable	-	-	1,582
Restricted	-	26,626	88,009
Committed			
Unassigned	(229,445)	-	-
Total fund balances	<u>(229,445)</u>	<u>26,626</u>	<u>89,591</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,075,915</u>	<u>\$ 26,626</u>	<u>\$ 2,543,656</u>

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Inmate Welfare	Jail Enhancement	Justice Courts Grants and Fees
ASSETS			
Cash and investments	\$ 594,984	\$ 313,090	\$ 1,292,013
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	14,133	-	6,568
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	709	414	1,492
Leases	-	-	-
Due from other funds	-	733	13,258
Due from other governments	-	7,085	11,035
Prepaid items	-	2,673	-
Total assets	<u>609,826</u>	<u>323,995</u>	<u>1,324,366</u>
LIABILITIES			
Accounts payable	93	18,399	43,338
Accrued payroll and employee benefits	2,703	-	1,901
Due to other funds	-	-	255,170
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>2,796</u>	<u>18,399</u>	<u>300,409</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>2,796</u>	<u>18,399</u>	<u>300,409</u>
FUND BALANCES			
Nonspendable	-	2,673	-
Restricted	607,030	302,923	1,023,957
Committed	-	-	-
Unassigned	-	-	-
Total fund balances	<u>607,030</u>	<u>305,596</u>	<u>1,023,957</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 609,826</u>	<u>\$ 323,995</u>	<u>\$ 1,324,366</u>

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Juvenile Court Grants and Fees	Legal Defender Grants and Fees	National Forest Fees
ASSETS			
Cash and investments	\$ 808,936	\$ 168,517	\$ 6,554,700
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	-	-
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	1,493	30	8,349
Leases	-	-	-
Due from other funds	52,313	5,264	1,000
Due from other governments	13,185	19,886	-
Prepaid items	-	-	-
Total assets	<u>875,927</u>	<u>193,697</u>	<u>6,564,049</u>
LIABILITIES			
Accounts payable	225,000	-	-
Accrued payroll and employee benefits	34,867	808	-
Due to other funds	6,399	22,212	1,221,461
Deposits held for others	-	-	-
Unearned revenues	10,588	-	-
Total liabilities	<u>276,854</u>	<u>23,020</u>	<u>1,221,461</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	276,854	23,020	1,221,461
FUND BALANCES			
Nonspendable	-	-	-
Restricted	599,073	170,677	5,342,588
Committed			
Unassigned	-	-	-
Total fund balances	<u>599,073</u>	<u>170,677</u>	<u>5,342,588</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 875,927</u>	<u>\$ 193,697</u>	<u>\$ 6,564,049</u>

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Other Special Revenue Funds	Parks and Recreation Grants and Fees	Public Defender Grants and Fees
ASSETS			
Cash and investments	\$ 97,402	\$ 1,493,321	\$ 222,554
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	135	-
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	125	2,512	70
Leases	-	778,209	-
Due from other funds	3,131	1,307,822	49,262
Due from other governments	23,166	-	27,478
Prepaid items	-	-	2,667
Total assets	123,824	3,581,999	302,031
LIABILITIES			
Accounts payable	325	1,590	2,014
Accrued payroll and employee benefits	-	1,905	564
Due to other funds	14,713	995	47,992
Deposits held for others	-	400	-
Unearned revenues	-	32,476	-
Total liabilities	15,038	37,366	50,570
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	779,185	-
Total deferred inflows of resources	-	779,185	-
Total liabilities and deferred inflows of resources	15,038	816,551	50,570
FUND BALANCES			
Nonspendable	-	-	2,667
Restricted	108,786	2,765,448	248,794
Committed			
Unassigned	-	-	-
Total fund balances	108,786	2,765,448	251,461
Total liabilities, deferred inflows of resources, and fund balances	\$ 123,824	\$ 3,581,999	\$ 302,031

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Recorder Grants and Fees	School Superintendent Grants and Fees	Sheriff Grants and Fees
ASSETS			
Cash and investments	\$ 1,014,396	\$ 3,430,682	\$ 294,139
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	31,192	-
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	1,229	716	445
Leases	-	-	-
Due from other funds	-	182,964	86,720
Due from other governments	-	278,712	90,374
Prepaid items	-	-	-
Total assets	1,015,625	3,924,266	471,678
LIABILITIES			
Accounts payable	4,164	79,612	12,865
Accrued payroll and employee benefits	-	11,166	3,038
Due to other funds	-	12	594
Deposits held for others	-	-	-
Unearned revenues	88,023	-	-
Total liabilities	92,187	90,790	16,497
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	-	-	-
Total liabilities and deferred inflows of resources	92,187	90,790	16,497
FUND BALANCES			
Nonspendable	-	-	-
Restricted	923,438	3,833,476	455,181
Committed	-	-	-
Unassigned	-	-	-
Total fund balances	923,438	3,833,476	455,181
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,015,625	\$ 3,924,266	\$ 471,678

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue		
	Solid Waste	Superior Court Grants and Fees	Taxpayer Information Fund
ASSETS			
Cash and investments	\$ -	\$ 422,161	\$ 146,686
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	82	61
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	-	692	206
Leases	-	-	-
Due from other funds	75,399	377,959	-
Due from other governments	68,757	60,147	-
Prepaid items	-	6,138	-
Total assets	144,156	867,179	146,953
LIABILITIES			
Accounts payable	6,241	99,343	-
Accrued payroll and employee benefits	645	7,290	-
Due to other funds	137,270	9,761	-
Deposits held for others	-	-	-
Unearned revenues	-	3,749	-
Total liabilities	144,156	120,143	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	-	-	-
Total liabilities and deferred inflows of resources	144,156	120,143	-
FUND BALANCES			
Nonspendable	-	6,138	-
Restricted	-	740,898	146,953
Committed			
Unassigned	-	-	-
Total fund balances	-	747,036	146,953
Total liabilities, deferred inflows of resources, and fund balances	\$ 144,156	\$ 867,179	\$ 146,953

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Debt Service		Capital Projects	
	County Improvement Districts-Debt Service	Accommodation School-Capital Projects	Other Capital Projects Funds	
ASSETS				
Cash and investments	\$ -	\$ 218,305	\$ 2,730,374	
Receivables (net of allowance for uncollectibles)				
Property taxes	-	-	-	
Accounts	-	-	2,000	
Road sales tax	-	-	-	
Jail district sales tax	-	-	-	
Accrued interest	-	279	3,423	
Leases	-	-	-	
Due from other funds	-	-	137,779	
Due from other governments	-	6,878	-	
Prepaid items	-	-	-	
Total assets	-	225,462	2,873,576	
LIABILITIES				
Accounts payable	-	-	-	
Accrued payroll and employee benefits	-	-	-	
Due to other funds	101,774	-	-	
Deposits held for others	-	-	-	
Unearned revenues	-	-	-	
Total liabilities	101,774	-	-	
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	
Unavailable revenue - intergovernmental	-	-	-	
Deferred inflows related to leases	-	-	-	
Total deferred inflows of resources	-	-	-	
Total liabilities and deferred inflows of resources	101,774	-	-	
FUND BALANCES				
Nonspendable	-	-	-	
Restricted	-	225,462	2,873,576	
Committed				
Unassigned	(101,774)	-	-	
Total fund balances	(101,774)	225,462	2,873,576	
Total liabilities, deferred inflows of resources, and fund balances	\$ -	\$ 225,462	\$ 2,873,576	

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Capital Projects		
	Parks and Open Spaces Tax Projects Fund	County Improvement Districts-Capital Projects	Total Governmental Funds
ASSETS			
Cash and investments	\$ 1,668,801	\$ 293,393	\$ 24,553,215
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	144,767
Accounts	-	-	66,148
Road sales tax	-	-	-
Jail district sales tax	-	-	-
Accrued interest	2,126	-	29,394
Leases	-	-	778,209
Due from other funds	-	-	4,713,185
Due from other governments	109	-	2,299,177
Prepaid items	-	-	17,707
Total assets	1,671,036	293,393	32,601,802
LIABILITIES			
Accounts payable	-	-	1,236,779
Accrued payroll and employee benefits	-	-	164,542
Due to other funds	484,134	-	5,234,779
Deposits held for others	-	-	83,303
Unearned revenues	-	-	134,836
Total liabilities	484,134	-	6,854,239
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	118,482
Unavailable revenue - intergovernmental	-	-	649,185
Deferred inflows related to leases	-	-	779,185
Total deferred inflows of resources	-	-	1,546,852
Total liabilities and deferred inflows of resources	484,134	-	8,401,091
FUND BALANCES			
Nonspendable	-	-	17,707
Restricted	1,186,902	293,393	24,514,223
Committed	-	-	-
Unassigned	-	-	(331,219)
Total fund balances	1,186,902	293,393	24,200,711
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,671,036	\$ 293,393	\$ 32,601,802

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 June 30, 2022

	Special Revenue		
	Adult Probation Grants and Fees	Assessor Storage and Retrieval	Clerk of the Superior Court Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	2,803,308	-	10,324
Charges for services	406,782	-	64,402
Investment earnings	(21,300)	-	(739)
Contributions	-	-	-
Miscellaneous	-	-	-
Total revenues	3,188,790	-	73,987
EXPENDITURES			
Current:			
General government	-	13,831	81,283
Public safety	3,313,614	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	-	-	-
Total expenditures	3,313,614	13,831	81,283
Excess (deficiency) of revenues over expenditures	(124,824)	(13,831)	(7,296)
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	179,987	34,019	63,373
Transfers out	-	-	-
Total other financing sources (uses)	179,987	34,019	63,373
Net change in fund balances	55,163	20,188	56,077
Fund balances, July 1, 2021	423,676	11,472	(17,670)
Fund balances, June 30, 2022	\$ 478,839	\$ 31,660	\$ 38,407

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2022

	Special Revenue		
	Community Development Grants & Fees	Conciliation Court	County Attorney Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	210,064
Intergovernmental	335,875	8,102	522,535
Charges for services	-	55,001	26,887
Investment earnings	-	(1,427)	(17,813)
Contributions	-	-	-
Miscellaneous	-	5,498	-
Total revenues	335,875	67,174	741,673
EXPENDITURES			
Current:			
General government	335,875	58,660	1,161,176
Public safety	-	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	-	-	-
Total expenditures	335,875	58,660	1,161,176
Excess (deficiency) of revenues over expenditures	-	8,514	(419,503)
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	73,770
Transfers out	-	-	(61,356)
Total other financing sources (uses)	-	-	12,414
Net change in fund balances	-	8,514	(407,089)
Fund balances, July 1, 2021	-	59,116	2,011,106
Fund balances, June 30, 2022	\$ -	\$ 67,630	\$ 1,604,017

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 June 30, 2022

	Special Revenue		
	County Improvement Districts-Special Revenue	County Library District	COVID Support Grants
		\$	\$
REVENUES			
Property taxes	-	5,066,184	-
County sales taxes	-	-	-
Special assessments	11,602	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	-	-	128,630
Charges for services	-	-	-
Investment earnings	(732)	(43,340)	-
Contributions	-	9,174	-
Miscellaneous	-	-	-
Total revenues	10,870	5,032,018	128,630
EXPENDITURES			
Current:			
General government	-	-	57,224
Public safety	-	-	34,095
Highways and streets	-	-	-
Sanitation	9,764	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	4,869,753	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	-	-	-
Total expenditures	9,764	4,869,753	91,319
Excess (deficiency) of revenues over expenditures	1,106	162,265	37,311
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	3,820
Transfers out	-	(124,666)	-
Total other financing sources (uses)	-	(124,666)	3,820
Net change in fund balances	1,106	37,599	41,131
Fund balances, July 1, 2021	27,826	268,596	(41,131)
Fund balances, June 30, 2022	\$ 28,932	\$ 306,195	\$ -

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 June 30, 2022

	Special Revenue		
	Emergency Services Grants	Facilities Grants and Fees	Health and Human Services Grants and Fees
REVENUES			
Property taxes	\$-	\$-	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	627,659	-	2,446,495
Charges for services	-	-	5,171
Investment earnings	-	-	(3,234)
Contributions	-	-	75,224
Miscellaneous	-	-	10,020
Total revenues	627,659	-	2,533,676
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	1,462,974	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	3,887,342
Culture and recreation	-	-	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	-	-	-
Total expenditures	1,462,974	-	3,887,342
Excess (deficiency) of revenues over expenditures	(835,315)	-	(1,353,666)
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	613,907	-	1,262,759
Transfers out	-	-	-
Total other financing sources (uses)	613,907	-	1,262,759
Net change in fund balances	(221,408)	-	(90,907)
Fund balances, July 1, 2021	(8,037)	26,626	180,498
Fund balances, June 30, 2022	\$(229,445)	\$26,626	\$ 89,591

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2022

	Special Revenue		
	Inmate Welfare	Jail Enhancement	Justice Courts Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	42,426
Intergovernmental	-	177,046	38,368
Charges for services	117,706	-	546,636
Investment earnings	(12,568)	(7,436)	(25,339)
Contributions	-	-	-
Miscellaneous	153,205	-	-
Total revenues	258,343	169,610	602,091
EXPENDITURES			
Current:			
General government	-	-	496,293
Public safety	186,831	115,003	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay			
	-	-	-
Total expenditures	186,831	115,003	496,293
Excess (deficiency) of revenues over expenditures	71,512	54,607	105,798
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	13,258
Transfers out	-	-	(255,170)
Total other financing sources (uses)	-	-	(241,912)
Net change in fund balances	71,512	54,607	(136,114)
Fund balances, July 1, 2021	535,518	250,989	1,160,071
Fund balances, June 30, 2022	\$ 607,030	\$ 305,596	\$ 1,023,957

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2022

	Special Revenue		
	Juvenile Court Grants and Fees	Legal Defender Grants and Fees	National Forest Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	2,757,487	114,216	2,009,497
Charges for services	37,816	-	-
Investment earnings	(27,022)	(507)	(154,162)
Contributions	-	-	-
Miscellaneous	746	-	-
Total revenues	2,769,027	113,709	1,855,335
EXPENDITURES			
Current:			
General government	-	45,665	-
Public safety	2,852,158	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	989,669
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay			
	-	-	-
Total expenditures	2,852,158	45,665	989,669
Excess (deficiency) of revenues over expenditures	(83,131)	68,044	865,666
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	48,143	5,264	65,000
Transfers out	-	(22,212)	(546,461)
Total other financing sources (uses)	48,143	(16,948)	(481,461)
Net change in fund balances	(34,988)	51,096	384,205
Fund balances, July 1, 2021	634,061	119,581	4,958,383
Fund balances, June 30, 2022	\$ 599,073	\$ 170,677	\$ 5,342,588

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 June 30, 2022

	Special Revenue		
	Other Special Revenue Funds	Parks and Recreation Grants and Fees	Public Defender Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	123,166	458,999	116,351
Charges for services	-	889,242	-
Investment earnings	(2,472)	(44,907)	(1,218)
Contributions	-	-	-
Miscellaneous	-	5,000	-
Total revenues	120,694	1,308,334	115,133
EXPENDITURES			
Current:			
General government	17,452	-	43,230
Public safety	-	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	1,146,241	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay			
Total expenditures	17,452	1,146,241	43,230
Excess (deficiency) of revenues over expenditures	103,242	162,093	71,903
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	3,131	1,304,065	47,380
Transfers out	-	(48,758)	(47,380)
Total other financing sources (uses)	3,131	1,255,307	-
Net change in fund balances	106,373	1,417,400	71,903
Fund balances, July 1, 2021	2,413	1,348,048	179,558
Fund balances, June 30, 2022	\$ 108,786	\$ 2,765,448	\$ 251,461

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 June 30, 2022

	Special Revenue		
	Recorder Grants and Fees	School Superintendent Grants and Fees	Sheriff Grants and Fees
REVENUES			
Property taxes	\$ -	\$ 4	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	98,700	2,073,412	395,389
Charges for services	112,138	203,514	168,561
Investment earnings	(21,913)	5,030	(8,059)
Contributions	-	40,125	8,846
Miscellaneous	-	307,090	-
Total revenues	188,925	2,629,175	564,737
EXPENDITURES			
Current:			
General government	123,710	-	-
Public safety	-	-	429,518
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	3,700,427	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay			
	-	-	-
Total expenditures	123,710	3,700,427	429,518
Excess (deficiency) of revenues over expenditures	65,215	(1,071,252)	135,219
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	2,000	51,522
Transfers out	-	-	-
Total other financing sources (uses)	-	2,000	51,522
Net change in fund balances	65,215	(1,069,252)	186,741
Fund balances, July 1, 2021	858,223	4,902,728	268,440
Fund balances, June 30, 2022	\$ 923,438	\$ 3,833,476	\$ 455,181

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2022

	Special Revenue		
	Solid Waste	Superior Court Grants and Fees	Taxpayer Information Fund
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	29,479	-
Intergovernmental	298,995	290,883	-
Charges for services	8,670	206,558	30,163
Investment earnings	1	(12,308)	(3,674)
Contributions	-	-	-
Miscellaneous	-	1,231	-
Total revenues	307,666	515,843	26,489
EXPENDITURES			
Current:			
General government	-	1,046,254	19,078
Public safety	-	-	-
Highways and streets	-	-	-
Sanitation	382,123	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay			
	-	-	-
Total expenditures	382,123	1,046,254	19,078
Excess (deficiency) of revenues over expenditures	(74,457)	(530,411)	7,411
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	74,457	493,697	-
Transfers out	-	(6,756)	-
Total other financing sources (uses)	74,457	486,941	-
Net change in fund balances	-	(43,470)	7,411
Fund balances, July 1, 2021	-	790,506	139,542
Fund balances, June 30, 2022	\$ -	\$ 747,036	\$ 146,953

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 June 30, 2022

	Debt Service		Capital Projects	
	County Improvement Districts-Debt Service	Accommodation School-Capital Projects	Other Capital Projects Funds	
REVENUES				
Property taxes	\$ -	\$ -	\$ -	-
County sales taxes	-	-	-	-
Special assessments	-	-	-	-
Licenses and permits	-	-	22,000	-
Fines and forfeits	-	-	-	-
Intergovernmental	-	82,528	-	-
Charges for services	-	-	-	-
Investment earnings	87	(4,828)	-	(60,031)
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	87	77,700	-	(38,031)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	-	62,245	-	157,154
Total expenditures	-	62,245	-	157,154
Excess (deficiency) of revenues over expenditures	87	15,455	-	(195,185)
OTHER FINANCING SOURCES (USES)				
Lease agreements	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	137,779	-
Transfers out	(42,722)	-	-	-
Total other financing sources (uses)	(42,722)	-	-	137,779
Net change in fund balances	(42,635)	15,455	-	(57,406)
Fund balances, July 1, 2021	(59,139)	210,007	-	2,930,982
Fund balances, June 30, 2022	\$ (101,774)	\$ 225,462	\$ -	\$ 2,873,576

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2022

	Capital Projects		
	Parks and Open Spaces Tax Projects Fund	County Improvement Districts-Capital Projects	Total Governmental Funds
REVENUES			
Property taxes	\$ -	\$ -	\$ 5,066,188
County sales taxes	2,211	-	2,211
Special assessments	-	-	11,602
Licenses and permits	-	-	22,000
Fines and forfeits	-	-	281,969
Intergovernmental	446,537	-	16,364,502
Charges for services	-	-	2,879,247
Investment earnings	(38,398)	1,383	(506,926)
Contributions	-	-	133,369
Miscellaneous	699	236	483,725
Total revenues	411,049	1,619	24,737,887
EXPENDITURES			
Current:			
General government	-	-	3,499,731
Public safety	-	-	8,394,193
Highways and streets	-	-	-
Sanitation	-	-	391,887
Health	-	-	-
Welfare	-	-	3,887,342
Culture and recreation	-	-	6,015,994
Education	-	-	4,690,096
Debt service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	-	-	219,399
Total expenditures	-	-	27,098,642
Excess (deficiency) of revenues over expenditures	411,049	1,619	(2,360,755)
OTHER FINANCING SOURCES (USES)			
Lease agreements	-	-	-
Sale of capital assets	-	-	-
Transfers in	2,608	-	4,479,939
Transfers out	(484,134)	(42,992)	(1,682,607)
Total other financing sources (uses)	(481,526)	(42,992)	2,797,332
Net change in fund balances	(70,477)	(41,373)	436,577
Fund balances, July 1, 2021	1,257,379	334,766	23,764,134
Fund balances, June 30, 2022	\$ 1,186,902	\$ 293,393	\$ 24,200,711



**OTHER SUPPLEMENTARY INFORMATION:
BUDGETARY COMPARISON SCHEDULES
NONMAJOR GOVERNMENTAL FUNDS SCHEDULES OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND
ACTUAL**

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Fund
Adult Probation Storage and Retrieval
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 2,803,985	\$ 3,007,609	\$ 2,803,308	\$ (204,301)
Charges for services	668,300	668,300	406,782	(261,518)
Investment earnings	11,350	11,350	(21,300)	(32,650)
Total revenues	<u>3,483,635</u>	<u>3,687,259</u>	<u>3,188,790</u>	<u>(498,469)</u>
EXPENDITURES				
Current:				
Public Safety	3,884,304	3,983,130	3,313,614	669,516
Total expenditures	<u>3,884,304</u>	<u>3,983,130</u>	<u>3,313,614</u>	<u>669,516</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(400,669)</u>	<u>(295,871)</u>	<u>(124,824)</u>	<u>171,047</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	268,940	191,638	179,987	(11,651)
Total other financing sources (uses)	<u>268,940</u>	<u>191,638</u>	<u>179,987</u>	<u>(11,651)</u>
Net change in fund balances	(131,729)	(104,233)	55,163	159,396
Fund balances, July 1, 2021	423,676	423,676	423,676	-
Fund balances, June 30, 2022	<u>\$ 291,947</u>	<u>\$ 319,443</u>	<u>\$ 478,839</u>	<u>\$ 159,396</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Fund
Assessor Storage and Retrieval
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
General government	25,000	25,000	13,831	11,169
Total expenditures	25,000	25,000	13,831	11,169
Excess (deficiency) of revenues over (under) expenditures	(25,000)	(25,000)	(13,831)	11,169
OTHER FINANCING SOURCES (USES)				
Transfers in	25,000	25,000	34,019	9,019
Total other financing sources (uses)	25,000	25,000	34,019	9,019
Net change in fund balances	-	-	20,188	20,188
Fund balances, July 1, 2021	11,472	11,472	11,472	-
Fund balances, June 30, 2022	\$ 11,472	\$ 11,472	\$ 31,660	\$ 20,188

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Clerk of the Superior Court Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 4,600	\$ 4,600	\$ -	\$ (4,600)
Intergovernmental	12,000	12,000	10,324	(1,676)
Charges for services	54,000	54,000	64,402	10,402
Investment earnings	782	782	(739)	(1,521)
Total revenues	<u>71,382</u>	<u>71,382</u>	<u>73,987</u>	<u>2,605</u>
EXPENDITURES				
Current:				
General government	105,061	97,426	81,283	16,143
Total expenditures	<u>105,061</u>	<u>97,426</u>	<u>81,283</u>	<u>16,143</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(33,679)</u>	<u>(26,044)</u>	<u>(7,296)</u>	<u>18,748</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	82,677	74,854	63,373	(11,482)
Total other financing sources (uses)	<u>82,677</u>	<u>74,854</u>	<u>63,373</u>	<u>(11,482)</u>
Net change in fund balances	48,998	48,810	56,077	7,266
Fund balances, July 1, 2021	(17,670)	(17,670)	(17,670)	-
Fund balances, June 30, 2022	<u>\$ 31,328</u>	<u>\$ 31,141</u>	<u>\$ 38,407</u>	<u>\$ 7,267</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Community Development Grants & Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ 751,000	\$ 335,875	\$ (415,125)
Total revenues	<u>-</u>	<u>751,000</u>	<u>335,875</u>	<u>(415,125)</u>
EXPENDITURES				
Current:				
General government	-	751,000	335,875	415,125
Total expenditures	<u>-</u>	<u>751,000</u>	<u>335,875</u>	<u>415,125</u>
OTHER FINANCING SOURCES (USES)				
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2021	-	-	-	-
Fund balances, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Conciliation Court
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 12,000	\$ 12,000	\$ 8,102	\$ (3,898)
Charges for services	47,500	47,500	55,001	7,501
Investment earnings	250	250	(1,427)	(1,677)
Miscellaneous	6,500	6,500	5,498	(1,002)
Total revenues	<u>66,250</u>	<u>66,250</u>	<u>67,174</u>	<u>924</u>
EXPENDITURES				
Current:				
General government	71,771	72,400	58,660	13,740
Total expenditures	<u>71,771</u>	<u>72,400</u>	<u>58,660</u>	<u>13,740</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,521)</u>	<u>(6,150)</u>	<u>8,514</u>	<u>14,664</u>
OTHER FINANCING SOURCES (USES)				
Net change in fund balances	(5,521)	(6,150)	8,514	14,664
Fund balances, July 1, 2021	<u>59,116</u>	<u>59,116</u>	<u>59,116</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 53,595</u>	<u>\$ 52,966</u>	<u>\$ 67,630</u>	<u>\$ 14,664</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
County Attorney Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 500,000	\$ 500,000	\$ 210,064	\$ (289,936)
Intergovernmental	530,128	572,768	522,534	(50,234)
Charges for services	20,200	20,200	26,887	6,687
Investment earnings	8,710	8,710	(17,813)	(26,523)
Total revenues	<u>1,059,038</u>	<u>1,101,678</u>	<u>741,673</u>	<u>(360,005)</u>
EXPENDITURES				
Current:				
General government	<u>1,339,004</u>	<u>1,394,920</u>	<u>1,161,176</u>	<u>233,744</u>
Total expenditures	<u>1,339,004</u>	<u>1,394,920</u>	<u>1,161,176</u>	<u>233,744</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(279,966)</u>	<u>(293,242)</u>	<u>(419,503)</u>	<u>(126,261)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	88,505	96,531	73,770	(22,761)
Transfers out	<u>(33,324)</u>	<u>(81,422)</u>	<u>(61,356)</u>	<u>20,066</u>
Total other financing sources (uses)	<u>55,181</u>	<u>15,109</u>	<u>12,414</u>	<u>(2,695)</u>
Net change in fund balances	(224,785)	(278,133)	(407,089)	(128,956)
Fund balances, July 1, 2021	<u>2,011,106</u>	<u>2,011,106</u>	<u>2,011,106</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 1,786,321</u>	<u>\$ 1,732,973</u>	<u>\$ 1,604,017</u>	<u>\$ (128,956)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
County Improvement Districts – Special Revenue
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Special assessments	\$ 11,400	\$ 11,400	\$ 11,602	\$ 202
Investment earnings	-	-	(732)	(732)
Total revenues	<u>11,400</u>	<u>11,400</u>	<u>10,870</u>	<u>(531)</u>
EXPENDITURES				
Current:				
Sanitation	<u>11,400</u>	<u>11,400</u>	<u>9,764</u>	<u>1,636</u>
Total expenditures	<u>11,400</u>	<u>11,400</u>	<u>9,764</u>	<u>1,636</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>1,106</u>	<u>1,106</u>
Net change in fund balances	-	-	1,106	1,106
Fund balances, July 1, 2021	<u>27,826</u>	<u>27,826</u>	<u>27,826</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 27,826</u>	<u>\$ 27,826</u>	<u>\$ 28,932</u>	<u>\$ 1,108</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
County Library District
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 5,069,877	\$ 5,069,877	\$ 5,066,184	\$ (3,693)
Investment earnings	-	-	(43,340)	(43,340)
Contributions	-	-	9,174	9,174
Total revenues	<u>5,069,877</u>	<u>5,069,877</u>	<u>5,032,018</u>	<u>(37,859)</u>
EXPENDITURES				
Current:				
Culture and recreation	<u>5,098,324</u>	<u>5,098,324</u>	<u>4,869,753</u>	<u>228,571</u>
Total expenditures	<u>5,098,324</u>	<u>5,098,324</u>	<u>4,869,753</u>	<u>228,571</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(28,447)</u>	<u>(28,447)</u>	<u>162,265</u>	<u>190,712</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(124,666)</u>	<u>(124,666)</u>	<u>(124,666)</u>	<u>-</u>
Total other financing sources (uses)	<u>(124,666)</u>	<u>(124,666)</u>	<u>(124,666)</u>	<u>-</u>
Net change in fund balances	(153,113)	(153,113)	37,599	190,712
Fund balances, July 1, 2021	268,596	268,596	268,596	-
Fund balances, June 30, 2022	<u>\$ 115,483</u>	<u>\$ 115,483</u>	<u>\$ 306,195</u>	<u>\$ 190,713</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
COVID Support Grants
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 49,615	\$ 213,675	\$ 128,630	\$ (85,045)
Total revenues	<u>49,615</u>	<u>213,675</u>	<u>128,630</u>	<u>(85,045)</u>
EXPENDITURES				
Current:				
General government	23,346	73,284	57,224	16,060
Public Safety	26,269	78,265	34,095	44,170
Highways and streets	-	18,380	-	18,380
Total expenditures	<u>49,615</u>	<u>169,929</u>	<u>91,319</u>	<u>78,610</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>43,746</u>	<u>37,311</u>	<u>(6,435)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	3,820	3,820
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>3,820</u>	<u>3,820</u>
Net change in fund balances	-	43,746	41,131	(2,615)
Fund balances, July 1, 2021	<u>(41,131)</u>	<u>(41,131)</u>	<u>(41,131)</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ (41,131)</u>	<u>\$ 2,615</u>	<u>\$ -</u>	<u>\$ (2,615)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Emergency Services Grants
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 270,646	\$ 1,041,323	\$ 627,659	\$ (413,664)
Total revenues	<u>270,646</u>	<u>1,041,323</u>	<u>627,659</u>	<u>(413,664)</u>
EXPENDITURES				
Current:				
General government	24,702	34,701	-	34,701
Public Safety	<u>447,093</u>	<u>2,307,460</u>	<u>1,462,974</u>	<u>844,486</u>
Total expenditures	<u>471,795</u>	<u>2,342,161</u>	<u>1,462,974</u>	<u>879,187</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(201,149)</u>	<u>(1,300,838)</u>	<u>(835,315)</u>	<u>465,523</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>228,646</u>	<u>477,691</u>	<u>613,907</u>	<u>136,216</u>
Total other financing sources (uses)	<u>228,646</u>	<u>477,691</u>	<u>613,907</u>	<u>136,216</u>
Net change in fund balances	27,497	(823,147)	(221,408)	601,739
Fund balances, July 1, 2021	<u>(8,037)</u>	<u>(8,037)</u>	<u>(8,037)</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 19,460</u>	<u>\$ (831,184)</u>	<u>\$ (229,445)</u>	<u>\$ 601,740</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Facilities Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
General government	<u>11,000</u>	<u>16,286</u>	<u>-</u>	<u>16,286</u>
Total expenditures	<u>11,000</u>	<u>16,286</u>	<u>-</u>	<u>16,286</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,000)</u>	<u>(16,286)</u>	<u>-</u>	<u>16,286</u>
Net change in fund balances	(11,000)	(16,286)	-	16,286
Fund balances, July 1, 2021	<u>26,626</u>	<u>26,626</u>	<u>26,626</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 15,626</u>	<u>\$ 10,340</u>	<u>\$ 26,626</u>	<u>\$ 16,287</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Health and Human Services Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 3,936,587	\$ 4,490,445	\$ 2,446,495	\$ (2,043,950)
Charges for services	3,000	3,000	5,171	2,171
Investment earnings	2,000	2,000	(3,234)	(5,234)
Contributions	96,414	121,132	75,224	(45,909)
Miscellaneous	20,000	20,000	10,020	(9,980)
Total revenues	<u>4,058,001</u>	<u>4,636,577</u>	<u>2,533,676</u>	<u>(2,102,902)</u>
EXPENDITURES				
Current:				
Welfare	<u>5,478,588</u>	<u>6,160,400</u>	<u>3,887,342</u>	<u>2,273,058</u>
Total expenditures	<u>5,478,588</u>	<u>6,160,400</u>	<u>3,887,342</u>	<u>2,273,058</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,420,587)</u>	<u>(1,523,823)</u>	<u>(1,353,666)</u>	<u>170,157</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>1,387,992</u>	<u>1,380,688</u>	<u>1,262,759</u>	<u>(117,929)</u>
Total other financing sources (uses)	<u>1,387,992</u>	<u>1,380,688</u>	<u>1,262,759</u>	<u>(117,929)</u>
Net change in fund balances	(32,595)	(143,135)	(90,907)	52,228
Fund balances, July 1, 2021	<u>180,498</u>	<u>180,498</u>	<u>180,498</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 147,903</u>	<u>\$ 37,363</u>	<u>\$ 89,590</u>	<u>\$ 52,228</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Inmate Welfare
For the Year Ended June 30, 2022

REVENUES	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
Charges for services	\$ 140,000	\$ 140,000	\$ 117,706	\$ (22,294)
Investment earnings	4,000	4,000	(12,568)	(16,568)
Miscellaneous	120,250	120,250	153,205	32,955
Total revenues	<u>264,250</u>	<u>264,250</u>	<u>258,343</u>	<u>(5,908)</u>
EXPENDITURES				
Current:				
Public Safety	414,254	424,187	186,831	237,356
Total expenditures	<u>414,254</u>	<u>424,187</u>	<u>186,831</u>	<u>237,356</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(150,004)</u>	<u>(159,937)</u>	<u>71,512</u>	<u>231,449</u>
Net change in fund balances	(150,004)	(159,937)	71,512	231,449
Fund balances, July 1, 2021	<u>535,518</u>	<u>535,518</u>	<u>535,518</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 385,514</u>	<u>\$ 375,581</u>	<u>\$ 607,030</u>	<u>\$ 231,450</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Jail Enhancement
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 213,518	\$ 213,518	\$ 177,046	\$ (36,472)
Investment earnings	2,500	2,500	(7,436)	(9,936)
Total revenues	<u>216,018</u>	<u>216,018</u>	<u>169,610</u>	<u>(46,408)</u>
EXPENDITURES				
Current:				
Public Safety	403,039	403,039	115,003	288,036
Total expenditures	<u>403,039</u>	<u>403,039</u>	<u>115,003</u>	<u>288,036</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(187,021)</u>	<u>(187,021)</u>	<u>54,607</u>	<u>241,628</u>
Net change in fund balances	(187,021)	(187,021)	54,607	241,628
Fund balances, July 1, 2021	250,989	250,989	250,989	-
Fund balances, June 30, 2022	<u>\$ 63,968</u>	<u>\$ 63,968</u>	<u>\$ 305,596</u>	<u>\$ 241,629</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Justice Courts Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 67,950	\$ 67,950	\$ 42,426	\$ (25,524)
Intergovernmental	-	38,298	38,368	70
Charges for services	617,930	617,930	546,636	(71,294)
Investment earnings	7,820	7,820	(25,339)	(33,159)
Total revenues	<u>693,700</u>	<u>731,998</u>	<u>602,091</u>	<u>(129,907)</u>
EXPENDITURES				
Current:				
General government	<u>938,106</u>	<u>975,015</u>	<u>496,293</u>	<u>478,722</u>
Total expenditures	<u>938,106</u>	<u>975,015</u>	<u>496,293</u>	<u>478,722</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(244,406)</u>	<u>(243,017)</u>	<u>105,798</u>	<u>348,815</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	13,324	13,324	13,258	(66)
Transfers out	<u>(322,412)</u>	<u>(322,412)</u>	<u>(255,170)</u>	<u>67,242</u>
Total other financing sources (uses)	<u>(309,088)</u>	<u>(309,088)</u>	<u>(241,912)</u>	<u>67,176</u>
Net change in fund balances	(553,494)	(552,105)	(136,114)	415,991
Fund balances, July 1, 2021	<u>1,160,071</u>	<u>1,160,071</u>	<u>1,160,071</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 606,577</u>	<u>\$ 607,966</u>	<u>\$ 1,023,957</u>	<u>\$ 415,992</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Juvenile Court Grants and Fees
For the Year Ended June 30, 2022

REVENUES	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
Intergovernmental	\$ 2,749,141	\$ 2,935,730	\$ 2,757,487	\$ (178,243)
Charges for services	44,070	44,070	37,816	(6,254)
Investment earnings	9,500	9,500	(27,022)	(36,522)
Miscellaneous	-	-	746	746
Total revenues	<u>2,802,711</u>	<u>2,989,300</u>	<u>2,769,027</u>	<u>(220,274)</u>
EXPENDITURES				
Current:				
Public Safety	<u>3,077,822</u>	<u>3,200,265</u>	<u>2,852,158</u>	<u>348,107</u>
Total expenditures	<u>3,077,822</u>	<u>3,200,265</u>	<u>2,852,158</u>	<u>348,107</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(275,111)</u>	<u>(210,965)</u>	<u>(83,131)</u>	<u>127,835</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	<u>64,489</u>	<u>11,413</u>	<u>48,143</u>	<u>36,731</u>
Total other financing sources (uses)	<u>64,489</u>	<u>11,413</u>	<u>48,143</u>	<u>36,731</u>
Net change in fund balances	(210,622)	(199,553)	(34,988)	164,564
Fund balances, July 1, 2021	<u>634,061</u>	<u>634,061</u>	<u>634,061</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 423,439</u>	<u>\$ 434,508</u>	<u>\$ 599,073</u>	<u>\$ 164,565</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Legal Defender Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 28,200	\$ 105,212	\$ 114,216	\$ 9,004
Investment earnings	150	150	(507)	(657)
Total revenues	<u>28,350</u>	<u>105,362</u>	<u>113,709</u>	<u>8,347</u>
EXPENDITURES				
Current:				
General government	30,810	108,325	45,665	62,660
Total expenditures	<u>30,810</u>	<u>108,325</u>	<u>45,665</u>	<u>62,660</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,460)</u>	<u>(2,963)</u>	<u>68,044</u>	<u>71,007</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,652	6,652	5,264	(1,388)
Transfers out	<u>(13,214)</u>	<u>(13,214)</u>	<u>(22,212)</u>	<u>(8,998)</u>
Total other financing sources (uses)	<u>(6,562)</u>	<u>(6,562)</u>	<u>(16,948)</u>	<u>(10,386)</u>
Net change in fund balances	(9,022)	(9,525)	51,096	60,621
Fund balances, July 1, 2021	119,581	119,581	119,581	-
Fund balances, June 30, 2022	<u>\$ 110,559</u>	<u>\$ 110,056</u>	<u>\$ 170,677</u>	<u>\$ 60,622</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
National Forest Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 1,699,782	\$ 1,546,299	\$ 2,009,497	\$ 463,198
Investment earnings	6,000	6,000	(154,162)	(160,162)
Total revenues	<u>1,705,782</u>	<u>1,552,299</u>	<u>1,855,335</u>	<u>303,036</u>
EXPENDITURES				
Current:				
Education	-	989,669	989,669	0
Total expenditures	<u>-</u>	<u>989,669</u>	<u>989,669</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,705,782</u>	<u>562,630</u>	<u>865,666</u>	<u>303,036</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	64,000	65,000	65,000	-
Transfers out	<u>(587,501)</u>	<u>(556,630)</u>	<u>(546,461)</u>	<u>10,169</u>
Total other financing sources (uses)	<u>(523,501)</u>	<u>(491,630)</u>	<u>(481,461)</u>	<u>10,169</u>
Net change in fund balances	1,182,281	71,000	384,205	313,205
Fund balances, July 1, 2021	<u>4,958,383</u>	<u>4,958,383</u>	<u>4,958,383</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 6,140,664</u>	<u>\$ 5,029,383</u>	<u>\$ 5,342,588</u>	<u>\$ 313,206</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Other Special Revenue Funds
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ 180,000	\$ 123,166	\$ (56,834)
Investment earnings	-	-	(2,472)	(2,472)
Total revenues	<u>-</u>	<u>180,000</u>	<u>120,694</u>	<u>(59,306)</u>
EXPENDITURES				
Current:				
General government	<u>3,750</u>	<u>203,750</u>	<u>17,452</u>	<u>186,298</u>
Total expenditures	<u>3,750</u>	<u>203,750</u>	<u>17,452</u>	<u>186,298</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,750)</u>	<u>(23,750)</u>	<u>103,242</u>	<u>126,992</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>3,750</u>	<u>23,750</u>	<u>3,131</u>	<u>(20,619)</u>
Total other financing sources (uses)	<u>3,750</u>	<u>23,750</u>	<u>3,131</u>	<u>(20,619)</u>
Net change in fund balances	-	-	106,373	106,373
Fund balances, July 1, 2021	<u>2,413</u>	<u>2,413</u>	<u>2,413</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 2,413</u>	<u>\$ 2,413</u>	<u>\$ 108,786</u>	<u>\$ 106,374</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Parks and Recreation Grants and Fees
For the Year Ended June 30, 2022

REVENUES	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
Intergovernmental	\$ 321,557	\$ 289,220	\$ 458,999	\$ 169,779
Charges for services	557,403	557,403	889,242	331,839
Investment earnings	8,521	8,521	(44,907)	(53,428)
Miscellaneous	-	-	5,000	5,000
Total revenues	<u>887,481</u>	<u>855,144</u>	<u>1,308,334</u>	<u>453,189</u>
EXPENDITURES				
Current:				
Culture and recreation	<u>769,562</u>	<u>2,058,907</u>	<u>1,146,241</u>	<u>912,666</u>
Total expenditures	<u>769,562</u>	<u>2,058,907</u>	<u>1,146,241</u>	<u>912,666</u>
Excess (deficiency) of revenues over (under) expenditures	<u>117,919</u>	<u>(1,203,763)</u>	<u>162,093</u>	<u>1,365,857</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	819,931	1,354,884	1,304,065	(50,819)
Transfers out	<u>(46,150)</u>	<u>(48,758)</u>	<u>(48,758)</u>	-
Total other financing sources (uses)	<u>773,781</u>	<u>1,306,126</u>	<u>1,255,307</u>	<u>(50,819)</u>
Net change in fund balances	891,700	102,362	1,417,400	1,315,038
Fund balances, July 1, 2021	<u>1,348,048</u>	<u>1,348,048</u>	<u>1,348,048</u>	-
Fund balances, June 30, 2022	<u>\$ 2,239,748</u>	<u>\$ 1,450,410</u>	<u>\$ 2,765,448</u>	<u>\$ 1,315,039</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Public Defender Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 116,351	\$ 16,351
Investment earnings	400	400	(1,218)	(1,618)
Total revenues	<u>100,400</u>	<u>100,400</u>	<u>115,133</u>	<u>14,732</u>
EXPENDITURES				
Current:				
General government	70,354	70,635	43,230	27,405
Total expenditures	<u>70,354</u>	<u>70,635</u>	<u>43,230</u>	<u>27,405</u>
Excess (deficiency) of revenues over (under) expenditures	<u>30,046</u>	<u>29,765</u>	<u>71,903</u>	<u>42,138</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	59,865	59,865	47,380	(12,485)
Transfers out	<u>(59,865)</u>	<u>(59,865)</u>	<u>(47,380)</u>	<u>12,485</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	30,046	29,765	71,903	42,138
Fund balances, July 1, 2021	<u>179,558</u>	<u>179,558</u>	<u>179,558</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 209,604</u>	<u>\$ 209,323</u>	<u>\$ 251,461</u>	<u>\$ 42,139</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Recorder Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance to Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ 32,000	\$ 170,371	\$ 98,700	\$ (71,671)
Charges for services	130,000	130,000	112,138	(17,862)
Investment earnings	4,500	5,074	(21,913)	(26,987)
Total revenues	<u>166,500</u>	<u>305,445</u>	<u>188,925</u>	<u>(116,519)</u>
EXPENDITURES				
Current:				
General government	501,868	650,568	123,710	526,859
Total expenditures	<u>501,868</u>	<u>650,568</u>	<u>123,710</u>	<u>526,859</u>
Excess (deficiency) of revenues	<u>(335,368)</u>	<u>(345,123)</u>	<u>65,215</u>	<u>410,338</u>
Net change in fund balances	(335,368)	(345,123)	65,215	410,338
Fund balances, July 1, 2021	<u>858,223</u>	<u>858,223</u>	<u>858,223</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 522,855</u>	<u>\$ 513,099</u>	<u>\$ 923,438</u>	<u>\$ 410,340</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
School Superintendent Grants and Fees
For the Year Ended June 30, 2022

REVENUES	<u>Budgeted Amounts</u>		Actual	Variance to Final Budget
	<u>Original</u>	<u>Final</u>		
Property taxes	\$ -	\$ -	\$ 4	\$ 4
Intergovernmental	2,726,274	10,338,100	2,073,412	(8,264,689)
Charges for services	329,000	329,000	203,514	(125,486)
Investment earnings	40,000	40,000	5,030	(34,970)
Contributions	44,500	92,000	40,125	(51,875)
Miscellaneous	60,000	60,000	307,090	247,090
Total revenues	<u>3,199,774</u>	<u>10,859,100</u>	<u>2,629,175</u>	<u>(8,229,926)</u>
EXPENDITURES				
Current:				
Education	3,726,539	10,953,086	3,700,427	7,252,659
Total expenditures	<u>3,726,539</u>	<u>10,953,086</u>	<u>3,700,427</u>	<u>7,252,659</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(526,765)</u>	<u>(93,985)</u>	<u>(1,071,252)</u>	<u>(977,266)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	2,000	2,000	-
Total other financing sources (uses)	<u>-</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Net change in fund balances	(526,765)	(91,985)	(1,069,252)	(977,266)
Fund balances, July 1, 2021	4,902,728	4,902,728	4,902,728	-
Fund balances, June 30, 2022	<u>\$ 4,375,963</u>	<u>\$ 4,810,743</u>	<u>\$ 3,833,476</u>	<u>\$ (977,265)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Sheriff Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 662,914	\$ 1,129,318	\$ 395,389	\$ (733,929)
Charges for services	82,168	167,168	168,561	1,393
Investment earnings	2,350	2,350	(8,059)	(10,409)
Contributions	5,000	13,846	8,846	(5,000)
Total revenues	<u>752,432</u>	<u>1,312,682</u>	<u>564,737</u>	<u>(747,946)</u>
EXPENDITURES				
Current:				
General government	44,000	44,000	-	44,000
Public Safety	748,746	1,369,951	429,518	940,433
Total expenditures	<u>792,746</u>	<u>1,413,951</u>	<u>429,518</u>	<u>984,433</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(40,314)</u>	<u>(101,269)</u>	<u>135,219</u>	<u>236,488</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	43,250	91,348	51,522	(39,826)
Total other financing sources (uses)	<u>43,250</u>	<u>91,348</u>	<u>51,522</u>	<u>(39,826)</u>
Net change in fund balances	2,936	(9,921)	186,741	196,662
Fund balances, July 1, 2021	268,440	268,440	268,440	-
Fund balances, June 30, 2022	<u>\$ 271,376</u>	<u>\$ 258,519</u>	<u>\$ 455,181</u>	<u>\$ 196,662</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Solid Waste
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 230,000	\$ 230,000	\$ 298,995	\$ 68,995
Charges for services	48,500	48,500	8,670	(39,830)
Investment earnings	-	-	1	1
Total revenues	<u>278,500</u>	<u>278,500</u>	<u>307,666</u>	<u>29,166</u>
EXPENDITURES				
Current:				
Sanitation	483,080	483,708	382,123	101,585
Total expenditures	<u>483,080</u>	<u>483,708</u>	<u>382,123</u>	<u>101,585</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(204,580)</u>	<u>(205,208)</u>	<u>(74,457)</u>	<u>130,751</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	204,580	205,208	74,457	(130,751)
Total other financing sources (uses)	<u>204,580</u>	<u>205,208</u>	<u>74,457</u>	<u>(130,751)</u>
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2021	-	-	-	-
Fund balances, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Superior Court Grants and Fees
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 30,000	\$ 30,000	\$ 29,479	\$ (521)
Intergovernmental	253,543	414,809	290,883	(123,926)
Charges for services	207,500	207,500	206,558	(942)
Investment earnings	1,400	1,400	(12,308)	(13,708)
Contributions	7,516	7,516	-	(7,516)
Miscellaneous	1,500	1,500	1,231	(269)
Total revenues	<u>501,459</u>	<u>662,725</u>	<u>515,843</u>	<u>(146,881)</u>
EXPENDITURES				
Current:				
General government	1,183,254	1,376,265	1,046,254	330,011
Total expenditures	<u>1,183,254</u>	<u>1,376,265</u>	<u>1,046,254</u>	<u>330,011</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(681,795)</u>	<u>(713,540)</u>	<u>(530,411)</u>	<u>183,129</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	569,354	557,340	493,697	(63,643)
Transfers out	<u>(18,420)</u>	<u>(17,052)</u>	<u>(6,756)</u>	<u>10,296</u>
Total other financing sources (uses)	<u>550,934</u>	<u>540,288</u>	<u>486,941</u>	<u>(53,347)</u>
Net change in fund balances	(130,861)	(173,252)	(43,470)	129,782
Fund balances, July 1, 2021	790,506	790,506	790,506	-
Fund balances, June 30, 2022	<u>\$ 659,645</u>	<u>\$ 617,254</u>	<u>\$ 747,036</u>	<u>\$ 129,783</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Taxpayer Information Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 16,500	\$ 16,500	\$ 30,163	\$ 13,663
Investment earnings	1,250	1,250	(3,674)	(4,924)
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	17,750	17,750	26,489	8,738
EXPENDITURES				
Current:				
General government	31,000	31,000	19,078	11,922
Total expenditures	31,000	31,000	19,078	11,922
Excess (deficiency) of revenues over (under) expenditures	(13,250)	(13,250)	7,411	20,661
Net change in fund balances	(13,250)	(13,250)	7,411	20,661
Fund balances, July 1, 2021	139,542	139,542	139,542	-
Fund balances, June 30, 2022	\$ 126,292	\$ 126,292	\$ 146,953	\$ 20,662

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Debt Service Fund
County Improvement Districts – Debt Service
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance to Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Investment earnings	\$ -	\$ -	\$ 87	\$ 87
Total revenues	<u>-</u>	<u>-</u>	<u>87</u>	<u>87</u>
EXPENDITURES				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>87</u>	<u>87</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(41,929)</u>	<u>(41,929)</u>	<u>(42,722)</u>	<u>(793)</u>
Total other financing sources (uses)	<u>(41,929)</u>	<u>(41,929)</u>	<u>(42,722)</u>	<u>(793)</u>
Net change in fund balances	(41,929)	(41,929)	(42,635)	(706)
Fund balances, July 1, 2021	<u>(59,139)</u>	<u>(59,139)</u>	<u>(59,139)</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ (101,068)</u>	<u>\$ (101,068)</u>	<u>\$ (101,774)</u>	<u>\$ (706)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
Accommodation School
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 60,000	\$ 288,998	\$ 82,528	\$ (206,470)
Investment earnings	2,000	1,496	(4,828)	(6,324)
Total revenues	62,000	290,494	77,700	(212,794)
EXPENDITURES				
Current:				
Capital Outlay:	46,000	290,494	62,245	228,249
Total expenditures	46,000	290,494	62,245	228,249
Excess (deficiency) of revenues over (under) expenditures	16,000	-	15,455	15,455
Net change in fund balances	16,000	-	15,455	15,455
Fund balances, July 1, 2021	210,007	210,007	210,007	-
Fund balances, June 30, 2022	\$ 226,007	\$ 210,007	\$ 225,462	\$ 15,456

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
County Improvement Districts – Capital Projects
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
REVENUES				
Investment earnings	\$ -	\$ -	\$ 1,383	\$ 1,383
Miscellaneous	-	-	236	236
Total revenues	-	-	1,619	1,620
EXPENDITURES				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	1,619	1,619
OTHER FINANCING SOURCES (USES)				
Transfers out	(43,149)	(43,149)	(42,992)	157
Total other financing sources (uses)	(43,149)	(43,149)	(42,992)	157
Net change in fund balances	(43,149)	(43,149)	(41,373)	1,776
Fund balances, July 1, 2021	334,766	334,766	334,766	-
Fund balances, June 30, 2022	\$ 291,617	\$ 291,617	\$ 293,393	\$ 1,777

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
Other Capital Projects Funds
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licences and permits	\$ 28,000	\$ 28,000	\$ 22,000	\$ (6,000)
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Investment earnings	10,014	10,014	(60,031)	(70,045)
Total revenues	<u>38,014</u>	<u>38,014</u>	<u>(38,031)</u>	<u>(76,045)</u>
EXPENDITURES				
Current:				
General government	725,037	735,409	-	735,409
Capital Outlay:	<u>587,705</u>	<u>777,950</u>	<u>157,154</u>	<u>620,797</u>
Total expenditures	<u>1,312,742</u>	<u>1,513,359</u>	<u>157,154</u>	<u>1,356,206</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,274,728)</u>	<u>(1,475,345)</u>	<u>(195,185)</u>	<u>1,280,160</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>137,532</u>	<u>249,387</u>	<u>137,779</u>	<u>(111,608)</u>
Total other financing sources (uses)	<u>137,532</u>	<u>249,387</u>	<u>137,779</u>	<u>(111,608)</u>
Net change in fund balances	(1,137,196)	(1,225,958)	(57,406)	1,168,552
Fund balances, July 1, 2021	<u>2,930,982</u>	<u>2,930,982</u>	<u>2,930,982</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 1,793,786</u>	<u>\$ 1,705,024</u>	<u>\$ 2,873,576</u>	<u>\$ 1,168,553</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
Parks and Open Spaces Tax Projects Fund
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
County sales taxes	\$ -	\$ -	\$ 2,211	\$ 2,211
Intergovernmental	-	-	446,537	446,537
Investment earnings	-	-	(38,398)	(38,398)
Miscellaneous	940	940	699	(241)
Total revenues	<u>940</u>	<u>940</u>	<u>411,049</u>	<u>410,109</u>
EXPENDITURES				
Current:				
Culture and recreation	<u>7,076</u>	<u>437,076</u>	-	<u>437,076</u>
Total expenditures	<u>7,076</u>	<u>437,076</u>	-	<u>437,076</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,136)</u>	<u>(436,136)</u>	<u>411,049</u>	<u>847,185</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	1,452,608	2,608	(1,450,000)
Transfers out	-	(534,953)	(484,134)	50,819
Total other financing sources (uses)	<u>-</u>	<u>917,655</u>	<u>(481,526)</u>	<u>(1,399,181)</u>
Net change in fund balances	(6,136)	481,519	(70,477)	(551,996)
Fund balances, July 1, 2021	<u>1,257,379</u>	<u>1,257,379</u>	<u>1,257,379</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 1,251,243</u>	<u>\$ 1,738,898</u>	<u>\$ 1,186,902</u>	<u>\$ (551,994)</u>

**COMBINING STATEMENTS
CUSTODIAL FUNDS**

Coconino County
Custodial Funds
Combining Statement of Fiduciary Net Position
For the Year Ended June 30, 2022

	External investment pool	Other		
		Treasurer Special Purpose	Treasurer Holding Accounts	Non-Treasurer External Bank Accounts
ASSETS				
Cash and investments	\$ 179,270,398	\$ 3,686	\$ 641,329	\$ 4,434,620
Taxes receivable for other governments	-	-	332,501	-
Interest and dividends receivable	218,485	-	-	-
Total assets	179,488,883	3,686	973,830	4,434,620
LIABILITIES				
Property tax payable to other governments	-	-	338,548	-
Due to other governments	-	-	196,465	-
Total liabilities	-	-	535,013	-
NET POSITION				
Restricted for:				
Pool participants	179,488,883	-	-	-
Individuals, organizations, and other governments	-	3,686	438,817	4,434,620
Total net position	\$ 179,488,883	\$ 3,686	\$ 438,817	\$ 4,434,620

Coconino County
Custodial Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2022

	External investment pool	Other		
		Treasurer Special Purpose	Treasurer Holding Accounts	Non-Treasurer External Bank Accounts
ADDITIONS				
Contributions from pool participants	\$ 294,893,238	\$ -	\$ -	\$ -
Property tax collections for other governments	-	-	24,729,618	-
Fines and fees collected for other governments	-	-	3,811,102	-
Collections for individuals	-	2,564	-	5,551,718
Investment earnings:				
Interest and dividends	786,555	-	534	-
Net increase (decrease) in fair value of investments	(4,669,440)	-	(370)	-
Total investment earnings	(3,882,885)	-	164	-
Less investment expense				
Net investment earnings	(3,882,885)	-	164	-
Other				3,493
Total additions	291,010,353	2,564	28,540,884	5,555,211
DEDUCTIONS				
Distributions to pool participants	292,753,766	-	-	-
Property tax distributions to other governments	-	-	24,823,071	-
Fines and fees distributions for other governments	-	-	4,331,681	-
Distributions for individuals	-	130,195	-	2,274,040
Payments to inmates	-	-	-	697,800
Other				4,984
Total deductions	292,753,766	130,195	29,154,752	2,976,824
Net increase (decrease) in fiduciary net position	(1,743,413)	(127,631)	(613,868)	2,578,387
Net position, July 1, 2021	181,232,296	131,317	1,052,685	1,856,233
Net position, June 30, 2022	\$ 179,488,883	\$ 3,686	\$ 438,817	\$ 4,434,620

STATISTICAL SECTION

Coconino County
Statistical Section
June 30, 2022

This part of Coconino County's Annual Comprehensive Financial Report presents detailed information as context for understanding what the information in the financial statements, note disclosures and required supplemental information says about the County's overall financial health.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	189
Revenue Capacity	
These schedules contain information to help the reader assess the County's most significant local revenue sources, the property tax.	195
Debt Capacity	
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.	199
Demographics and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment which the County's financial activities take place.	202
Operating Information	
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.	204

Coconino County
Financial Trends
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Primary government:										
Governmental activities										
Invested in capital assets, net of related debt	\$145,559,259	\$145,480,845	\$149,872,339	\$150,901,461	\$169,224,399	\$169,978,898	\$177,765,298	\$171,391,733	\$171,609,054	\$171,970,382
Restricted	63,564,437	69,537,246	74,284,443	67,370,287	64,169,360	79,738,737	72,690,339	79,686,562	90,050,276	100,677,785
Unrestricted	22,747,752	18,591,785	(86,379,130)	(77,733,568)	(81,582,757)	(104,744,999)	(89,056,269)	(89,305,388)	(74,823,285)	(44,352,155)
Total governmental activities net position	<u>\$231,871,448</u>	<u>\$233,609,876</u>	<u>\$137,777,652</u>	<u>\$140,538,180</u>	<u>\$151,811,002</u>	<u>\$144,972,636</u>	<u>\$161,399,368</u>	<u>\$161,772,907</u>	<u>\$186,836,045</u>	<u>\$228,296,012</u>

Source: Coconino County Single Audit Reporting Package

Note 1: Due to the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, in fiscal year 2015, net position for the year ended June 30, 2014 was restated. However, this change was not reflected in this schedule.

Note 2: Due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, in fiscal year 2018, net position for the year ended June 30, 2017 was restated, however this change was not reflected in this schedule.

Coconino County
Financial Trends
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
EXPENSES										
Governmental activities:										
General government	\$ 32,049,113	\$ 29,994,545	\$ 34,766,812	\$ 33,869,932	\$ 38,022,439	\$ 41,678,895	\$ 38,571,061	\$ 44,213,073	\$ 37,025,945	\$ 40,470,980
Public safety	37,609,509	42,122,131	42,398,679	40,947,920	41,654,185	49,967,549	43,120,801	48,787,280	52,168,392	52,242,289
Highways and streets	15,958,230	14,058,678	14,906,659	21,815,377	13,113,953	23,621,323	24,433,607	25,731,165	22,260,980	22,419,691
Sanitation	2,102,071	1,611,107	2,007,358	2,235,478	2,520,023	2,195,628	2,249,173	383,496	465,147	393,386
Health	12,199,793	13,735,528	13,915,744	13,180,529	13,468,758	15,010,305	14,925,100	16,091,825	17,987,724	17,208,664
Welfare	6,642,756	4,932,758	4,486,667	4,254,709	4,576,781	5,208,145	4,445,594	4,713,260	4,885,698	5,228,523
Culture and recreation	7,063,893	6,594,783	6,682,930	7,172,432	6,755,900	7,751,156	8,083,346	7,881,725	7,259,727	7,867,464
Education	5,941,255	7,332,953	6,708,189	5,336,344	4,707,587	7,171,546	4,891,709	3,903,796	4,822,493	5,015,610
Interest on long term debt	69,723	46,622	24,582	18,128	8,720	1,448	303	-	987	492,615
Defeasance of long-term debt	-	-	-	-	-	-	-	-	-	-
Total expenses	\$ 119,636,343	\$ 120,429,105	\$ 125,897,620	\$ 128,830,849	\$ 124,828,346	\$ 152,605,995	\$ 140,720,694	\$ 151,705,620	\$ 146,877,093	\$ 151,339,222
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	4,465,482	4,868,512	4,737,629	5,751,943	7,176,071	6,509,855	6,999,797	6,811,723	8,191,164	8,107,463
Public safety	3,107,973	2,937,416	2,538,879	3,159,188	3,265,470	3,506,116	4,094,546	3,574,745	3,262,243	2,211,679
Highways and streets	99,728	54,445	114,459	72,866	160,894	103,148	3,048,765	3,570,705	239,595	37,202
Sanitation	1,346,328	1,342,276	1,327,150	1,348,145	1,367,001	1,332,133	1,617,164	66,850	45,229	8,670
Health	1,301,249	1,353,915	1,463,783	1,143,207	1,289,745	1,442,250	1,096,152	1,128,205	1,743,683	2,061,135
Welfare	1,467,637	795,045	243,096	123,744	126,427	99,530	103,486	92,232	98,359	150,278
Culture and recreation	850,519	838,718	879,799	810,926	1,216,327	936,312	1,038,488	859,332	527,794	1,343,339
Education	171,298	183,275	180,507	373,206	299,328	515,183	449,395	444,983	390,856	510,604
Transportation	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	36,156,108	35,999,361	38,184,459	32,558,181	30,446,823	36,035,022	33,843,742	37,658,329	44,217,624	55,939,387
Capital grants and contributions	(1,892)	14,217	6,821	701,451	612,546	1,085,077	13,070	7,956	-	-
Total governmental activities program revenues	\$ 48,964,430	\$ 48,387,180	\$ 49,676,582	\$ 46,042,857	\$ 45,960,632	\$ 51,564,626	\$ 52,304,605	\$ 54,215,060	\$ 58,716,547	\$ 70,369,757
Net (expenses) revenues	\$ (70,671,913)	\$ (72,041,925)	\$ (76,221,038)	\$ (82,787,992)	\$ (78,867,714)	\$ (101,041,369)	\$ (88,416,089)	\$ (97,490,560)	\$ (88,160,546)	\$ (80,969,465)

Coconino County
Financial Trends
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes, levied for general purposes	8,744,783	9,040,033	9,023,305	9,511,567	10,263,558	10,051,064	10,341,927	10,549,256	10,661,501	11,479,815
Property taxes, levied for library	4,157,084	3,906,545	3,848,918	3,924,459	4,039,059	4,233,867	4,432,797	4,670,805	4,907,177	5,066,117
Property taxes, levied for flood control	2,943,787	2,462,802	2,425,568	2,444,129	2,491,441	2,608,064	2,710,498	3,615,292	3,849,243	4,693,225
Property taxes, levied for accommodation	33	(18)	8	8	-	8	-	-	-	-
Property taxes, levied for health services	4,390,334	3,816,050	3,761,327	3,847,788	3,948,951	4,139,443	4,332,291	4,565,466	4,796,590	4,954,548
General county sales tax	11,705,643	12,271,635	13,579,820	14,123,077	15,226,954	16,226,059	16,441,153	15,943,519	19,085,294	21,953,517
Road sales tax	-	-	3,778,550	8,426,665	9,253,718	9,953,869	10,085,924	9,794,339	11,500,089	13,145,212
Jail District sales tax	11,699,874	12,270,130	13,576,136	14,127,110	15,225,145	16,226,626	16,441,531	15,943,557	19,086,148	21,953,606
Parks and open spaces sales tax	2,923,093	3,065,409	997,627	27,012	16,427	6,121	8,021	5,487	2,588	2,211
Excise tax	74,510	83,589	70,356	139,804	129,671	136,045	123,396	123,149	137,210	137,631
Franchise tax	47,198	58,608	94,022	97,267	103,255	105,862	130,564	110,527	108,578	108,853
Shared revenue - state sales tax	18,592,227	19,067,396	19,995,985	21,004,646	22,133,708	22,634,786	23,176,245	26,529,586	29,190,619	33,750,800
Shared revenue - state vehicle license tax	3,082,023	3,180,936	3,301,848	3,570,541	3,768,292	4,018,571	4,155,291	4,167,973	5,054,464	4,967,845
Grants and contributions not restricted to specific programs	1,902,703	2,616,490	2,484,148	2,822,490	2,688,238	4,237,499	3,904,154	3,866,818	4,039,630	3,600,961
Investment earnings	(316,192)	1,420,929	700,571	1,037,145	353,751	351,064	2,171,381	1,184,518	109,968	(3,662,284)
Gain (loss) on disposal of capital assets	42,869	453,292	218,749	354,668	397,314	662,876	13,687	-	207,047	-
Miscellaneous	182,451	66,527	86,637	90,144	101,054	53,648	2,034,140	346,376	218,261	277,375
Donated capital					-	-	-	-	-	-
Total general revenues	\$ 70,172,420	\$ 73,780,353	\$ 77,943,575	\$ 85,548,520	\$ 90,140,536	\$ 95,645,472	\$ 100,503,000	\$ 101,416,668	\$ 112,954,407	\$ 122,429,432
Change in net position	\$ (499,493)	\$ 1,738,428	\$ 1,722,537	\$ 2,760,528	\$ 11,272,822	\$ (5,395,897)	\$ 12,086,911	\$ 3,926,108	\$ 24,793,861	\$ 41,459,967

Coconino County
Financial Trends
Fund Balances – Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ 1,541,383	\$ 1,556,369	\$ 1,517,238	\$ 1,055,053	\$ 778,832	\$ 391,572	\$ 29,161	\$ 31,066	\$ 26,600	\$ 126,828
Restricted	-	15,000	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	860,000	878,853	878,853	479,154	428,664
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	29,184,907	26,643,317	26,126,347	28,961,573	31,289,354	25,721,380	20,295,655	21,342,315	38,731,242	65,665,093
Total general fund	<u>\$ 30,726,290</u>	<u>\$ 28,214,686</u>	<u>\$ 27,643,585</u>	<u>\$ 30,016,626</u>	<u>\$ 32,068,186</u>	<u>\$ 26,972,952</u>	<u>\$ 21,203,669</u>	<u>\$ 22,252,234</u>	<u>\$ 39,236,996</u>	<u>\$ 66,220,585</u>
All other governmental funds										
Reserved										
Unreserved, reported in:										
Nonspendable	\$ 231,804	\$ 139,493	\$ 104,770	\$ 117,597	\$ 87,823	\$ 104,927	\$ 90,255	\$ 31,998	\$ 136,398	\$ 326,923
Restricted	61,776,253	69,921,012	74,212,850	67,763,379	64,054,555	77,666,204	72,079,977	78,720,556	87,994,689	97,172,511
Committed	-	-	-	-	-	1,590,000	1,502,533	1,502,533	1,118,020	1,020,618
Unassigned	-	(2,077,795)	(3,303,500)	(1,238,800)	(395,024)	(187,183)	(79,668)	(28,671)	(125,977)	(5,361,550)
Total all other governmental funds	<u>\$ 62,008,057</u>	<u>\$ 67,982,710</u>	<u>\$ 71,014,120</u>	<u>\$ 66,642,176</u>	<u>\$ 63,747,354</u>	<u>\$ 79,173,948</u>	<u>\$ 73,593,097</u>	<u>\$ 80,226,416</u>	<u>\$ 89,123,130</u>	<u>\$ 93,158,502</u>

Coconino County
Financial Trends
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2013	2014	2015	2016	2017
Revenues:					
Property taxes	\$ 20,320,244	\$ 19,255,927	\$ 18,966,331	\$ 19,701,750	\$ 20,870,854
County sales taxes	26,455,658	27,750,211	32,096,706	36,952,588	39,961,622
Special assessments	454,223	232,948	137,434	57,851	55,814
Licenses and permits	1,428,438	1,585,215	1,520,047	1,721,229	2,147,569
Fees, fines, and forfeits	1,434,276	1,890,338	1,609,332	1,887,642	2,382,906
Intergovernmental	60,388,098	60,348,857	60,921,308	61,905,784	59,453,303
Charges for services	8,764,702	7,751,499	7,004,301	6,923,006	7,898,370
Investment earnings	(360,692)	1,713,752	1,038,111	1,264,077	398,554
Contributions	674,720	658,818	600,116	679,203	667,591
Miscellaneous	613,048	531,987	565,043	1,439,331	477,409
Total revenues	<u>\$ 120,172,715</u>	<u>\$ 121,719,552</u>	<u>\$ 124,458,729</u>	<u>\$ 132,532,461</u>	<u>\$ 134,313,992</u>
Expenditures:					
Current:					
General government	\$ 31,049,633	\$ 29,107,514	\$ 31,139,164	\$ 31,421,859	\$ 34,369,247
Public safety	39,373,290	45,050,982	43,662,534	48,707,702	38,950,563
Highways and streets	13,312,515	10,949,715	13,734,826	22,936,771	20,878,220
Sanitation	1,820,482	1,413,555	1,941,069	2,065,123	2,036,484
Health	12,036,240	13,528,580	13,091,067	12,723,241	13,123,911
Welfare	6,464,632	4,936,174	4,091,392	4,024,951	4,412,375
Culture and recreation	6,122,803	5,986,724	6,598,582	5,924,896	6,099,745
Education	5,783,644	7,176,253	6,456,550	5,141,470	4,561,510
Capital outlay	2,213,866	147,146	1,281,468	1,872,994	11,025,516
Debt service:	-	-	-	-	-
Principal	396,669	415,808	105,144	85,000	230,000
Interest and other charges	69,723	46,622	24,582	18,128	8,720
Total expenditures	<u>\$ 118,643,497</u>	<u>\$ 118,759,073</u>	<u>\$ 122,126,378</u>	<u>\$ 134,922,135</u>	<u>\$ 135,696,291</u>
Excess (deficiency) of revenues over expenditures	1,529,218	2,960,479	2,332,351	(2,389,674)	(1,382,299)
Other financing sources (uses):					
Capital lease agreement	\$ -	\$ -	\$ -	\$ 90,011	\$ -
Lease agreements	-	-	-	-	-
Sale of capital assets	20,194	502,570	127,958	361,335	539,037
Bond proceeds	-	-	-	-	-
Transfers in	14,454,693	14,188,062	15,427,307	22,706,214	12,333,922
Transfers out	(14,401,159)	(14,188,062)	(15,427,307)	(22,766,789)	(12,333,922)
Total other financing sources and uses	<u>73,728</u>	<u>502,570</u>	<u>127,958</u>	<u>390,771</u>	<u>539,037</u>
Net changes in fund balances	<u>\$ 1,602,946</u>	<u>\$ 3,463,049</u>	<u>\$ 2,460,309</u>	<u>\$ (1,998,903)</u>	<u>\$ (843,262)</u>
Debt service as a percentage of noncapital expenditures	0.42%	0.41%	0.12%	0.08%	0.21%

**Coconino County
Financial Trends
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	Fiscal Year				
	2018	2019	2020	2021	2022
Revenues:					
Property taxes	\$ 21,037,434	\$ 21,776,151	\$ 23,481,755	\$ 24,304,756	\$ 26,326,059
County sales taxes	42,661,323	43,238,948	41,686,902	49,674,119	57,054,546
Special assessments	81,367	40,217	10,694	12,931	11,602
Licenses and permits	2,355,594	2,140,555	2,180,372	3,007,766	3,718,914
Fees, fines, and forfeits	2,000,460	2,094,885	1,764,817	1,864,120	1,304,347
Intergovernmental	66,266,657	64,029,388	70,957,338	80,682,985	94,827,185
Charges for services	7,773,349	9,957,034	8,042,074	7,979,964	7,193,859
Investment earnings	370,130	2,778,215	1,599,535	107,254	(3,638,897)
Contributions	601,142	1,142,646	1,007,207	1,532,488	165,145
Miscellaneous	644,825	810,852	911,392	935,922	1,124,767
Total revenues	\$ 143,792,281	\$ 148,008,891	\$ 151,642,086	\$ 170,102,305	\$ 188,087,527
Expenditures:					
Current:					
General government	\$ 35,161,664	\$ 39,805,439	\$ 39,386,720	\$ 38,015,185	\$ 41,240,017
Public safety	41,091,613	62,343,023	51,659,818	66,539,213	55,831,002
Highways and streets	22,410,804	21,835,601	20,812,208	20,802,598	22,670,640
Sanitation	1,867,750	1,943,840	573,383	466,172	391,887
Health	13,488,351	13,560,090	15,921,016	17,755,505	17,803,846
Welfare	4,467,177	4,579,275	4,701,917	4,767,737	5,271,438
Culture and recreation	6,803,213	7,312,408	6,981,920	6,574,603	7,671,977
Education	6,821,281	4,876,487	3,797,156	4,829,007	5,180,897
Capital outlay	1,696,910	3,920,365	491,091	2,657,327	219,399
Debt service:					
Principal	18,000	11,560	-	-	525,000
Interest and other charges	1,448	303	-	342,303	492,615
Total expenditures	\$ 133,828,211	\$ 160,188,391	\$ 144,325,229	\$ 162,749,650	\$ 157,298,718
Excess (deficiency) of revenues over expenditures	9,964,070	(12,179,500)	7,316,857	7,352,655	30,788,809
Other financing sources (uses):					
Capital lease agreement	\$ -	\$ -	\$ -	\$ -	\$ -
Lease agreements	-	-	-	-	229,233
Sale of capital assets	567,290	829,365	1,966,972	99,544	919
Bond proceeds	-	-	-	18,160,000	-
Transfers in	22,024,786	25,837,271	12,576,193	10,870,548	13,931,409
Transfers out	(22,224,786)	(25,837,271)	(12,576,616)	(10,870,548)	(13,931,409)
Total other financing sources and uses	367,290	829,365	1,966,549	18,259,544	230,152
Net changes in fund balances	\$ 10,331,360	\$ (11,350,135)	\$ 9,283,406	\$ 25,612,199	\$ 31,018,961
Debt service as a percentage of noncapital expenditures	0.02%	0.01%	0.00%	0.22%	0.69%

Coconino County
Revenue Capacity
Assessed Value and Estimated Market Value of Taxable Property
Last Ten Years

Property Values Assessed

Fiscal Year Ended June 30,	Secured	Unsecured	Total	Total Direct Tax Rate	Total Secured and Unsecured Estimated Market Value	Total Assessed Value as a Percentage of Total Estimated Market Value
2013	1,714,436,551	45,173,364	1,759,609,915	1.3347	14,840,650,090	11.9
2014	1,475,006,428	58,058,854	1,533,065,282	1.4522	13,008,153,658	11.8
2015	1,478,590,523	55,893,415	1,534,483,938	1.4702	13,223,453,140	11.6
2016	1,545,641,492	56,698,420	1,602,339,912	1.4702	14,061,706,204	11.4
2017	1,440,511,578	227,019,238	1,667,530,816	1.4844	14,061,706,204	11.9
2018	1,412,671,518	235,859,535	1,648,531,053	1.4734	16,127,059,905	10.2
2019	1,500,648,676	225,931,080	1,726,579,756	1.2453	17,548,612,842	9.8
2020	1,594,056,977	237,032,263	1,831,089,240	1.2749	18,824,784,519	9.7
2021	2,017,940,355	240,238,653	2,258,179,008	1.2629	20,492,843,579	11.0
2022	1,880,811,808	198,099,762	2,078,911,570	1.2856	22,140,698,148	9.4

Source: Coconino County Assessor

Note: Secured and Unsecured assessed property values and estimated market values are determined each calendar year. The tax rates are applicable beginning July 1st of the next fiscal year. The Board of Supervisors approves the tax rates on the third Monday of August.

Coconino County
Revenue Capacity
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Direct Rates

Fiscal Year	County Operating	Library District	Flood Control District	Public Health Service District	Total Direct
2013	0.4480	0.2367	0.4000	0.2500	1.3347
2014	0.5466	0.2556	0.4000	0.2500	1.4522
2015	0.5466	0.2556	0.4000	0.2500	1.4522
2016	0.5646	0.2556	0.4000	0.2500	1.4702
2017	0.5788	0.2556	0.4000	0.2500	1.4844
2018	0.5678	0.2556	0.4000	0.2500	1.4734
2019	0.5589	0.2556	0.1808	0.2500	1.2453
2020	0.5413	0.2556	0.2280	0.2500	1.2749
2021	0.5293	0.2556	0.2280	0.2500	1.2629
2022	0.5180	0.2556	0.2620	0.2500	1.2856

Overlapping Rates

Fiscal Year	Fire District Assistance	School Equalization	Community College	Cities	Fire Districts	Other Special Districts	School Districts
2013	0.1000	0.4717	0.4927	0-1.5497	0.3000-3.2500	0-1.6919	0.0500-10.7007
2014	0.1000	0.5123	0.5879	0-1.6795	0.3500-3.2500	0-3.3685	0.0500-11.9461
2015	0.1000	0.5123	0.5879	0-1.6784	0.4000-3.2500	0-1.6659	0.0500-11.9461
2016	0.1000	0.5089	0.6056	0-1.6784	0.4000-3.2500	0-1.6659	0.0500-13.0827
2017	0.1000	0.4875	0.6142	0-1.6599	0.6000-3.4950	0-1.6273	0.0500-13.3731
2018	0.1000	0.4875	0.6142	0-1.6599	0.6000-3.4950	0-1.6273	0.0500-13.3731
2019	0.1000	0.4741	0.5959	0-1.6700	0.2485-3.5000	0-1.7043	0.0500-13.2834
2020	0.1000	0.4566	0.4592	0-1.6700	0.2364-3.5000	0-1.7385	0.0500-13.2660
2021	0.1000	0.4426	0.4490	0-1.5510	0.2210-3.5000	0-1.6004	0.0500-13.1995
2022	0.1000	0.4263	0.4394	0-1.5186	0.2080-3.5000	0-1.7619	0.0500-12.5843

Source: Coconino County adopted tax rate schedules

Note: Tax rates are per \$100 assessed valuation.

Coconino County
Revenue Capacity
Principal Property Tax Payers
Current Year and Eight Years Ago

Taxpayer	2022			2014		
	Total Assessed Value	Rank	Percentage of Total Primary Assessed Value	Total Assessed Value	Rank	Percentage of Total Primary Assessed Value
Arizona Public Service Company	\$ 59,980,234	1	2.89	\$ 76,843,373	1	5.01
BNSF Railway Company	29,965,299	2	1.44	20,341,251	3	1.33
Transwestern Pipeline Company	21,658,678	3	1.04	27,710,294	2	1.81
Kinder Morgan (El Paso Natural Gas)	21,377,300	4	1.03	16,281,071	7	1.06
W.L. Gore & Associates Inc.	20,150,915	5	0.97	16,508,642	6	1.08
Unisource Energy Corporation	10,595,734	6	0.51	19,264,998	4	1.26
Nestle Purina Petcare Co	9,324,887	7	0.45			
Standard at Flagstaff LLC	8,759,852	8	0.42			
CCC-Flagstaff LLC	7,670,110	9	0.37			
Squire Motor Inns Inc	6,238,062	10	0.30			
City of Los Angeles Dept of Water and Power				17,270,428	5	1.13
Nevada Power Company				10,354,989	8	0.68
Perrin Ranch Wind LLC				6,495,530	9	0.42
Qwest Corporation				6,025,536	10	0.39
Total Principal Taxpayers	\$ 195,721,071		9.40%	\$ 217,096,112		14.18%
 Total Coconino County Primary Assessed Value	 \$2,078,911,570			 \$1,533,065,282		

Source: Coconino County Assessor

Coconino County
Revenue Capacity
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30,	County Tax Levied for the Fiscal Year	Collected within the Fiscal		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 19,357,197	\$ 18,811,741	97.18	\$ 449,676	\$ 19,261,417	99.51
2014	18,532,924	18,092,321	97.62	352,343	18,444,664	99.52
2015	18,693,720	18,610,772	99.56	38,385	18,649,157	99.76
2016	19,059,353	18,991,321	99.64	14,292	19,005,613	99.72
2017	19,623,017	19,199,980	97.84	289,272	19,489,252	99.32
2018	20,381,313	19,986,063	98.06	248,507	20,234,571	99.28
2019	21,165,069	20,767,395	98.12	267,290	21,034,685	99.38
2020	22,827,217	22,175,009	97.14	470,560	22,645,569	99.20
2021	23,856,011	23,229,805	97.38	449,528	23,679,332	99.26
2022	25,018,389	24,562,575	98.18	-	24,562,575	98.18

Fiscal Year Ended June 30,	County Operating	Public Health Service District	Flood Control District	County Library	Total County
2013	\$ 7,836,341	\$ 4,397,549	\$ 2,959,706	\$ 4,163,600	\$ 19,357,197
2014	8,321,923	3,828,370	2,468,506	3,914,125	18,532,924
2015	8,541,404	3,820,326	2,426,088	3,905,901	18,693,720
2016	8,828,938	3,848,713	2,446,777	3,934,925	19,059,353
2017	9,142,852	3,949,055	2,493,595	4,037,514	19,623,017
2018	9,401,146	4,139,287	2,608,873	4,232,007	20,381,313
2019	9,688,161	4,333,584	2,712,668	4,430,656	21,165,069
2020	9,925,085	4,583,909	3,631,636	4,686,588	22,827,217
2021	10,228,277	4,831,043	3,857,432	4,939,258	23,856,011
2022	10,282,972	4,962,827	4,698,597	5,073,994	25,018,389

Source: Taxes levied and collections are obtained from the Coconino County Treasurer.

Note: Collections to date may exceed 100%, as the initial amount levied is not updated to reflect any adjustments or exemptions arising from taxpayer disputes.

Coconino County
Debt Capacity
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Special Assessments</u>	<u>Public Safety Pension</u>	<u>Total</u>	<u>Percentage of Personal Income¹</u>	<u>Per Capita¹</u>
2013	\$ 866,084	-	\$866,084	0.02%	\$6.34
2014	450,276	-	450,276	0.01%	3.27
2015	345,131	-	345,131	0.01%	2.48
2016	260,000	-	260,000	0.00%	1.81
2017	30,000	-	30,000	0.00%	0.21
2018	12,000	-	12,000	0.00%	0.08
2019	-	-	-	0.00%	-
2020	-	-	-	0.00%	-
2021	-	18,160,000	18,160,000	0.22%	123.17
2022	-	17,635,000	17,635,000	0.21% ²	117.84 ²

Source: 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 Demographics and Economic Statistics schedule.

² Updated personal income data was not available for 2022; 2021 data was used instead.

**Coconino County
Debt Capacity
Legal Debt Margin
Last Ten Fiscal Years**

Legal Debt Margin Calculation for Fiscal Year 2022

Assessed value	\$ 2,078,911,570
Debt limit (6% of assessed value)	124,734,694
Debt applicable to limit:	
General obligation bonds	17,635,000
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	17,635,000
Legal debt margin	\$ 107,099,694

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$ 105,576,595	\$ 91,983,917	\$ 92,069,036	\$ 96,140,395	\$ 100,051,849	\$ 98,911,863	\$ 103,594,785	\$ 109,865,354	\$ 119,011,198	\$ 124,734,694
Total net debt applicable to the limit									18,160,000	17,635,000
Legal debt margin	\$ 105,576,595	\$ 91,983,917	\$ 92,069,036	\$ 96,140,395	\$ 100,051,849	\$ 98,911,863	\$ 103,594,785	\$ 109,865,354	\$ 100,851,198	\$ 107,099,694
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%	15.26%	14.14%

Source: Assessed value information obtained from the Coconino County Assessor. Debt amounts obtained from the Coconino County Single Audit Reports.

Note: The Arizona Constitution, Article 9, Section 8, state that the County may become indebted for an amount not to exceed six percent of taxable property.

**Coconino County
Debt Capacity
Pledged Revenue Coverage
Last Ten Fiscal Years**

Jail District Revenue Bonds						
Fiscal Year	Jail District Revenues ¹	Less: Expenditures ²	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2013	26,432,645	12,954,957	13,477,688		1,500	
2014	29,764,353	13,793,638	15,970,715			
2015	33,158,650	13,554,714	19,603,936			
2016	37,269,564	24,701,782	12,567,782			
2017	31,121,655	14,558,758	16,562,897			
2018	36,148,927	17,428,894	18,720,033			
2019	39,846,300	22,312,774	17,533,526			
2020	37,087,345	18,921,868	18,165,477			
2021	40,605,768	19,919,980	20,685,788			
2022	45,671,714	20,155,907	25,515,807			

Special Assessment Bonds				
Fiscal Year	Special Assessment Revenues ¹	Debt Service		Coverage
		Principal	Interest	
2013	931,380	396,669	68,223	2.00
2014	704,051	415,808	46,622	1.52
2015	371,959	105,144	24,582	2.87
2016	297,796	85,000	18,128	2.89
2017	285,494	230,000	8,720	1.20
2018	99,121	18,000	1,448	5.10
2019	113,877	11,560	303	9.60
2020	37,823	-	-	N/A
2021	37,823	-	-	N/A
2022	-	-	-	N/A

Revenue Bonds				
Fiscal Year	Pledged Local Revenues ¹	Debt Service		Coverage
		Principal	Interest	
2023		\$ 450,000	\$ 411,475	0.00
2024		720,000	409,549	0.00
2025		950,000	404,509	0.00
2026		1,025,000	393,014	0.00
2027		1,060,000	378,766	0.00
2028		1,075,000	359,570	0.00
2029		1,100,000	337,844	0.00
2030		1,125,000	313,028	0.00
2031		1,150,000	285,960	0.00
2032		1,180,000	257,256	0.00
2033		1,210,000	226,624	0.00
2034		1,245,000	194,002	0.00
2035		1,280,000	159,067	0.00
2036		1,315,000	120,974	0.00
2037		1,355,000	81,840	0.00
2038		1,395,000	41,515	0.00
		\$ 17,635,000	\$ 4,374,993	

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

¹ Revenues included beginning fund balances, sale of capital assets, and transfers in.

² Expenditures include transfers out.

Coconino County
Demographic and Economic Information
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate (December 31) ¹
2013	136,539	\$ 4,906,294	\$ 35,933	7.8%
2014	137,682	5,399,899	39,220	6.7
2015	139,097	5,705,476	41,018	6.3
2016	140,908	5,926,226	41,264	6.1
2017	140,776	6,513,074	46,266	5.4
2018	146,902	6,875,489	48,129	5.9
2019	143,476	7,057,376	49,454	5.7
2020	142,481 ¹	7,556,660 ¹	54,008 ¹	7.6
2021	147,434	8,391,059 ¹	56,914 ¹	4.8
2022	149,647	N/A ²	N/A ²	4.6

Sources: Population and personal income obtained from U.S. Department of Commerce, Bureau of Economic Analysis (BEA).

Population projection for 2022 obtained from Arizona Commerce Authority.

Unemployment rate obtained from Arizona Commerce Authority.

¹ Amounts have been revised from prior year. Seasonally adjusted.

² Information is not yet available for 2022.

Coconino County
Demographic and Economic Information
Principal Employers
Current Year and Nine Years Ago

Employer	2022 ¹			2014 ¹		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Northern Arizona University	2,571	1	3.41%	2,571	1	3.55%
Northern Arizona HealthCare	2,200	2	2.92%	2,200	2	3.03%
W.L. Gore	1,950	3	2.59%	1,950	3	2.69%
Flagstaff Unified School District	1,375	4	1.83%	1,375	4	1.90%
Coconino County	1,200	5	1.59%	1,200	5	1.66%
City of Flagstaff	657	6	0.87%	657	6	0.91%
Walmart	630	7	0.84%	630	7	0.87%
Nestle Purina PetCare	240	8	0.32%			
Guidance Center	219	9	0.29%			
US Forest Service	200	10	0.27%			
Total Labor Force in Coconino County as of July 30 th ²	75,288			72,500		

Sources: ¹ Flagstaff Chamber of Commerce

² Arizona Commerce Authority, Local Area Unemployment Statistics

Coconino County
Operating Information
Full-Time Equivalent Employees by Function
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government										
Assessor	26.00	27.00	27.00	26.00	26.00	26.00	27.00	27.00	27.00	27.00
Board of Supervisors	13.50	14.50	14.50	14.50	14.50	13.50	13.50	14.00	14.00	14.00
Clerk of the Superior Court	23.98	23.60	23.60	25.60	26.60	26.60	26.60	26.60	25.60	25.60
Community Development	22.50	23.50	30.00	30.00	31.70	31.70	27.43	27.83	27.83	27.58
County Attorney	42.00	43.00	43.00	43.00	43.00	44.00	46.00	47.00	47.00	48.00
County Administration	13.22	12.47	7.00	7.00	7.63	12.00	16.50	17.65	16.15	18.15
Facilities Management	26.00	26.00	26.00	26.00	26.00	26.00	29.00	29.00	28.00	29.00
Finance	18.25	18.00	18.00	18.00	18.00	18.00	18.00	15.00	15.00	16.00
Human Resources	9.73	10.63	10.63	11.75	11.75	12.25	13.75	16.75	14.25	14.00
Government Relations	-	-	4.00	4.00	4.00	4.00	-	-	-	-
Information Technology	24.00	24.00	24.00	24.25	24.25	25.25	25.25	25.25	25.25	26.25
Justice Court - Flagstaff	22.75	21.50	21.50	21.50	21.50	21.50	22.50	22.50	22.50	22.50
Justice Court - Fredonia	2.50	2.50	2.50	2.75	2.75	2.75	2.75	2.75	3.25	3.25
Justice Court - Page	5.00	5.00	5.00	5.00	5.00	5.00	5.63	5.63	5.63	5.63
Justice Court - Williams	5.00	6.00	6.00	6.00	6.00	6.00	7.30	7.30	7.30	7.30
Legal Defender	5.00	6.00	6.00	6.25	7.25	6.75	8.23	8.60	8.60	9.00
Non-Departmental	-	-	-	-	-	-	-	-	-	-
Public Defender	21.00	20.00	20.00	20.00	21.76	22.00	23.00	23.50	25.50	25.74
Recorder	17.00	17.50	17.50	17.50	17.50	18.50	18.25	19.25	19.25	19.25
Superior Court	34.33	34.33	36.33	36.33	37.33	37.33	38.08	38.83	38.83	37.83
Treasurer	8.00	8.00	8.00	8.00	8.00	8.00	9.00	9.00	9.00	9.00
Public Safety										
Adult Probation	58.80	56.80	56.80	57.81	56.80	60.80	61.80	61.80	61.80	60.40
Constable	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00
Emergency Management	-	-	3.00	3.00	3.50	4.00	4.00	4.00	4.00	4.00
Flood Control	-	-	-	-	-	-	-	4.17	4.17	4.17
Jail District	169.68	170.98	172.89	181.50	181.50	182.50	182.60	182.60	182.50	174.45
Juvenile Court Services	68.63	70.11	69.93	70.55	68.15	69.25	74.58	74.58	73.58	72.58
Sheriff	99.65	96.83	98.75	97.13	100.93	98.43	102.33	104.33	104.43	110.48
Highways and Streets										
Public Works	132.13	127.54	125.51	125.51	117.80	117.80	126.57	122.85	122.85	121.85
Sanitation										
Kachina Village Imp. Dist.	8.00	8.00	8.00	8.00	8.00	8.00	8.00	-	-	-
Health										
Health and Human Services	-	-	-	-	-	-	-	-	-	128.66
Health	111.60	114.33	102.32	95.43	93.28	97.02	96.24	89.66	96.03	-
Welfare										
Career Center	12.00	12.00	13.00	13.00	13.00	13.80	13.80	13.80	12.88	-
Community Services	50.32	48.33	34.83	25.79	27.32	27.25	27.82	28.02	27.57	-
Public Fiduciary	-	-	-	8.63	9.00	9.00	10.00	10.00	10.00	10.00
Education										
Superintendent of Schools	11.66	10.83	10.00	10.71	10.38	10.38	9.88	10.13	10.13	10.14
Culture and Recreation										
Parks and Recreation	20.00	19.00	19.00	19.00	19.00	19.00	18.50	17.50	17.50	17.25
Total	<u>1,083.23</u>	<u>1,079.28</u>	<u>1,065.59</u>	<u>1,070.49</u>	<u>1,070.18</u>	<u>1,085.36</u>	<u>1,114.89</u>	<u>1,108.88</u>	<u>1,109.38</u>	<u>1,101.06</u>

Source: Coconino County Budget Books 2013-2022

Coconino County
Operating Information
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government										
Clerk of the Superior Court										
New Court Cases	4,343	4,296	4,465	5,822	6,180	6,016	6,401	5,766	5,143	6,026
Restitution Collected	\$ 442,678	\$ 274,361	\$ 365,545	\$ 315,648	\$ 313,228	\$ 336,711	\$ 332,137	\$ 255,294	\$ 326,652	\$ 348,994
Community Development										
Building Permits Issued	1,250	1,280	1,200	1,065	1,228	1,283	1,110	1,480	1,441	1,503
Building Inspection/Site Visits	3,496	4,100	3,600	2,076	5,337	11,142	9,642	9,480	11,556	12,895
County Attorney										
Adult Felony and Misdemeanor cases	6,915	9,552	9,181	8,687	8,776	8,800	7,850	5,047	6,774	4,115
Victim Restitution Collected for Bad Checks	\$ 13,444	\$ 18,938	\$ 8,045	\$ 9,993	\$ 10,165	\$ 10,200	\$ 352	\$ -	\$ -	\$ -
Justice Courts										
Total Cases	22,819	24,438	23,093	24,673	24,575	32,336	34,440	26,913	27,290	18,970
Legal Defender										
Total Cases	552	702	728	755	717	732	1,020	1,033	793	800
Public Defender										
Total Cases	2,951	2,830	3,097	3,044	3,296	3,633	4,248	4,081	3,212	3,257
Recorder										
Documents Recorded by Fiscal Year	32,000	32,000	40,000	35,000	32,500	30,017	26,706	31,932	43,008	33,694
Registered Voters	73,000	71,000	67,000	70,000	82,000	75,235	85,166	81,873	92,025	92,853
Superior Court										
Total Number of Criminal Cases Filed	900	930	929	910	945	1,195	1,360	1,216	854	1,273
Total Number of Domestic Relations Cases	625	630	653	700	670	564	620	563	461	485
Total Number of Civil Cases Filed	873	880	706	750	680	629	630	611	713	596
Treasurer										
Total Real Property Notices	74,000	80,165	70,334	69,305	69,261	69,326	58,461	80,926	81,362	81,296
Public safety										
Adult Probation										
Monthly Average Probationers Supervised	1,193	1,196	1,184	1,230	1,210	1,295	1,372	1,465	1,297	1,181
Jail District										
Average Local Population	432	400	415	395	404	380	465	420	277	330
Juvenile Court Services										
Delinquents and Incurable Petitions Filed	608	449	481	467	389	410	386	346	107	116
Contributed to Community Through	\$ 39,814	\$ 43,474	\$ 52,601	\$ 53,929	\$ 39,843	\$ 24,483	\$ 24,542	\$ 17,544	\$ 983	\$ 12,857
Sheriff										
Calls for Service	60,955	58,651	63,270	63,291	53,036	59,606	75,322	72,124	68,907	54,792
Culture and recreation										
Parks and Recreation										
County Fair participants	42,841	44,000	45,000	45,000	47,935	40,410	40,410	42,060	-	35,845
Highways and streets										
Public Works										
Number of miles graded	2,088	2,559	2,755	3,408	3,434	2,973	3,334	4,501	4,164	3,722
Number of miles resurfaced	62	104	79	58	63	87	34	2	55	54
Miles of road chip sealed	44		54	46	53	50	-	29	54	40

Coconino County
 Operating Information
 Operating Indicators by Function/Program
 Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Health										
Health and Human Services										
Patient Vaccination visits	4,923	4,323	3,564	3,372	5,173	2,475	2,885	2,393	16,278	10,576
Restaurant/Public Facility Inspections	3,825	3,737	3,115	3,570	3,509	3,467	3,455	3,520	2,478	2,125
Welfare										
Health and Human Services										
Home Delivered Meals	14,268	17,304	17,683	17,380	15,177	14,478	15,764	18,292	14,807	14,172
Congregate Meals	20,220	21,346	18,965	15,733	16,587	16,491	16,801	19,106	16,770	19,525

Source: County Department records

Coconino County
Operating Information
Capital Asset and Infrastructure Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government										
Facilities square footage managed	684,914	679,914	682,455	682,455	680,365	688,768	693,022	713,018	717,100	717,100
Public safety										
Jails	2	2	2	2	2	2	2	2	2	2
Substations	8	7	7	7	6	6	6	5	5	5
Patrol vehicles	55	46	47	56	58	62	51	56	56	56
Medical Examiner vehicles	1	1	1	1	1	1	1	2	2	2
Highways and streets										
Bridges	38	39	39	39	39	39	39	39	39	39
Miles of paved roads	319	333	323	322	326	326	325	325	325	324
Miles of unpaved roads	604	590	672	676	687	687	676	672	672	672
Sanitation										
Solid Waste transfer stations	8	2	2	2	1	1	2	2	2	2
Health										
Public health facilities	2	2	2	2	2	2	2	2	2	2
Animal transport vehicles	4	4	4	4	4	4	4	4	4	5
Health Start vehicles	-	-	-	-	-	-	-	-	1	1
Healthy families vehicles	-	-	-	-	-	-	-	2	1	1
Environmental health vehicles	-	-	-	-	-	-	-	8	8	8
Culture and recreation										
Parks	9	9	9	9	9	9	9	9	9	9
Acres protected as open space	2,600	2,600	2,600	2,600	2,821	2,860	2,860	2,940	2,940	2,940
Trail miles available for public use	18	18	23	23	23	27	27	40	40	41
Education										
School building	2	2	2	2	2	2	2	2	2	2
Welfare										
Home Care vehicles	-	-	-	-	-	-	-	3	3	3
Senior meals vehicles	-	-	-	-	-	-	-	5	5	6
Senior Services vehicles	-	-	-	-	-	-	-	6	4	4

Source: Coconino County capital asset records and county departments