

Comprehensive

Annual

Financial

Report



Yavapai County, AZ

Fiscal year ended June 30, 2015

Yavapai County, Arizona Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2015



Board of Supervisors

**Rowle Simmons, District 1
Thomas Thurman, District 2
A.G. "Chip" Davis, District 3
Craig Brown, District 4
Jack Smith, District 5**

**Prepared by Yavapai County
Finance Department**

YAVAPAI COUNTY
Comprehensive Annual Financial Report
Year Ended June 30, 2015

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INTRODUCTORY SECTION





Yavapai County Finance Department

March 21, 2016

To the Board of Supervisors and Citizens of Yavapai County:

State law requires that counties prepare a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the Arizona State Auditor General's Office or by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Yavapai County for the fiscal year ended June 30, 2015.

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

The Arizona State Auditor General's Office has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit; that there was a reasonable basis for rendering an unqualified opinion that Yavapai County's financial statements for the fiscal year ended June 30, 2015, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

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

Profile of the Government

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

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

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

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

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

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

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

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

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Administrator annually. These requests are used as the starting point for developing a proposed budget. The County Administrator then presents this proposed budget to the Board of Supervisors for review on or before the third Monday in July. On or before the fourteenth day before the day in August when the Board sets tax levy rates, the Board must hold a public hearing and a special meeting of the Board, at which time the final budget must be adopted. The final budget is adopted by fund and department. Transfers of appropriations between funds or departments require approval of the Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and major special revenue funds this comparison is presented beginning on page 77 as part of the required supplemental information. For governmental funds, other than the general fund and major special revenue funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 108.

Local Economy

Yavapai County's population increased from 211,033 in 2010 to 217,778 (estimate) in 2015 according to the Arizona Department of Administration, Office of Employment and Population Statistics, which is a 3.2% increase as compared to the State of Arizona population increase of 5.7% for the same time period. Yavapai County has a higher percentage, 27.7%, of persons over the age of 65 as compared to the State of Arizona with 15.6%. This indicates that a greater segment of the population is retired, which provides a more stable consumer base.

The Board of Supervisors has chosen not to increase the overall property tax levy while real estate values remain relatively level. As a result, property tax revenues for fiscal year 2014-15 were flat. Despite this, the population is growing and we anticipate our sales tax revenues to trend slowly upward.

The Arizona Department of Administration, Office of Employment and Population Statistics estimates a 5.6% average 2015 unemployment rate for Yavapai County. Yavapai County is the single largest employer in Yavapai County, with Yavapai County Regional Medical Center as the second largest employer.

Retail trade, tourism, utilities, healthcare, warehouse and distribution centers, mining, light industry and government all contribute to the economy.

Long-Term Financial Planning

In November of 1999, the Yavapai County Jail District was formed when the citizens approved a dedicated excise tax of up to 1/4 cent for the purpose of constructing, operating, maintaining and financing County jail facilities. In December of 1999, the Board adopted Resolution No.1999-1 establishing the initial excise tax of 1/5 cent. On March 26, 2003, the excise tax was raised to the voter approved rate of 1/4 cent.

The excise tax was used to construct an expansion of the jail facilities to increase the size of the Camp Verde jail facility by 480 beds and was completed in the fall of 2003. Total cost was approximately \$20.0 million. Pledged revenue obligations in the amount of \$15.3 million were issued to finance the majority of the construction costs. The final payment for this debt obligation was paid at the end of fiscal year 2011-12.

The Jail District sales tax and the maintenance of effort from the General Fund are projected to be inadequate to fund the operation of the Jail District at some point in the near future. The Board asked the voters of Yavapai County in the November 4, 2014, general election for authorization to extend the life of the tax and to increase the Jail District sales tax rate from ¼ cent to ½ cent however, this request was voted down. Because the operation of a county jail facility is statutorily required, other resources will probably need to be diverted at the direction of the Board in order to fund the future operation of the Jail District.

In May 2008, the Board entered into a \$50 million capital lease agreement to finance the design and construction of a Superior Court building next to the Camp Verde jail facility, a Juvenile Justice Center and two administrative buildings in Prescott. The Board modified this lease agreement and retired \$25 million of the original \$50 million. Because of the economic environment and the modification of the lease agreement, the Board eliminated the construction of the administrative buildings from the original plan. The Superior Court building was completed in fiscal year 2009-10 and the Juvenile Justice Center was completed in fiscal year 2012-13.

Relevant Financial Policies

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

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

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Yavapai County for its comprehensive annual financial report for the fiscal year ended June 30, 2014. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

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

Respectfully submitted,

Daniel Rúsing
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Yavapai County
Arizona**

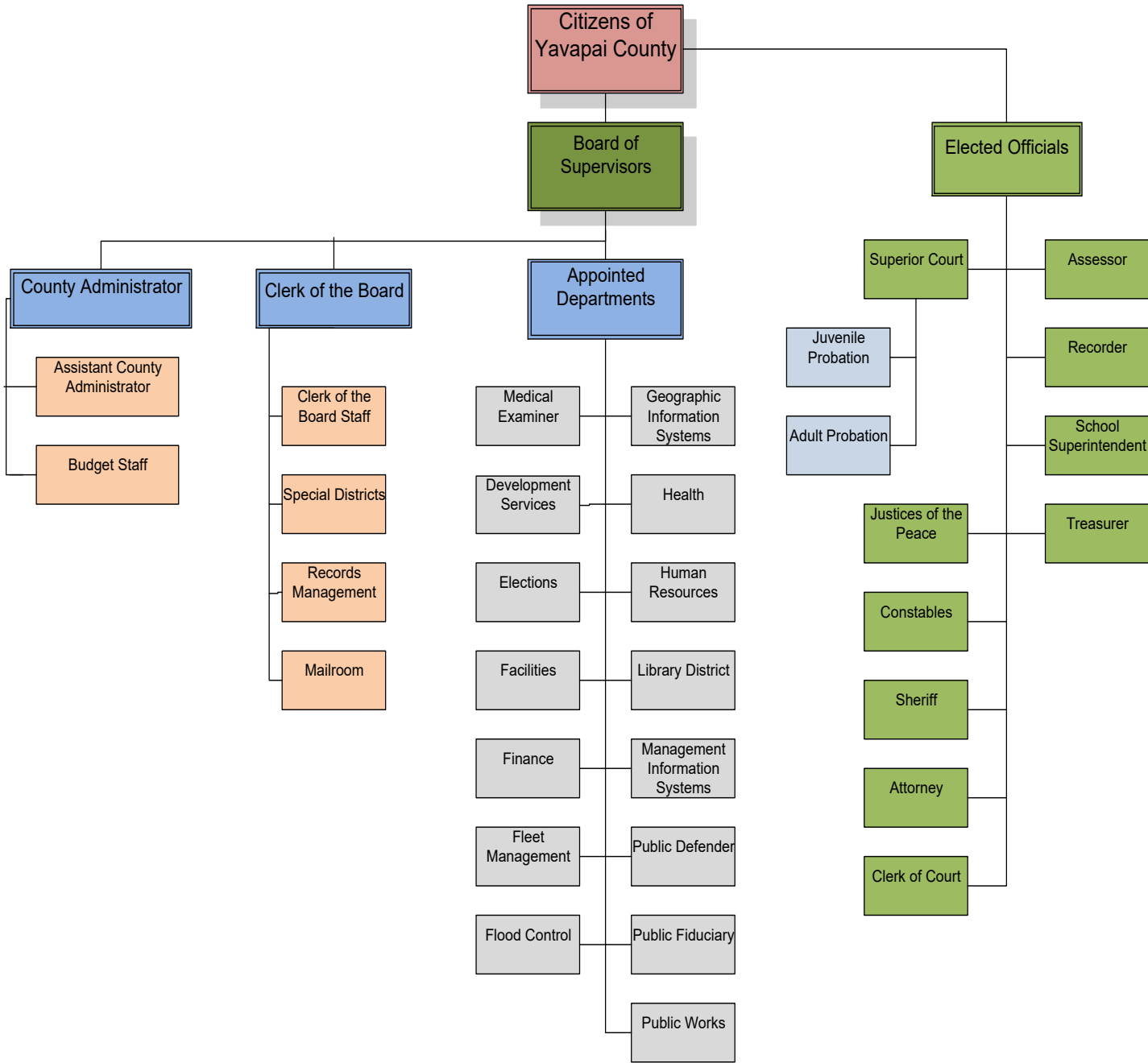
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

YAVAPAI COUNTY

Organizational Chart



Yavapai County Officials

BOARD OF SUPERVISORS

Jack Smith, Chairman, District 5
Thomas Thurman, Vice Chairman, District 2
Craig Brown, Member, District 4
A.G. "Chip" Davis, Member, District 3
Rowle Simmons, Member, District 1

◆ ◆ ◆

CLERK OF THE BOARD

Kim Kapin

◆ ◆ ◆

COUNTY ADMINISTRATOR

Phil Bourdon

◆ ◆ ◆

FINANCE DIRECTOR

Daniel Rusing

FINANCIAL SECTION





DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent Auditors' Report

Members of the Arizona State Legislature

The Board of Supervisors of
Yavapai County, Arizona

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Yavapai County as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of Yavapai County as of June 30, 2015, and the respective changes in financial position for the year then ended in accordance with U.S. generally accepted accounting principles.

Emphasis of Matter

As discussed in Note 1 to the financial statements, for the year ended June 30, 2015, the County adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require that the Management's Discussion and Analysis on pages 13 through 20, the Budgetary Comparison Schedules on pages 77 through 82, Schedule of the County's Proportionate Share of the Net Pension Liability—Cost-Sharing Pension Plans on page 83, Schedule of Changes in the County's Net Pension Liability and Related Ratios—Agent Pension Plans on pages 84 through 87, Schedule of County Pension Contributions on pages 88 through 89, and Schedule of Agent OPEB Plans' Funding Progress on page 91 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

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

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

Compliance Over the Use of Highway User Revenue Fund and Other Dedicated State Transportation Revenue Monies

In connection with our audit, nothing came to our attention that caused us to believe that the County failed to use highway user revenue fund monies received by the County pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2, and any other dedicated state transportation revenues received by the County solely for the authorized transportation purposes, insofar as they relate to accounting matters. 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 use of highway user revenue fund monies and other dedicated state transportation revenues, insofar as they relate to accounting matters.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2016, 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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Debbie Davenport
Auditor General

March 30, 2016

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Yavapai County

Management's Discussion and Analysis

As management of Yavapai County, we offer readers of Yavapai County's financial statements this narrative overview and analysis of the financial activities of Yavapai County for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 – 5 and the County's basic financial statements, which begin on page 22.

For the year ended June 30, 2015, the County implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. The implementation of these GASB Statements had a significant effect on the financial statement amounts. Net position as of July 1, 2014, has been restated from \$308,567,653 as previously reported in the fiscal year 2014 CAFR to \$181,825,776 for the prior period adjustments of the beginning net pension liability and County pension contributions made in FY 2014. Other financial areas that were significantly affected are explained below.

Financial Highlights

- Yavapai County's assets and deferred outflows of resources exceed liabilities and deferred inflows of resources as of June 30, 2015, by \$162,811,557 (net position), which is a decrease of \$19,014,219 from prior year restated ending net position of \$181,825,776. The unrestricted net position at June 30, 2015 is a negative \$104,573,658, reduced from a positive balance of \$34,282,231 at June 30, 2014 primarily as a result of the implementation of GASB 68.
- As of June 30, 2015, Yavapai County's governmental funds reported combined ending fund balances of \$64,030,791, which is a decrease of \$5,175,126 from the prior year ending fund balance of \$69,205,917.
- As of June 30, 2015, unassigned fund balance for the general fund is \$9,139,623, a decrease of \$577,101 from the prior year unassigned fund balance.
- As of June 30, 2015, committed fund balance for the regional road fund is \$9,369,650, an increase from the prior year amount of \$1,552,665.
- As of June 30, 2015, restricted fund balance for the Highway User Revenue Fund (HURF) is \$9,045,013, a decrease from the prior year of \$362,737.
- As of June 30, 2015, committed fund balance for the capital projects fund is \$16,527,638, a decrease from the prior year amount of \$2,873,677.

Overview of the Financial Statements

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

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

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

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused paid-time-off leave).

Yavapai County

Management's Discussion and Analysis

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

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

The government-wide financial statements can be found on pages 22 – 23 of this report.

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

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

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

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

The basic governmental fund financial statements can be found on pages 24 - 30 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 because the resources of those funds are not available to support Yavapai County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary funds financial statements can be found on pages 31 - 32 of this report.

Notes to the financial statements. The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33 - 76 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Yavapai County's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules for the general fund

Yavapai County

Management's Discussion and Analysis

and major special revenue funds. Other required supplementary information can be found on pages 77 - 92 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 94 - 135 of this report.

Government-wide Financial Analysis

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Yavapai County's assets and deferred outflow of resources exceeded liabilities and deferred inflow of resources by \$162.8 million at the close of the most recent fiscal year.

	Net Position (in millions)	
	Governmental Activities	
	2015	2014
Current and other assets	\$ 75.6	\$ 80.0
Capital assets	262.6	268.8
Total assets	<u>338.2</u>	<u>348.8</u>
Deferred outflows of resources	<u>25.3</u>	<u>-</u>
Other liabilities	9.1	7.9
Long-term liabilities outstanding	174.3	32.3
Total liabilities	<u>183.4</u>	<u>40.2</u>
Deferred inflows of resources	<u>17.3</u>	<u>-</u>
Net position:		
Net investment in capital assets	240.0	244.9
Restricted	27.4	29.4
Unrestricted deficit	(104.6)	34.3
Total net position	<u>\$ 162.8</u>	<u>\$ 308.6</u>

The largest portion of Yavapai County's net position (147%) reflects its investment in capital assets (e.g. land, buildings, equipment, infrastructure, software, construction in progress), less accumulated depreciation and any related outstanding debt used to acquire those assets. Yavapai County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Yavapai County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Governmental Activities current and other assets decreased \$4.4 million from the previous year. This decrease is primarily the result of normal variation in the timing of paying expenses during the fiscal year. Capital assets decreased \$6.2 million because the decrease in asset value from depreciation was larger than the increase in asset value from new acquisitions.

As a result of the County's implementation of the provisions of GASB Statement Nos. 68 and 71, the County reported the deferred outflows of resources of \$25.3 million and deferred inflows of resources of \$17.3 million related to pensions at the close of the most recent fiscal year.

Yavapai County

Management's Discussion and Analysis

Governmental Activities other liabilities and long-term liabilities outstanding at the end of the fiscal year were \$9.1 million and \$174.3 million, respectively. The other liabilities increased by \$1.2 million due to a total increase of \$1.3 million in accounts payable and accrued payroll and employee benefits. The increase of \$142.0 million in long-term liabilities was largely due to the additions of \$142.4 million in net pension liability.

Yavapai County's Governmental Activities restricted net position of \$27.4 million represents resources that are subject to external restrictions on how they may be used. This amount has decreased by \$2.0 million from the previous year.

The Governmental Activities unrestricted net position decreased \$138.9 million from the restated previous fiscal year. This decrease is primarily due to a \$142.4 million increase in the unfunded pension liability at year end.

At the end of the current fiscal year, Yavapai County reports positive balances in two categories, net investment in capital assets \$240.0 million and restricted net position \$27.4 million. The county has a deficit of \$104.6 million in unrestricted net position, which was a decrease of \$138.9 million from the prior year's unrestricted net position of \$34.3 million due largely to the County's implementation of GASB Statement Nos. 68 and 71, as previously mentioned.

Changes in Net Position. The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. For the fiscal year, net position decreased \$19.0 million. The basis of accounting used in the government-wide statement of activities excludes capital outlay while its revenues include taxes that are used, in part, for the construction of those assets.

Changes in Net Position (in millions)

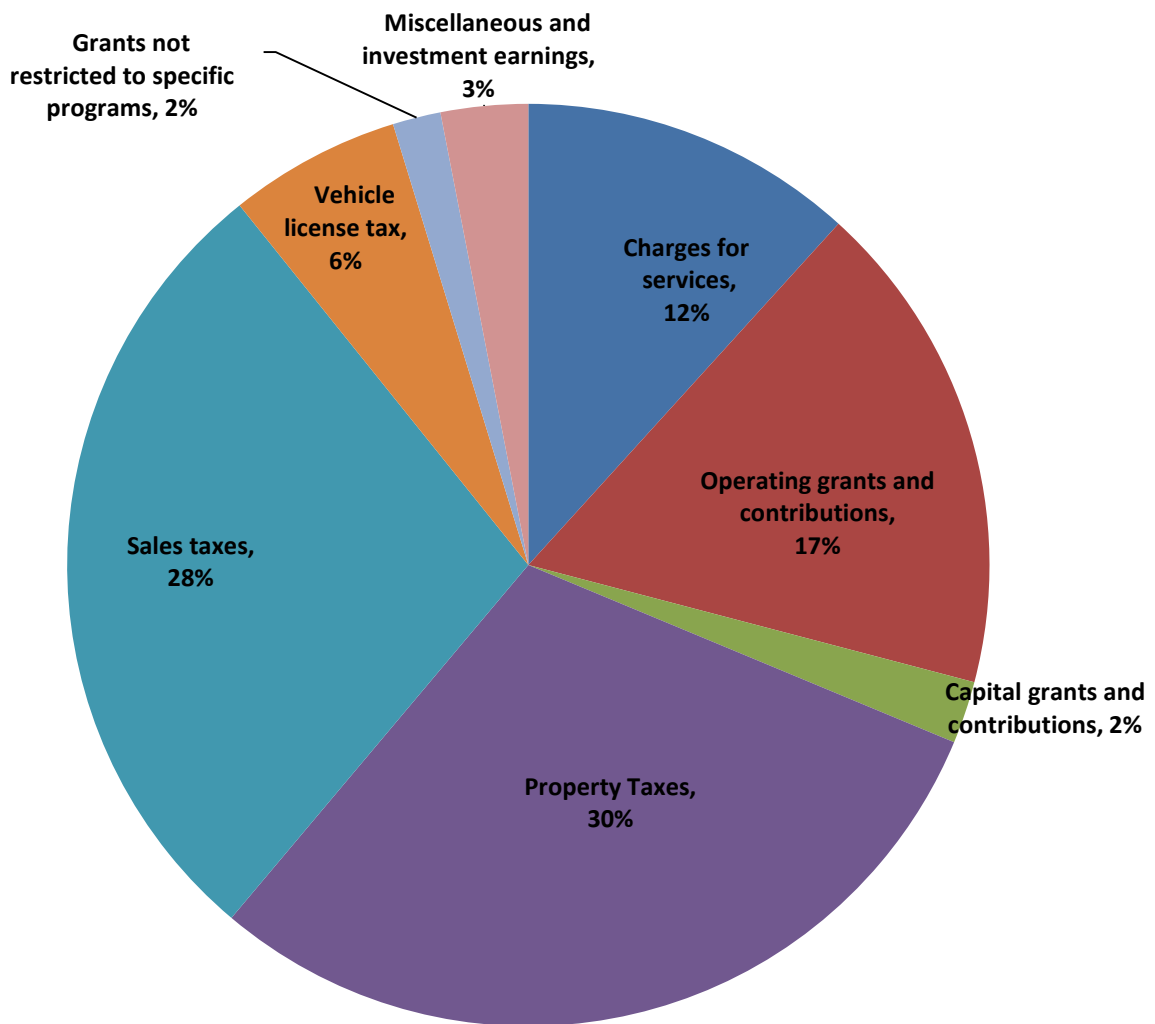
	Governmental Activities	
	2015	2014
Revenues		
Program revenues:		
Charges for services	\$ 20.2	\$ 20.5
Operating grants and contributions	29.8	30.7
Capital grants and contributions	3.8	3.2
General revenues:		
Property taxes	51.3	52.1
Sales taxes	48.3	46.7
Vehicle license tax	10.3	7.0
Grants not restricted to specific programs	2.9	3.2
Miscellaneous and investment earnings	5.2	5.4
Total revenues	<u>171.8</u>	<u>168.8</u>
Expenses		
General government	73.5	61.6
Public safety	58.1	52.3
Highways and streets	27.1	21.9
Sanitation	1.6	1.9
Health	14.3	13.4
Welfare	10.6	10.7
Culture and recreation	0.1	0.1
Education	4.4	5.0
Interest on long-term debt	1.1	1.2
Total expenses	<u>190.8</u>	<u>168.1</u>
Increase (decrease) in net position	<u>(19.0)</u>	<u>0.7</u>
Net position, July 1, as restated	181.8	307.9
Net position, June 30	<u>\$ 162.8</u>	<u>\$ 308.6</u>

Yavapai County Management's Discussion and Analysis

Governmental activities. Governmental Activities revenues totaled \$171.8 million for fiscal year 2015, an increase of \$3.0 million or 1.8%. These increases can be attributed to inflation and an improving economy in the County. The following are highlights of County revenues:

- Sales taxes are comprised of state shared-sales tax, a 0.5% County excise tax and a 0.25% Jail District excise tax. Overall sales tax increased \$1.6 million or 3.4% from the previous fiscal year.
- Vehicle license tax increased by \$3.3 million from the previous year.
- Property taxes decreased slightly by \$0.8 million or 1.5% from the previous year since no property tax increases were initiated.

Revenues by Source - Governmental Activities

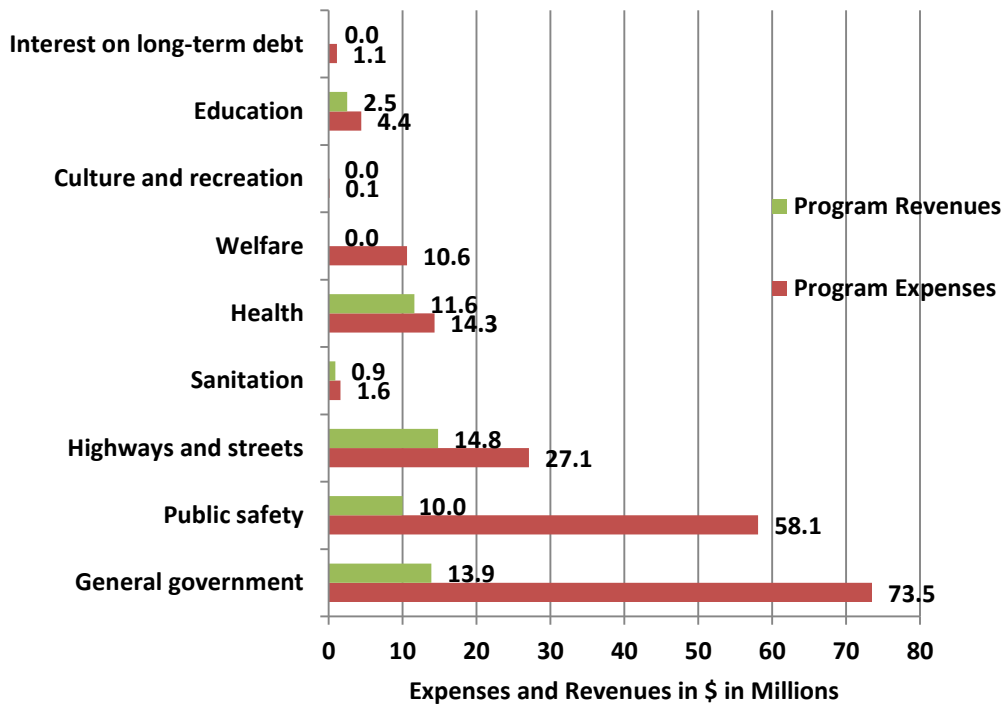


Yavapai County Management's Discussion and Analysis

Expenses

Governmental activities expenses increased \$22.7 million from the previous fiscal year. Public Safety and General Government increased from the previous year by \$5.8 million and \$11.9 million respectively, primarily due to pension plan expenses increases of \$7.7 million and accrued compensated absences expenses increases of \$1.0 million. Highways and streets increased from the previous year by \$5.2 million primarily due to the write off of long term roadway development costs on a project the County decided not to pursue.

Expenses and Program Revenues - Governmental Activities



Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, Yavapai County's governmental funds reported combined ending fund balances of \$64,030,791, which is a decrease of \$5,175,126 from the prior year balance. The ending fund balances are categorized as follows.

- Nonspendable \$803,950
- Restricted \$27,263,418
- Committed \$27,471,287
- Unassigned \$8,492,136

Yavapai County

Management's Discussion and Analysis

The total fund balance was reduced by 7.5%, primarily due to the usage of \$2.9 million in Capital Projects funds that were committed funds.

The General Fund is the chief operating fund of Yavapai County. At the end of the current fiscal year, the General Fund total fund balance was \$9,558,644, and the unassigned category was \$9,139,623. The unassigned category is \$577,101 less than the previous fiscal year. This decrease is due to a decrease in collections of property taxes.

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

The Jail District fund balance decreased \$1.1 million in accordance with the adopted budget. The Regional Road fund balance increased \$1.6 million because of decreases in the construction of road projects. The HURF Road fund balance decreased \$430,167 in accordance with the adopted budget. Capital Projects fund balance decreased \$2.9 million because of capital projects such as the Courthouse restoration project. The Capital Projects Debt Service fund balance remains relatively unchanged from the prior fiscal year.

See Note 9 on pages 48 - 49 for a detail listing of the fund balance classifications.

General Fund Budgetary Highlights

The original General Fund budget appropriation for expenditures was \$94,937,304. Actual expenditures were \$5,718,937 less than the final budgeted appropriation amount, which is primarily due to departments monitoring and controlling expenditures. The Board approved budgeted transfers between departments during the fiscal year to reclassify expenditures and for departments that required an increase in budget appropriation. The departments that required a budget transfer were Public Defender (\$566,263) and Board of Supervisors (\$13,500), for a combined transfer of \$579,763 from General Services. The final total General Fund budgeted appropriation of \$94,937,304 remained unchanged. The General Services expenditure budget includes negative amounts for internal cost recoveries, such as vehicle use and indirect costs, which resulted in actual expenditures of negative \$337,112 and a variance below the final budget of \$1.5 million.

Total revenues were \$0.6 million under total budgeted revenues (0.6%), which is primarily due to less than anticipated collections (\$0.7 million) of property taxes.

Capital Asset and Debt Administration

Capital Assets. Yavapai County's investment in capital assets for its governmental activities as of June 30, 2015, amounts to \$262.6 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure, software and construction in progress. In addition, roads and highways constructed in the fiscal year ended June 30, 2015, or in progress at that date, are included in capital assets. Infrastructure increased due to the completion of roadway projects. Construction in progress decreased \$6.0 million due to completion of planned capital projects.

Yavapai County Management's Discussion and Analysis

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

	Governmental Activities	
	2015	2014
Land	\$ 62.9	\$ 62.6
Buildings	80.3	77.8
Equipment	10.9	10.4
Infrastructure	106.7	109.6
Software	.8	1.3
Construction in progress	1.0	7.1
Total	<u>\$ 262.6</u>	<u>\$ 268.8</u>

Additional information on Yavapai County's capital assets can be found in Note 6 on page 43-44 of this report.

Long-term Debt. At the end of the current fiscal year, Yavapai County had total outstanding bonds of \$1,945,000 for special district road improvements. These bonds are secured by property assessments levied against the benefiting property owners.

Yavapai County's Outstanding Bonds (in millions)

	2015	2014
Special Assessment Debt Payable	<u>\$ 1.9</u>	<u>\$ 2.1</u>

State statutes limit the amount of general obligation debt a county may issue to 6 percent of its total assessed valuation. The current debt limitation for the County is \$133,036,369. Since the County has no general obligation debt, this amount equals the debt capacity. Additional information on long-term debt can be found in Note 8 on pages 44 - 47.

Long-term Capital Lease. On May 15, 2008, the County entered into a long term lease agreement in the amount of \$50 million for a period of twenty years with an interest rate of 4.45%. The lease agreement was renegotiated in June 2009 for \$25 million and is secured by a ground lease for the construction of the Camp Verde Superior Court and the Juvenile Justice Center. As of June 30, 2015, the outstanding lease balance is \$20.7 million.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Yavapai County is currently 5.6%, which has decreased since 2014.
- Inflationary trends in the region are comparable to national and the State of Arizona indices.
- The economy at the national and state level is anticipated to have the effect of reducing or eliminating Federal and State of Arizona grant programs.

These factors were considered in preparing Yavapai County's budget for the 2015-16 fiscal year. The budgetary estimate of unassigned ending fund balance in the general fund of \$9,367,953 was appropriated for spending in the 2015-16 fiscal year budget.

Requests for Information

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

BASIC FINANCIAL STATEMENTS



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Yavapai County
Statement of Net Position
June 30, 2015

	Primary Government
	Governmental Activities
Assets	
Cash and cash equivalents	\$ 59,704,005
Receivables:	
Property taxes	1,645,714
Special assessments	1,452,787
Accounts	795,508
Due from other governments	11,226,132
Inventories	501,267
Prepaid items	302,683
Capital assets, not being depreciated	63,889,996
Capital assets, being depreciated, net	198,694,000
Total assets	338,212,092
Deferred Outflows of Resources	
Deferred outflows related to pensions	25,254,771
Total deferred outflows of resources	25,254,771
Liabilities	
Accounts payable	6,286,019
Accrued payroll and employee benefits	2,743,415
Interest payable	115,016
Noncurrent liabilities:	
Due within one year	4,943,635
Due in more than one year	169,306,432
Total liabilities	183,394,517
Deferred Inflows of Resources	
Deferred inflows related to pensions	17,260,789
Total deferred inflows of resources	17,260,789
Net Position	
Net investment in capital assets	239,962,002
Restricted for:	
Social services	4,451,854
Law enforcement and flood control	7,477,787
Roadway construction and maintenance	9,232,013
Landfill and other sanitation	831,852
Public health care and clinical services	3,743,232
Public parks	39,373
School services	609,861
Debt service	1,037,241
Unrestricted deficit	(104,573,658)
Total net position	\$ 162,811,557

See accompanying notes to financial statements.

Yavapai County
Statement of Activities
Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government Governmental Activities
Primary Government:					
Governmental activities:					
General government	\$ 73,547,614	\$ 7,798,624	\$ 4,971,033	\$ 1,165,344	\$ (59,612,613)
Public safety	58,080,181	3,500,936	6,459,157	-	(48,120,088)
Highways and streets	27,128,143	1,014,547	11,245,814	2,578,464	(12,289,318)
Sanitation	1,609,894	435,075	433,130	15,354	(726,335)
Health	14,253,730	6,376,541	5,222,817	-	(2,654,372)
Welfare	10,626,802	-	-	-	(10,626,802)
Culture and recreation	105,961	-	7,725	-	(98,236)
Education	4,398,718	1,048,218	1,470,824	-	(1,879,676)
Interest on long-term debt	1,086,800	-	-	-	(1,086,800)
Total governmental activities	<u>190,837,843</u>	<u>20,173,941</u>	<u>29,810,500</u>	<u>3,759,162</u>	<u>(137,094,240)</u>
General revenues:					
Taxes:					
Property taxes, levied for general purposes					43,904,549
Property taxes, levied for flood control					4,044,986
Property taxes, levied for free library					3,345,274
County sales tax—Jail construction and operation					7,496,612
County sales tax—unrestricted					14,996,956
Franchise taxes					282,805
Shared revenue—state sales tax					25,790,176
Shared revenue—state vehicle license tax					10,356,545
Grants and contributions not restricted to specific programs					2,895,889
State shared lottery					550,038
Investment earnings					(70,947)
Gain on disposal of capital assets					171,568
Miscellaneous					4,315,570
Total general revenues					<u>118,080,021</u>
Change in net position					(19,014,219)
Net position as restated, July 1, 2014					<u>181,825,776</u>
Net position, June 30, 2015					<u>\$ 162,811,557</u>

See accompanying notes to financial statements.

Yavapai County
Balance Sheet
Governmental Funds
June 30, 2015

Assets	General	Jail District	Regional Road	HURF Road
Cash and cash equivalents	\$ 4,670,743	\$ -	\$ 9,538,963	\$ 9,732,606
Receivables:				
Property taxes	1,399,407	-	-	-
Special assessments	-	-	-	-
Accounts	208,751	36,475	23,585	25,064
Due from:				
Other funds	1,040,425	700,840	7,186	156,441
Other governments	6,053,003	1,404,582	1,044,405	1,172,249
Inventories	163,719	-	-	337,548
Prepaid items	255,302	-	-	7,226
Total assets	<u>\$ 13,791,350</u>	<u>\$ 2,141,897</u>	<u>\$ 10,614,139</u>	<u>\$ 11,431,134</u>
 Liabilities				
Accounts payable	\$ 838,517	\$ 388,450	\$ 1,200,227	\$ 1,419,503
Accrued payroll and employee benefits	1,599,744	324,612	7,919	183,167
Due to other funds	839,156	155,353	36,343	29,338
Total liabilities	<u>3,277,417</u>	<u>868,415</u>	<u>1,244,489</u>	<u>1,632,008</u>
 Deferred Inflows of Resources				
Unavailable revenue-property taxes	955,289	-	-	-
Unavailable revenue-special assessments	-	-	-	-
Total deferred inflows of resources	<u>955,289</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund Balances				
Nonspendable	419,021	-	-	344,774
Restricted	-	1,273,482	-	9,045,013
Committed	-	-	9,369,650	409,339
Unassigned	9,139,623	-	-	-
Total fund balances	<u>9,558,644</u>	<u>1,273,482</u>	<u>9,369,650</u>	<u>9,799,126</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 13,791,350</u>	<u>\$ 2,141,897</u>	<u>\$ 10,614,139</u>	<u>\$ 11,431,134</u>

See accompanying notes to financial statements.

Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 16,641,978	\$ 1,794	\$ 19,117,921	\$ 59,704,005
-	-	246,307	1,645,714
-	-	1,452,787	1,452,787
18,373	-	483,260	795,508
-	-	486,395	2,391,287
390,703	-	1,161,190	11,226,132
-	-	-	501,267
-	-	40,155	302,683
<u>\$ 17,051,054</u>	<u>\$ 1,794</u>	<u>\$ 22,988,015</u>	<u>\$ 78,019,383</u>
\$ 9,337	\$ -	\$ 2,429,985	\$ 6,286,019
594	-	627,379	2,743,415
513,485	-	817,612	2,391,287
<u>523,416</u>	<u>-</u>	<u>3,874,976</u>	<u>11,420,721</u>
-	-	159,795	1,115,084
-	-	1,452,787	1,452,787
<u>-</u>	<u>-</u>	<u>1,612,582</u>	<u>2,567,871</u>
-	-	40,155	803,950
-	1,794	16,943,129	27,263,418
16,527,638	-	1,164,660	27,471,287
-	-	(647,487)	8,492,136
<u>16,527,638</u>	<u>1,794</u>	<u>17,500,457</u>	<u>64,030,791</u>
<u>\$ 17,051,054</u>	<u>\$ 1,794</u>	<u>\$ 22,988,015</u>	<u>\$ 78,019,383</u>

Yavapai County
 Reconciliation of the Governmental Funds Balance Sheet
 to the Government-wide Statement of Net Position
 June 30, 2015

Fund balances—total governmental funds	\$ 64,030,791
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.	262,583,996
Some receivables are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds.	2,567,871
Long-term liabilities such as pension liabilities and bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(174,365,083)
Deferred outflows and inflows of resources related to pensions and are applicable to future reporting periods and, therefore, are not reported in the funds.	<u>7,993,982</u>
Net position of governmental activities	<u><u>\$ 162,811,557</u></u>

See accompanying notes to financial statements.

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Yavapai County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2015

	General	Jail District	Regional Road	HURF Road
Revenues:				
Property taxes	\$ 43,730,952	\$ -	\$ -	\$ -
County sales taxes	7,031,436	7,496,612	5,998,783	-
Special assessments	-	-	-	-
Licenses and permits	1,894,617	-	1,014,470	-
Intergovernmental	37,446,288	-	-	13,869,842
Charges for services	2,028,358	974,704	-	-
Fines and forfeits	2,824,683	-	-	-
Investment earnings	(10,136)	(5,940)	2,889	(9,431)
Miscellaneous	269,099	69,555	1,210	102,289
Total revenues	<u>95,215,297</u>	<u>8,534,931</u>	<u>7,017,352</u>	<u>13,962,700</u>
Expenditures:				
Current:				
General government	53,898,698	-	-	-
Public safety	22,675,349	16,665,212	-	-
Highways and streets	-	-	5,464,687	14,396,117
Sanitation	1,257,282	-	-	-
Health	-	-	-	-
Welfare	10,630,863	-	-	-
Culture and recreation	91,838	-	-	-
Education	664,337	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>89,218,367</u>	<u>16,665,212</u>	<u>5,464,687</u>	<u>14,396,117</u>
Excess (deficiency) of revenues over expenditures	5,996,930	(8,130,281)	1,552,665	(433,417)
Other financing sources (uses):				
Sale of capital assets	210,017	-	-	3,250
Transfers in	801,301	7,029,937	-	-
Transfers out	(7,700,401)	-	-	-
Total other financing sources (uses)	<u>(6,689,083)</u>	<u>7,029,937</u>	<u>-</u>	<u>3,250</u>
Net change in fund balances	(692,153)	(1,100,344)	1,552,665	(430,167)
Fund balances, July 1, 2014	<u>10,250,797</u>	<u>2,373,826</u>	<u>7,816,985</u>	<u>10,229,293</u>
Fund balances, June 30, 2015	<u>\$ 9,558,644</u>	<u>\$ 1,273,482</u>	<u>\$ 9,369,650</u>	<u>\$ 9,799,126</u>

See accompanying notes to financial statements.

Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 7,704,404	\$ 51,435,356
2,249,543	-	-	22,776,374
-	-	323,790	323,790
-	-	747,287	3,656,374
-	-	20,170,263	71,486,393
-	-	9,501,874	12,504,936
-	-	604,229	3,428,912
(30,403)	111	(18,037)	(70,947)
121,232	-	4,539,348	5,102,733
<u>2,340,372</u>	<u>111</u>	<u>43,573,158</u>	<u>170,643,921</u>
-	-	13,499,861	67,398,559
-	-	13,343,862	52,684,423
-	-	405,267	20,266,071
-	-	445,396	1,702,678
-	-	14,106,085	14,106,085
-	-	-	10,630,863
-	-	9,640	101,478
-	-	3,400,332	4,064,669
2,611,975	-	62,843	2,674,818
-	1,153,112	175,000	1,328,112
-	958,752	134,461	1,093,213
<u>2,611,975</u>	<u>2,111,864</u>	<u>45,582,747</u>	<u>176,050,969</u>
(271,603)	(2,111,753)	(2,009,589)	(5,407,048)
-	-	18,655	231,922
23,276	2,111,865	1,172,653	11,139,032
(2,625,350)	-	(813,281)	(11,139,032)
<u>(2,602,074)</u>	<u>2,111,865</u>	<u>378,027</u>	<u>231,922</u>
(2,873,677)	112	(1,631,562)	(5,175,126)
19,401,315	1,682	19,132,019	69,205,917
<u>\$ 16,527,638</u>	<u>\$ 1,794</u>	<u>\$ 17,500,457</u>	<u>\$ 64,030,791</u>

Yavapai County
 Reconciliation of the Governmental Funds Statement of
 Revenues, Expenditures, and Changes in Fund Balances
 to the Government-wide Statement of Activities
 Year Ended June 30, 2015

Net change in fund balances—total governmental funds \$ (5,175,126)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	10,450,734	
Depreciation expense	(16,642,250)	(6,191,516)

In the Statement of Activities, only the gain on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the book value of the capital assets sold. (60,354)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (356,862)

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

County pension contributions	9,449,748	
Pension expense	(18,459,116)	
State's non-employer pension contributions	1,364,993	(7,644,375)

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.

Principal repaid on bonds and capital lease		1,328,112
---------------------------------------------	--	-----------

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

Increase in compensated absences	(963,910)	
Decrease in claims and judgments	36,228	
Decrease in interest payable	6,414	
Decrease in landfill closure and postclosure care costs	7,170	<u>(914,098)</u>

Change in net position of governmental activities \$ (19,014,219)

See accompanying notes to financial statements.

Yavapai County
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015

	Investment Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 118,081,284	\$ 4,086,511
Total assets	118,081,284	\$ 4,086,511
 Liabilities		
Deposits held for others	-	\$ 4,086,511
Total liabilities	-	\$ 4,086,511
 Net Position		
Held in trust for investment trust participants	\$ 118,081,284	

See accompanying notes to financial statements.

Yavapai County
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2015

	Investment Trust Funds
Additions:	
Contributions from participants	\$ 411,902,513
Investment earnings	301,400
Total additions	412,203,913
Deductions:	
Distributions to participants	393,938,451
Total deductions	393,938,451
Change in net position	18,265,462
Net position, July 1, 2014	99,815,822
Net position, June 30, 2015	\$ 118,081,284

See accompanying notes to financial statements.

Yavapai County
Notes to Financial Statements
June 30, 2015

Note 1 - Summary of Significant Accounting Policies

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

For the year ended June 30, 2015, the County implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, and GASB Statement No. 69, *Government Combinations and Disposals of Governmental Operations*. GASB Statement Nos. 68 and 71 establish standards for measuring and recognizing net pension liabilities, deferred outflows of resources, deferred inflows of resources, and expenditures related to pension benefits provided through defined benefit pension plans. In addition, Statement No. 68 requires disclosure of information related to pension benefits. GASB Statement No. 69 establishes accounting and financial reporting standards related to government combinations and disposals of government operations. The implementation of Statement No. 69 did not have an effect on the County's financial statements.

A. Reporting Entity

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

The following table describes the County's component units:

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Yavapai County Flood Control District	A tax-levying district that provides flood control systems; the County's Board of Supervisors serves as the board of directors and has operational responsibility	Blended	Not available

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Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Yavapai County Library District	Provides and maintains library services for the County's residents; the County's Board of Supervisors serves as the board of directors and has operational responsibility	Blended	Not available
Yavapai County Special Assessment Districts	Constructs or improves sidewalks, curbs and gutters, irrigation systems, and street lighting within the County; the County's Board of Supervisors serves as the board of directors and has operational responsibility	Blended	Not available
Yavapai County Jail District	A tax-levying district that acquires, constructs, operates, maintains, and finances county jails and jail systems; provides exclusive service to the County and the County's Board of Supervisors serves as the governing board	Blended	Not available

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

The Industrial Development Authority of Yavapai County (Authority) is a legally separate entity that was created to assist in the financing of commercial and industrial enterprises; safe, sanitary, and affordable housing; and healthcare facilities. The Authority fulfills its function through the issuance of tax exempt or taxable revenue bonds. The County's Board of Supervisors appoints the Authority's Board of Directors. The Authority's operations are completely separate from the County and the County is not financially

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Notes to Financial Statements
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accountable for the Authority. Therefore, based on the criterion of GASB Statements Nos. 14, 39, and 61, 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 information's usefulness.

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

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

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

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

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

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

The County reports the following major governmental funds:

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

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

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

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

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

The *Capital Projects Debt Service Fund* accounts for the resources accumulated and payments made on the capital lease agreement for the construction of court and juvenile detention buildings.

The County also reports the following fund types:

The investment trust funds account for pooled assets the County Treasurer holds and invests on behalf of other governmental entities.

The agency funds account for assets the County holds as an agent for the State, cities, towns, school districts, community college district, fire districts and other parties.

C. Basis of Accounting

The government-wide and fiduciary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. The agency funds are custodial in nature and do not have a measurement focus but utilize the accrual basis of accounting for reporting its assets and liabilities. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenue in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

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

Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. The County's major revenue sources that are susceptible to accrual are property taxes, special assessments, intergovernmental, charges for services, and investment earnings. Expenditures are

Yavapai County
Notes to Financial Statements
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recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, compensated absences, and landfill closure and postclosure care costs, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

D. Cash and Investments

Money market investments with a remaining maturity of 1 year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

E. Inventories

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

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

F. Prepaid Items

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

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

G. Property Tax Calendar

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

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

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Notes to Financial Statements
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H. Capital Assets

Capital assets are reported at actual cost, or estimated historical cost if historical records are not available. Donated assets are reported at estimated fair value at the time received.

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

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

I. Deferred Outflows and Inflows of Resources

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

J. Pensions

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

K. Fund Balance Classifications

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

The nonspendable fund balance classification includes amounts that cannot be spent

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

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

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

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

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

L. Investment Earnings

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

M. Compensated Absences

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

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

Employees may accumulate up to 520 hours of catastrophic time (CAT) leave. CAT leave may be used in the case of illness or injury suffered by an employee or employee's

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immediate family, but only after using at least forty hours of consecutive PTO leave. CAT leave benefits are cumulative but employees forfeit them upon terminating employment. Because CAT leave benefits do not vest with employees, a liability for CAT leave benefits is not accrued in the financial statements.

Note 2 - Change in Accounting Principle

Net position as of July 1, 2014, has been restated as follows for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

	Governmental Activities
Net Position as previously reported at June 30, 2014	\$ 308,567,653
Prior period adjustment-implementation of GASB 68:	
Net pension liability (measurement date as of June 30, 2013)	135,665,479
Deferred outflows-county contributions made during fiscal year 2014	(8,923,602)
Total prior period adjustment	126,741,877
Net Position as restated, July 1, 2014	\$ 181,825,776

Note 3 - Stewardship, Compliance, and Accountability

Deficit fund balances—At June 30, 2015, the Airport Development and CYMPO (nonmajor governmental) Funds reported deficit fund balances of \$645,999 and \$1,488, respectively.

Note 4 - Deposits and Investments

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

Credit risk

Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top two ratings by a nationally recognized rating agency.
2. 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 two nationally recognized rating agencies.

Yavapai County
Notes to Financial Statements
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3. Fixed income securities must carry one of the two highest ratings by Moody's investors service and Standard and Poor's rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

Custodial credit risk

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

Concentration of credit risk

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

Interest rate risk

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

Foreign currency risk

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

Deposits—At June 30, 2015, the carrying amount of the County's deposits was \$73,902,045, and the bank balance was \$76,957,894. The County does not have a formal policy with respect to custodial credit risk.

At June 30, 2015, none of the County's bank balance was exposed to custodial credit risk.

Investments—The County's investments at June 30, 2015, were as follows:

Investment Type	Amount
State Treasurer's Investment Pool 5	\$ 41
State Treasurer's Investment Pool 7	22,536,857
U.S. Treasury securities	32,034,987
U.S. agency securities	52,156,146
Repurchase agreement	725,389
Money market funds	9,389
Local government indebtedness	481,686
	<u>\$ 107,944,495</u>

The State Board of Investment provides oversight for the State Treasurer's pools. The fair value of a participant's position in the pool approximates the value of that participant's pool shares, and the participant's shares are not identified with specific investments.

Yavapai County
Notes to Financial Statements
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Credit risk— The County does not have a formal investment policy with respect to credit risk. At June 30, 2015, credit risk for the County's investments was as follows:

Investment Type	Rating	Rating Agency	Amount
State Treasurer's Investment Pool 5	AAAf/S1+	Standard and Poor's	\$ 41
State Treasurer's Investment Pool 7	Unrated	Not applicable	22,536,857
Repurchase agreement (implicitly guaranteed)	AA+	Standard and Poor's	725,389
U.S. agency securities	AA+	Standard and Poor's	52,156,146
Money market funds	Unrated	Not applicable	9,389
Local government indebtedness	Unrated	Not applicable	481,686
			<u>\$75,909,508</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 an outside party's possession. The County does not have a formal investment policy with respect to custodial credit risk.

Concentration of credit risk— The County does not have a formal investment policy with respect to concentration of credit risk. The County had investments at June 30, 2015, of 5 percent or more in Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation and Federal Home Loan Bank. These investments were 5.6 percent, 16.5 percent and 23.2 percent, respectively, of the County's total investments.

Interest rate risk—The County does not have a formal policy regarding interest rate risk. At June 30, 2015, the County had the following investments in debt securities:

Investment Type	Amount	Weighted Average Maturity (Years)
State Treasurer's Investment Pool 5	\$ 41	.15
State Treasurer's Investment Pool 7	22,536,857	.10
U.S. Treasury securities	32,034,987	2.14
U.S. agency securities	52,156,146	1.48
Repurchase agreement	725,389	.00
Money market funds	9,389	.00
Local government indebtedness	481,686	1.46
	<u>\$107,944,495</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	\$ 25,260
Amount of deposits	73,902,045
Amount of investments	107,944,495
Total	<u>\$181,871,800</u>

Yavapai County
Notes to Financial Statements
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	Governmental Activities	Investment Trust Funds	Agency Funds	Total
Cash and cash equivalents	\$ 59,704,005	\$ 118,081,284	\$ 4,086,511	\$ 181,871,800

Note 5 - Due From Other Governments

Amounts due from other governments for governmental activities at June 30, 2015, include \$4,386,114 in state-shared revenue from sales tax, \$1,172,109 in county excise tax distributions due from the State Treasurer, \$355,039 in state motor vehicle license taxes from the Arizona Department of Transportation and \$139,741 in other fees from federal, state, and local governments recorded in the General Fund; \$1,301,482 in sales tax collections, \$93,177 in inmate housing fees and \$9,923 in other fees from the federal, state and local governments recorded in the Jail District Fund; \$1,041,875 in county excise tax distributions due from the State Treasurer and \$2,530 in refunds from the federal government recorded in the Regional Road Fund; \$1,030,399 in state-shared revenue from highway user taxes, \$125,814 in state motor vehicle license tax, and \$16,036 in other fees from federal, state, and local governments recorded in the HURF Road Fund; \$390,703 in county excise tax distributions due from the State Treasurer recorded in the Capital Projects Fund; and \$1,161,190 in grants and other fees from federal, state and local governments recorded in the Other Governmental Funds.

Note 6 - Capital Assets

Capital asset activity for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Increases	Decreases	Balance June 30, 2015
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 62,600,134	\$ 263,782	\$ -	\$ 62,863,916
Construction in progress	7,059,229	6,512,144	(12,545,293)	1,026,080
Total capital assets not being depreciated	<u>69,659,363</u>	<u>6,775,926</u>	<u>(12,545,293)</u>	<u>63,889,996</u>
Capital assets being depreciated:				
Buildings	104,266,668	5,248,299	(25,345)	109,489,622
Equipment	43,065,819	3,741,762	(2,807,137)	44,000,444
Infrastructure	332,642,347	7,042,944	-	339,685,291
Software	4,809,992	187,095	-	4,997,087
Total	<u>484,784,826</u>	<u>16,220,100</u>	<u>(2,832,482)</u>	<u>498,172,444</u>
Less accumulated depreciation for:				
Buildings	(26,456,133)	(2,750,866)	16,527	(29,190,472)
Equipment	(32,672,178)	(3,213,388)	2,755,601	(33,129,965)
Infrastructure	(222,992,327)	(10,020,378)	-	(233,012,705)
Software	(3,487,684)	(657,618)	-	(4,145,302)
Total	<u>(285,608,322)</u>	<u>(16,642,250)</u>	<u>2,772,128</u>	<u>(299,478,444)</u>
Total capital assets being depreciated, net	199,176,504	(422,150)	(60,354)	198,694,000
Governmental activities capital assets, net	<u>\$268,835,867</u>	<u>\$ 6,353,776</u>	<u>\$(12,605,647)</u>	<u>\$262,583,996</u>

Yavapai County
Notes to Financial Statements
June 30, 2015

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 3,567,879
Public safety	2,276,931
Highways and streets	10,388,845
Sanitation	90,002
Health	217,023
Welfare	4,482
Education	97,088
Total governmental activities depreciation expense	<u>\$ 16,642,250</u>

Note 7 - Construction Commitments

The County had major contractual commitments related to various capital projects at June 30, 2015, for the construction of road improvements and buildings. At June 30, 2015, the County had spent \$345,665 on these projects and had remaining contractual commitments with contractors of \$2,119,811. The road improvement projects are being funded by the County's excise tax out of the Regional Road Fund. The building construction is being funded by the County's excise tax out of the Capital Projects Fund.

Note 8 - Long-Term Liabilities

The following schedule details the County's long-term liability and obligation activity for the year ended June 30, 2015:

	Balance July 1, 2014, as restated	Additions	Reductions	Balance June 30, 2015	Due within 1 year
Governmental Activities:					
Special assessment debt	\$ 2,120,000	\$ -	\$ (175,000)	\$ 1,945,000	\$ 175,000
Capital leases payable	21,830,106	-	(1,153,112)	20,676,994	1,204,997
Net pension liabilities	135,665,479	17,357,157	(10,642,402)	142,380,234	79,153
Landfill closure and postclosure care costs payable	977,380	14,563	(21,733)	970,210	21,575
Compensated absences payable	7,060,124	6,738,414	(5,774,504)	8,024,034	3,357,951
Claims and judgments payable	289,823	300,000	(336,228)	253,595	104,959
Total governmental activities long-term liabilities	<u>\$ 167,942,912</u>	<u>\$ 24,410,134</u>	<u>\$ (18,102,979)</u>	<u>\$ 174,250,067</u>	<u>\$ 4,943,635</u>

Special assessment debt

Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. Bond proceeds were used to finance construction in these districts. These bonds are generally callable with interest payable semiannually. However, in accordance with the bond indenture for each special assessment bond issue, and in the opinion of the County Attorney, the County is not legally obligated in any way for the special assessment bonded indebtedness. The total principal and interest remaining on the bonds is \$2,749,336, payable through January 2030. Annual principal and interest payments on the bonds are expected to require 100% of pledged revenues. Principal and interest paid for the current year were \$308,303 and the special assessments were \$323,790.

Yavapai County
Notes to Financial Statements
June 30, 2015

The following special assessment districts had debt outstanding at June 30, 2015:

Description	Original Amount Issued	Maturity Ranges	Interest Rates	Outstanding Principal June 30, 2015
Coyote Springs Road Improvement	\$1,552,000	1/1/16-1/1/22	6.40%	\$ 560,000
Poquito Valley Road Improvement	1,857,000	1/1/16-1/1/30	6.625%	1,385,000
Total				<u>\$ 1,945,000</u>

The following schedule details debt service requirements to maturity for the County's special assessment debt payable at June 30, 2015:

Year ending June 30	Principal	Interest
2016	\$ 175,000	\$ 121,889
2017	175,000	110,476
2018	175,000	99,062
2019	175,000	87,648
2020	175,000	76,234
2021-2025	620,000	234,496
2026-2030	450,000	74,531
Total	<u>\$ 1,945,000</u>	<u>\$ 804,336</u>

Capital leases

On May 15, 2008, the County entered into a \$50,000,000 capital lease agreement to finance the construction of court, administrative, and juvenile detention buildings. The property for these facilities is owned by the County. The lessor leased these sites from the County and leased the sites and the facilities being financed back to the County. On June 15, 2009, the County entered into a revised capital lease agreement which allowed the County to prepay \$25,000,000 in principal and a prepayment penalty of \$250,000. Lease payments will equal the aggregate amount of principal and interest required to extinguish the debt. Upon the final lease payment, the title to the assets will transfer to the County. The County's obligation to make lease payments will be subject to and is dependent upon annual appropriations being made by the County.

The assets acquired through the capital lease are as follows:

	Governmental Activities
Buildings	\$ 25,000,000
Less: accumulated depreciation	<u>(2,099,209)</u>
Carrying value	<u>\$ 22,900,791</u>

Yavapai County
Notes to Financial Statements
June 30, 2015

The following schedule details debt service requirements to maturity for the County's capital lease payable at June 30, 2015:

Year ending June 30	Governmental Activities
2016	\$ 2,111,865
2017	2,111,865
2018	2,111,865
2019	2,111,865
2020	2,111,865
2021-2025	10,559,324
2026-2028	6,335,595
Total minimum lease payments	27,454,244
Less amount representing interest	(6,777,250)
Present value of net minimum lease payments	\$ 20,676,994

Landfill closure and postclosure care costs

State and federal laws and regulations require the County to place final covers on its 7 landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. Although closure and postclosure care costs will not be paid until near or after the dates that the landfills stop accepting waste, the County reports a portion of these closure and postclosure care costs in each period that the County operates the landfills. These costs will be paid from the Landfill/Environment special revenue fund.

The amount recognized each year is based on landfill capacity used at the end of each fiscal year. All 7 landfills stopped accepting waste and were closed prior to June 30, 2015. As of June 30, 2015, the landfill closure and postclosure care liability of \$970,210 represents the cumulative amount of costs remaining on these closed landfills, which is net of expenditures incurred to date. This amount is based on what it would cost to perform all closure and postclosure care in fiscal year 2015 and has been adjusted for changes in estimates during the fiscal year. The actual cost may be higher due to inflation, changes in technology, or changes in regulations.

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

Insurance claims

The County provides health benefits to its employees and their dependents through the Yavapai Combined Trust, currently composed of four members. The Trust provides benefits up to \$250,000 per individual per plan year through a self-funding agreement with its participants and purchases commercial insurance to cover claims in excess of this limit. The Trust does not provide any postemployment benefits. An independent administrator provides the trust with claim and recordkeeping services. The County is responsible for paying the premiums and requires its employees to contribute for

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dependent coverage. The County is not liable for claims in excess of coverage limits and cannot be assessed retroactive premium adjustments. If it withdraws from the Trust, the County would be responsible for its proportional share of any claims run-out costs, which exceed Trust Fund reserves established for the incurred but not reported claims liability. If the Trust were to terminate, the County would be responsible for its proportional share of any Trust deficit.

Compensated absences and claims and judgments

Compensated absences are paid from various funds in the same proportion that those funds pay payroll costs. Claims and judgments are generally paid from the fund that accounts for the activity that gave rise to the claim. During fiscal year 2015, the County paid for compensated absences as follows: 56 percent from the General Fund, 17 percent from major funds, and 27 percent from other funds. The County paid for claims and judgments from the General Fund.

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Note 9 - Fund Balance Classifications of the Governmental Funds

The fund balance classifications of the governmental funds as of June 30, 2015, were as follows:

	General	Jail District	Regional Road	HURF Road
Fund balances:				
Nonspendable:				
Inventories	\$ 163,719	\$ -	\$ -	\$ 337,548
Prepaid items	255,302	-	-	7,226
Total nonspendable	<u>419,021</u>	<u>-</u>	<u>-</u>	<u>344,774</u>
Restricted for:				
Social services	-	-	-	-
Law enforcement	-	1,273,482	-	-
Flood control	-	-	-	-
Roadway construction and maintenance	-	-	-	9,045,013
Landfill and other sanitation	-	-	-	-
Public health care and clinical services	-	-	-	-
Public parks	-	-	-	-
School services	-	-	-	-
Debt service	-	-	-	-
Total restricted	<u>-</u>	<u>1,273,482</u>	<u>-</u>	<u>9,045,013</u>
Committed to:				
Social services	-	-	-	-
Probation services	-	-	-	-
Roadway construction	-	-	9,369,650	409,339
Public health care and clinical services	-	-	-	-
School services	-	-	-	-
Capital construction	-	-	-	-
Total committed	<u>-</u>	<u>-</u>	<u>9,369,650</u>	<u>409,339</u>
Unassigned	<u>9,139,623</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>\$ 9,558,644</u>	<u>\$ 1,273,482</u>	<u>\$ 9,369,650</u>	<u>\$ 9,799,126</u>

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Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 501,267
-	-	40,155	302,683
-	-	40,155	803,950
-	-	4,375,640	4,375,640
-	-	2,900,315	4,173,797
-	-	3,220,409	3,220,409
-	-	187,000	9,232,013
-	-	831,852	831,852
-	-	3,743,232	3,743,232
-	-	39,373	39,373
-	-	609,861	609,861
-	1,794	1,035,447	1,037,241
-	1,794	16,943,129	27,263,418
-	-	28,972	28,972
-	-	1,643	1,643
-	-	-	9,778,989
-	-	747,620	747,620
-	-	386,425	386,425
16,527,638	-	-	16,527,638
16,527,638	-	1,164,660	27,471,287
-	-	(647,487)	8,492,136
<u>\$16,527,638</u>	<u>\$ 1,794</u>	<u>\$ 17,500,457</u>	<u>\$ 64,030,791</u>

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Note 10 - Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the County joined and is covered by three public entity risk pools: the Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool which are described below, and the Yavapai Combined Trust, which is described on page 46.

The Arizona Counties Property and Casualty Pool is a public entity risk pool currently composed of 12 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; and natural disasters; and provides risk management services. Such coverage includes all defense costs as well as the amount of any judgment or settlement. The County is responsible for paying a premium based on its exposure in relation to the exposure of the other participants, and a deductible of \$25,000 per occurrence for property claims and \$50,000 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 Arizona Counties Workers' Compensation Pool is a public entity risk pool currently composed of 11 member counties. The pool provides member counties with workers' compensation coverage, as law requires, and risk management services. The County is responsible for paying a premium, based on an experience-rating formula that allocates pool expenditures and liabilities among the members.

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

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Note 11 - Pensions and Other Postemployment Benefits

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

At June 30, 2015, the County reported the following aggregate amounts related to pensions for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities
Net pension liabilities	\$142,380,234
Deferred outflows of resources	25,254,771
Deferred inflows of resources	17,260,789
Pension expense	18,459,116

The County's accrued payroll and employee benefits includes \$1,358,817 of outstanding pension contribution amounts payable to all pension plans for the year ended June 30, 2015. Also, the County reported \$9,449,748 of pension contributions as expenditures in the governmental funds related to all pension plans to which it contributes.

A. Arizona State Retirement System

Plan description—County employees not covered by the other pension plans described below participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its Web site at www.azasrs.gov.

Benefits provided—The ASRS provides retirement, health insurance premium supplement, long-term disability, 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:

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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 earning. 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 survivor benefit is determined by the retirement benefit option chosen. 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, 2015, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.6 percent (11.48 percent for retirement and 0.12 percent for long-term disability) of the members' annual covered payroll, and the County was required by statute to contribute at the actuarially determined rate of 11.6 percent (10.89 percent for retirement, 0.59 percent for health insurance premium benefit, and 0.12 percent for long-term disability) of the active members' annual covered payroll. In addition, the County was required by statute to contribute at the actuarially determined rate of 9.57 percent (9.31 percent for retirement, 0.20 percent for health insurance premium benefit, and 0.06 percent for long-term disability) of annual covered payroll of retired members who worked for the County in positions that would typically be filled by an employee who contributes to the ASRS. The County's contributions to the pension plan for the year ended June 30, 2015, were \$5,268,591. The County's contributions for the current and 2 preceding years for OPEB, all of which were equal to the required contributions, were as follows:

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ASRS	Health Benefit Supplement Fund	Long-Term Disability Fund
Year ended June 30		
2015	\$282,652	\$57,677
2014	276,770	111,656
2013	295,255	110,060

During fiscal year 2015, the County paid for ASRS pension and OPEB contributions as follows: 62.7 percent from the General Fund, 13.1 percent from major funds, and 24.2 percent from other funds.

Pension liability—At June 30, 2015, the County reported a liability of \$76,184,758 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2013, to the measurement date of June 30, 2014. The County's proportion of the net pension 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, 2014. The County's proportion measured as of June 30, 2014, was 0.515 percent, which was a decrease of 0.007 from its proportion measured as of June 30, 2013.

Pension expense and deferred outflows/inflows of resources—For the year ended June 30, 2015, the County recognized pension expense for ASRS of \$4,637,854. At June 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

ASRS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,901,651	\$
Net difference between projected and actual earnings on pension plan investments		13,322,362
Changes in proportion and differences between county contributions and proportionate share of contributions		893,373
County contributions subsequent to the measurement date	5,268,591	
Total	<u>\$ 9,170,242</u>	<u>\$14,215,735</u>

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The \$5,268,591 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, 2016. 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	
2016	\$ (2,022,644)
2017	(2,022,644)
2018	(2,938,206)
2019	(3,330,590)

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

ASRS	
Actuarial valuation date	June 30, 2013
Actuarial roll forward date	June 30, 2014
Actuarial cost method	Entry age normal
Investment rate of return	8%
Projected salary increases	3–6.75%
Inflation	3%
Permanent benefit increase	Included
Mortality rates	1994 GAM Scale BB

Actuarial assumptions used in the June 30, 2013, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2012.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.79 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 arithmetic real rates of return for each major asset class are summarized in the following table:

ASRS		Long-Term
Asset Class	Target	Expected Real
	Allocation	Rate of Return
Equity	63%	7.03%
Fixed income	25%	3.20%
Real estate	8%	4.75%
Commodities	<u>4%</u>	4.50%
Total	<u>100%</u>	

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Discount Rate—The discount rate used to measure the ASRS total pension liability was 8 percent, which is less than the long-term expected rate of return of 8.79 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the ASRS net pension liability to changes in the discount rate—The following table presents the County’s proportionate share of the net pension liability calculated using the discount rate of 8 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 (7 percent) or 1 percentage point higher (9 percent) than the current rate:

ASRS	1% Decrease (7%)	Current Discount Rate (8%)	1% Increase (9%)
County’s proportionate share of the net pension liability	\$96,293,627	\$76,184,758	\$65,274,687

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 and county attorney investigators who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS). The PSPRS administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit (OPEB) plan (agent plans). A seven-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.

County detention officers, county dispatchers, and Administrative Office of the Courts (AOC) probation, surveillance, and juvenile detention officers participate in the Corrections Officer Retirement Plan (CORP). The CORP administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit (OPEB) plan for county detention officers and dispatchers (agent plans), and a cost-sharing multiple-employer defined benefit pension plan and a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan for AOC officers (cost-sharing plans). 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.

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The PSPRS and CORP issue publicly available financial reports that include their financial statements and required supplementary information. The reports are available on the PSPRS Web site at www.psprs.com.

Benefits provided—The PSPRS and CORP provide retirement, health insurance premium supplement, 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
Retirement and Disability		
Years of service and age required to receive benefit	20 years any age 15 years age 62	25 years 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%	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	

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CORP

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	Sum of years and age equals 80 25 years any age (dispatchers) 20 years any age (all others) 10 years age 62	25 years age 52.5 10 years age 62
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%	
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 or normal retirement, whichever is greater	
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.	

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

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Employees covered by benefit terms—At June 30, 2015, the following employees were covered by the agent pension plans' benefit terms:

	PSPRS Sheriff	PSPRS Attorney Investigators	CORP Detention	CORP Dispatchers
Inactive employees or beneficiaries currently receiving benefits	59	2	40	1
Inactive employees entitled to but not yet receiving benefits	31	-	50	1
Active employees	117	-	180	7
Total	207	2	270	9

Contributions and annual OPEB cost—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 and health insurance premium 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. Contributions rates for the year ended June 30, 2015, are indicated below. Rates are a percentage of active members' annual covered payroll.

	PSPRS Sheriff	CORP Detention	CORP Dispatchers	CORP AOC
Active members—Pension	11.05%	8.41%	7.96%	8.41%
County				
Pension	30.11%	11.68%	10.39%	14.88%
Health insurance premium benefit	1.62%	0.79%	0.75%	1.24%

The County was required to contribute \$49,215 for the PSPRS Attorney Investigators Pension Plan based on the estimated actuarially required contribution for inactive members.

In addition, the County was required by statute to contribute at the actuarially determined rate of 19.65 percent for the PSPRS and 7.34 percent for the CORP of annual covered payroll of retired members who worked for the County in positions that would typically be filled by an employee who contributes to the PSPRS or CORP.

For the agent plans, the County's contributions to the pension plan and annual OPEB cost and contributions for the health insurance premium benefit for the year ended June 30, 2015, were:

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	PSPRS Sheriff	PSPRS Attorney Investigators	CORP Detention	CORP Dispatchers
Pension				
Contributions made	\$2,035,907	\$57,890	\$781,431	\$24,425
Health Insurance Premium Benefit				
Annual OPEB cost	109,537		52,854	1,763
Contributions made	109,537		52,854	1,763

Contributions to the CORP AOC pension plan for the year ended June 30, 2015, were \$859,334. The County's contributions for the current and 2 preceding years for the CORP AOC OPEB, all of which were equal to the required contributions, were as follows:

CORP AOC Year ended June 30	Health Insurance Fund
2015	\$70,944
2014	\$63,182
2013	\$70,082

During fiscal year 2015, the County paid for PSPRS and CORP pension and OPEB contributions as follows: 56.3 percent from the General Fund, 14.2 percent from major funds, and 29.5 percent from other funds.

Pension liability—At June 30, 2015, the County reported the following net pension liabilities:

	Net Pension Liability
PSPRS Sheriff	\$28,511,550
PSPRS Attorney Investigators	1,837,608
CORP Detention	8,862,587
CORP Dispatchers	350,206
CORP AOC (County's proportionate share)	11,614,215

The net pension liabilities were measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liabilities as of June 30, 2014, reflect the following changes of benefit terms and actuarial assumptions.

- In February 2014, the Arizona Supreme Court affirmed a Superior Court ruling that a 2011 law that changed the mechanism for funding permanent benefit increases was unconstitutional. As a result, the plans changed benefit terms to reflect the prior mechanism for funding permanent benefit increases and revised actuarial assumptions to explicitly value future permanent benefit increases.
- The wage growth actuarial assumption was decreased from 4.5 percent to 4.0 percent.

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

PSPRS and CORP—Pension

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Discount rate	7.85%
Projected salary increases	4.0%–8.0% for PSPRS and 4.0%–7.25% for CORP
Inflation	4.0%
Permanent benefit increase	Included
Mortality rates	RP-2000 mortality table (adjusted by 105% for both males and females)

Actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2011.

The long-term expected rate of return on PSPRS and CORP pension plan investments was determined to be 7.85 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

PSPRS and CORP	Target	Long-Term
Asset Class	Allocation	Expected Real
		Rate of Return
Short term investments	2%	3.25%
Absolute return	4%	6.75%
Risk parity	4%	6.04%
Fixed income	7%	4.75%
Real assets	8%	5.96%
GTAA	10%	5.73%
Private equity	11%	9.50%
Real estate	11%	6.50%
Credit opportunities	13%	8.00%
Non-U.S. equity	14%	8.63%
U.S. equity	<u>16%</u>	7.60%
Total	<u>100%</u>	

Pension discount rates—The following discount rates were used to measure the total pension liabilities:

	PSPRS	PSPRS	CORP	CORP	CORP
	Sheriff	Attorney	Detention	Dispatchers	AOC
Discount rates	7.85%	4.29%	7.85%	7.85%	7.85%

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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 PSPRS Sheriff, CORP Detention, CORP Dispatchers, and CORP AOC 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 for these plans to determine the total pension liability. However, based on the above assumptions, the PSPRS Attorney Investigators plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current plan members. Therefore, to determine the total pension liability for this plan, the long-term expected rate of return on pension plan investments of 7.85 percent was applied to periods of projected benefit payments through the year ended June 30, 2015. A municipal bond rate of 4.29 percent obtained from the Federal Reserve statistical release (H.15) as of June 30, 2014, was applied to periods of projected benefit payments after June 30, 2015.

Changes in the Net Pension Liability

PSPRS Sheriff	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
Balances at June 30, 2014	<u>\$42,464,454</u>	<u>\$18,628,790</u>	<u>\$23,835,664</u>
Changes for the year:			
Service cost	1,251,087		1,251,087
Interest on the total pension liability	3,271,983		3,271,983
Changes of benefit terms	1,079,590		1,079,590
Differences between expected and actual experience in the measurement of the pension liability	(943,103)		(943,103)
Changes of assumptions or other inputs	5,130,666		5,130,666
Contributions—employer		1,852,166	(1,852,166)
Contributions—employee		710,433	(710,433)
Net investment income		2,549,590	(2,549,590)
Benefit payments, including refunds of employee contributions	(2,817,373)	(2,817,373)	-
Administrative expense		(20,534)	20,534
Other changes		22,682	(22,682)
Net changes	<u>6,972,850</u>	<u>2,296,964</u>	<u>4,675,886</u>
Balances at June 30, 2015	<u>\$49,437,304</u>	<u>\$20,925,754</u>	<u>\$28,511,550</u>

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PSPRS Attorneys Investigators	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
Balances at June 30, 2014	\$ 827,156	\$ 3,558	\$ 823,598
Changes for the year:			
Interest on the total pension liability	61,974		61,974
Changes of benefit terms	52,666		52,666
Differences between expected and actual experience in the measurement of the pension liability	5,127		5,127
Changes of assumptions or other inputs	890,765		890,765
Benefit payments, including refunds of employee contributions	(75,348)	(75,348)	-
Administrative expense		(3,478)	3,478
Net changes	935,184	(78,826)	1,014,010
Balances at June 30, 2015	<u>\$ 1,762,340</u>	<u>\$ (75,268)</u>	<u>\$ 1,837,608</u>

CORP - Detention	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
Balances at June 30, 2014	\$16,426,600	\$ 8,914,874	\$ 7,511,726
Changes for the year:			
Service cost	938,158		938,158
Interest on the total pension liability	1,286,356		1,286,356
Changes of benefit terms	274,603		274,603
Differences between expected and actual experience in the measurement of the pension liability	(54,841)		(54,841)
Changes of assumptions or other inputs	1,530,233		1,530,233
Contributions—employer		797,162	(797,162)
Contributions—employee		549,792	(549,792)
Net investment income		1,273,246	(1,273,246)
Benefit payments, including refunds of employee contributions	(1,017,964)	(1,017,964)	-
Administrative expense		(10,011)	10,011
Other changes		13,459	(13,459)
Net changes	2,956,545	1,605,684	1,350,861
Balances at June 30, 2015	<u>\$19,383,145</u>	<u>\$10,520,558</u>	<u>\$ 8,862,587</u>

Yavapai County
Notes to Financial Statements
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CORP - Dispatchers	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
Balances at June 30, 2014	\$ 812,467	\$ 594,340	\$ 218,127
Changes for the year:			
Service cost	41,321		41,321
Interest on the total pension liability	63,852		63,852
Changes of benefit terms	18,973		18,973
Differences between expected and actual experience in the measurement of the pension liability	(10,929)		(10,929)
Changes of assumptions or other inputs	134,919		134,919
Contributions—employer		25,937	(25,937)
Contributions—employee		21,529	(21,529)
Net investment income		80,571	(80,571)
Benefit payments, including refunds of employee contributions	(39,444)	(39,444)	-
Administrative expense		(634)	634
Other changes		(11,346)	11,346
Net changes	208,692	76,613	132,079
Balances at June 30, 2015	\$1,021,159	\$ 670,953	\$ 350,206

The County's proportion of the CORP AOC net pension liability as of June 30, 2013 and 2014, 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, 2014. The County's proportion measured as of June 30, 2013 and 2014, was 5.18 percent.

Yavapai County
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Sensitivity of the County's net pension liability to changes in the discount rate—The following table presents the County's net pension liabilities calculated using the discount rates noted above, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
PSPRS Sheriff			
Rate	6.85%	7.85%	8.85%
Net pension liability	\$34,450,203	\$28,511,550	\$23,557,150
PSPRS Attorney Investigators			
Rate	3.29%	4.29%	5.29%
Net pension liability	\$2,130,637	\$1,837,608	\$1,606,036
CORP Detention			
Rate	6.85%	7.85%	8.85%
Net pension liability	\$11,521,493	\$8,862,587	\$6,671,410
CORP Dispatchers			
Rate	6.85%	7.85%	8.85%
Net pension liability	\$517,464	\$350,206	\$215,587
CORP AOC			
Rate	6.85%	7.85%	8.85%
County's proportionate share of the net pension liability	\$15,336,300	\$11,614,215	\$8,521,660

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, 2015, the County recognized the following pension expense:

	Pension Expense
PSPRS Sheriff	\$4,003,681
PSPRS Attorney Investigators	1,015,646
CORP Detention	1,353,245
CORP Dispatchers	77,673
CORP AOC (County's proportionate share)	1,554,125

Yavapai County
Notes to Financial Statements
June 30, 2015

Pension deferred outflows/inflows of resources—At June 30, 2015, 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	\$	\$ 760,044
Changes of assumptions or other inputs	4,134,788	
Net difference between projected and actual earnings on pension plan investments		850,373
County contributions subsequent to the measurement date	<u>2,035,907</u>	
Total	<u>\$ 6,170,695</u>	<u>\$ 1,610,417</u>
PSPRS Attorney Investigators	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments		\$ 1,636
County contributions subsequent to the measurement date	<u>\$ 57,890</u>	
Total	<u>\$ 57,890</u>	<u>\$ 1,636</u>
CORP Detention	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$ 45,254
Changes of assumptions or other inputs	1,262,728	
Net difference between projected and actual earnings on pension plan investments		422,696
County contributions subsequent to the measurement date	<u>781,431</u>	
Total	<u>\$ 2,044,159</u>	<u>\$ 467,950</u>

Yavapai County
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CORP Dispatchers	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$ 9,440
Changes of assumptions or other inputs	116,531	
Net difference between projected and actual earnings on pension plan investments		26,748
County contributions subsequent to the measurement date	24,425	
Total	<u>\$ 140,956</u>	<u>\$ 36,188</u>

CORP AOC	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 551,294	\$
Changes of assumptions or other inputs	1,706,314	
Net difference between projected and actual earnings on pension plan investments		642,963
County contributions subsequent to the measurement date	859,334	
Total	<u>\$ 3,116,942</u>	<u>\$ 642,963</u>

The amounts reported as deferred outflows of resources related to pensions resulting from county contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	PSPRS Sheriff	PSPRS Attorney Investigators	CORP Detention	CORP Dispatchers	CORP AOC
Year ending June 30					
2016	\$600,226	\$(409)	\$152,244	\$10,212	\$332,230
2017	600,226	(409)	152,244	10,212	332,230
2018	600,226	(409)	152,244	10,212	332,230
2019	600,226	(411)	152,244	10,212	332,230
2020	123,466		185,803	16,899	285,726
Thereafter				22,595	

Agent plan OPEB actuarial assumptions—The health insurance premium benefit contribution requirements for the year ended June 30, 2015, were established by the June 30, 2013, actuarial valuations, and those actuarial valuations were based on the following actuarial methods and assumptions.

Yavapai County
Notes to Financial Statements
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Actuarial valuations involve estimates of the reported amounts' value and assumptions about the probability of events in the future. Amounts determined regarding the plans' funded status and the annual required contributions are subject to continual revision as actual results are compared to past expectations and new estimates are made. The required schedule of funding progress for the health insurance premium benefit presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of the plans' assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on (1) the plans as the County and plans' members understand them and include the types of benefits in force at the valuation date, and (2) the pattern of sharing benefit costs between the County and plans' members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The significant actuarial methods and assumptions used are the same for all PSPRS and CORP plans and related benefits (unless noted), and the following actuarial methods and assumptions were used to establish the fiscal year 2015 contribution requirements:

PSPRS and CORP—OPEB Contribution Requirements

Actuarial valuation date	June 30, 2013
Actuarial cost method	Entry age normal
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	23 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 20% corridor
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases	4.5%–8.5% for PSPRS and 4.5%–7.75% for CORP
Wage growth	4.5% for PSPRS and CORP

Agent plan OPEB trend information—Annual OPEB cost information for the health insurance premium benefit for the current and 2 preceding years follows for each of the agent plans:

Year Ended June 30	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net OPEB Obligation
PSPRS Sheriff			
2015	\$109,537	100%	\$0
2014	94,642	100	0
2013	101,839	100	0
PSPRS Attorney Investigators			
2015	\$0	0%	\$0
2014	0	0	0
2013	0	0	0

Yavapai County
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Year Ended June 30	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net OPEB Obligation
CORP Detention			
2015	\$52,854	100%	\$0
2014	53,887	100	0
2013	57,388	100	0
CORP Dispatchers			
2015	\$1,763	100%	\$0
2014	1,761	100	0
2013	1,518	100	0

Agent plan OPEB funded status—The health insurance premium benefit plans' funded status as of the most recent valuation date, June 30, 2015, along with the actuarial assumptions and methods used in those valuations follow.

	PSPRS Sheriff	PSPRS Attorney Investigators	CORP Detention	CORP Dispatchers
Actuarial value of assets (a)	\$1,130,887	\$16,824	\$1,068,117	\$ 22,388
Actuarial accrued liability (b)	1,340,490	14,589	565,727	20,895
Unfunded actuarial accrued liability (funding excess) (b) – (a)	209,603	(2,235)	(502,390)	(1,493)
Funded ratio (a)/(b)	84.4%	115.3%	188.8%	107.1%
Annual covered payroll (c)	\$6,284,638	\$0	\$6,401,405	\$203,000
Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll (b) – (a) / (c)	3.34%	0%	(7.85%)	(0.74%)

The actuarial methods and assumptions used are the same for all the PSPRS and CORP health insurance premium benefit plans (unless noted), and for the most recent valuation date are as follows:

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PSPRS and CORP—OPEB Funded Status

Actuarial valuation date	June 30, 2015
Actuarial cost method	Entry age normal
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	21 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 20% corridor
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases	4%–8% for PSPRS and 4%–7.25% for CORP
Wage growth	4% for PSPRS and CORP

C. Elected Officials Retirement Plan

Plan description—Elected officials and judges participate in the Elected Officials Retirement Plan (EORP). EORP administers a cost-sharing multiple-employer defined benefit pension plan and a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) 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 EORP issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on PSPRS's Web site at www.psprs.com.

Benefits provided—The EORP provides retirement, health insurance premium supplement, 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%

Yavapai County
Notes to Financial Statements
June 30, 2015

EORP	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012
Disability Retirement	80% with 10 or more years of service	75% with 10 or more years of service
	40% with 5 to 10 years of service 20% with less than 5 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	75% of disability retirement benefit	50% of disability retirement benefit
Inactive Members		

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

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on excess investment earning.

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, 2015, active EORP members were required by statute to contribute 13 percent of the members' annual covered payroll, and the County was required to contribute 23.5 percent of active EORP members' annual covered payroll. The County's contributions to the pension plan for the year ended June 30, 2015, were \$422,170. No OPEB contributions were required or made for the year ended June 30, 2015. The County's OPEB contributions for the current and 2 preceding years, all of which were equal to the required contributions, were as follows:

EORP	Health Insurance Fund
Year ended June 30	
2015	\$ 0
2014	33,819
2013	36,716

During fiscal year 2015, the County paid for EORP pension contributions as follows: 93.23 percent from the General Fund, 2.55 percent from major funds, and 4.22 percent from other funds.

Yavapai County
Notes to Financial Statements
June 30, 2015

Pension liability—At June 30, 2015, 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	\$15,019,310
State’s proportionate share of the EORP net pension liability associated with the County	<u>4,605,060</u>
Total	<u>\$19,624,370</u>

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. In February 2014, the Arizona Supreme Court affirmed a Superior Court ruling that a 2011 law that changed the mechanism for funding permanent benefit increases was unconstitutional. As a result, for the June 30, 2014, actuarial valuation, the plan changed benefit terms to reflect the prior mechanism for funding permanent benefit increases and revised actuarial assumptions to explicitly value future permanent benefit increases.

The County’s proportion of the net pension liability as of June 30, 2013 and 2014, was based on the County’s actual contributions to the plan relative to the total of all participating employers’ actual contributions for the year ended June 30, 2014. The County’s proportion measured as of June 30, 2013 and 2014, was 2.239 percent.

Pension expense and deferred outflows/inflows of resources—For the year ended June 30, 2015, the County recognized pension expense for EORP of \$5,816,892 and revenue of \$1,364,993 for the County’s proportionate share of the State’s appropriation to EORP. At June 30, 2015, 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	\$ 65,995	\$
Changes of assumptions or other inputs	4,064,576	
Net difference between projected and actual earnings on pension plan investments		284,754
County contributions subsequent to the measurement date	<u>422,170</u>	
Total	<u>\$ 4,552,741</u>	<u>\$ 284,754</u>

Yavapai County
Notes to Financial Statements
June 30, 2015

The \$465,774 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, 2016. 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	
2016	\$ 2,307,624
2017	1,680,569
2018	(71,189)
2019	(71,189)

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

EORP

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Investment rate of return	7.85%
Projected salary increases	4.25%
Inflation	4.0%
Permanent benefit increase	Included
Mortality rates	RP-2000 mortality table projected to 2025 with projection scale AA

Actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2011.

The long-term expected rate of return on EORP pension plan investments was determined to be 7.85 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:

Yavapai County
Notes to Financial Statements
June 30, 2015

EORP		Target	Long-Term
Asset Class		Allocation	Expected Real
			Rate of Return
Short term investments		2%	3.25%
Absolute return		4%	6.75%
Risk parity		4%	6.04%
Fixed income		7%	4.75%
Real assets		8%	5.96%
GTAA		10%	5.73%
Private equity		11%	9.50%
Real estate		11%	6.50%
Credit opportunities		13%	8.00%
Non-U.S. equity		14%	8.63%
U.S. equity		<u>16%</u>	7.60%
Total		<u>100%</u>	

Discount rate—At June 30, 2014, the discount rate used to measure the EORP total pension liability was 5.67 percent, which was a decrease of 2.18 from the discount rate used as of June 30, 2013. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate, employer contributions will be made at the statutorily set rates, and state contributions will be made as currently required by statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current plan members. Therefore, to determine the total pension liability for the plan, the long-term expected rate of return on pension plan investments of 7.85 percent was applied to periods of projected benefit payments through the year ended June 30, 2030. A municipal bond rate of 4.29 percent obtained from the 20-year Bond Buyer Index, as published by the Federal Reserve as of June 30, 2014, was applied to periods of projected benefit payments after June 30, 2030.

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 5.67 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 (4.67 percent) or 1 percentage point higher (6.67 percent) than the current rate:

EORP	1% Decrease	Current	1% Increase
	(4.67%)	Discount Rate	(6.67%)
		(5.67%)	
County's proportionate share of the net pension liability	\$17,533,791	\$15,019,310	\$12,896,230

Pension Plan Fiduciary Net Position—Detailed information about the pension plan's fiduciary net position is available in the separately issued EORP financial report.

Yavapai County
Notes to Financial Statements
June 30, 2015

Note 12 - Interfund Balances and Activity

Interfund receivables and payables—Interfund balances at June 30, 2015, were as follows:

	Payable to					Total
	General Fund	Jail District Fund	Regional Road Fund	HURF Road Fund	Nonmajor Governmental Funds	
Payable from						
General Fund	\$ -	\$ 686,479	\$ -	\$ 110,998	\$ 41,679	\$ 839,156
Jail District Fund	155,353	-	-	-	-	155,353
Regional Road Fund	-	-	-	36,343	-	36,343
HURF Road Fund	10,980	-	7,186	-	11,172	29,338
Capital Projects Fund	513,485	-	-	-	-	513,485
Nonmajor Governmental Funds	360,607	14,361	-	9,100	433,544	817,612
Total	\$1,040,425	\$ 700,840	\$ 7,186	\$ 156,441	\$ 486,395	\$2,391,287

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

Interfund transfers—Interfund transfers for the year ended June 30, 2015, were as follows:

	Transfer To					Total
	General Fund	Jail District Fund	Capital Projects Fund	Capital Projects Debt Service Fund	Nonmajor Governmental Funds	
Transfer from						
General Fund	\$ -	\$ 7,029,937	\$ -	\$ -	\$ 670,464	\$ 7,700,401
Capital Projects Fund	513,485	-	-	2,111,865	-	2,625,350
Nonmajor Governmental Funds	287,816	-	23,276	-	502,189	813,281
Total	\$ 801,301	\$ 7,029,937	\$ 23,276	\$ 2,111,865	\$ 1,172,653	\$ 11,139,032

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

Yavapai County
Notes to Financial Statements
June 30, 2015

Note 13 - County Treasurer's Investment Pool

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

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

The Treasurer allocates interest earnings to each of the pool's participants. However, for the County's monies in the pool, the Board of Supervisors authorized \$6,895 of interest earned in certain other funds to be transferred to the General Fund.

The deposits and investments the County holds are included in the County Treasurer's investment pool, except for \$25,260 of cash on hand and \$4,788,785 of deposits. Therefore, the deposit and investment risks of the Treasurer's investment pool are substantially the same as the County's deposit and investment risks. See Note 4 for disclosure of the County's deposit and investment risks.

Details of each major investment classification follow:

Investment Type	Principal	Interest Rates	Maturities	Fair Value
State Treasurer's Investment Pool 5	\$ 41	None stated	None stated	\$ 41
State Treasurer's Investment Pool 7	22,536,857	None stated	None stated	22,536,857
U.S. treasury securities	31,885,021	0.50-0.875%	6/15/16-5/31/17	32,034,987
U.S. agency securities	52,000,000	0.40-1.30%	3/9/16-7/28/18	52,156,146
Repurchase agreement (implicitly guaranteed)	725,389	0.01%	Daily	725,389
Money market funds	9,389	0.00%	7/1/15	9,389
Local government indebtedness	481,686	4.25%	12/15/16	481,686

Yavapai County
Notes to Financial Statements
June 30, 2015

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

Statement of Net Position

Assets	\$ 177,057,755
Liabilities	-
Net Position	<u>\$ 177,057,755</u>

Net position held in trust for:

Internal participants	\$ 58,976,471
External participants	118,081,284
Total net position held in trust	<u>\$ 177,057,755</u>

Statement of Changes in Net Position

Total additions	\$ 597,524,693
Total deductions	<u>(584,307,809)</u>
Net increase	13,216,884
Net position held in trust:	
July 1, 2014	<u>163,840,871</u>
June 30, 2015	<u>\$ 177,057,755</u>

REQUIRED SUPPLEMENTARY INFORMATION



Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 44,415,263	\$ 44,415,263	\$ 43,730,952	\$ (684,311)
County sales taxes	7,107,894	7,107,894	7,031,436	(76,458)
Licenses and permits	1,750,000	1,750,000	1,894,617	144,617
Intergovernmental	37,504,920	37,504,920	37,446,288	(58,632)
Charges for services	1,670,000	1,670,000	2,028,358	358,358
Fines and forfeits	2,800,000	2,800,000	2,824,683	24,683
Investment earnings	30,000	30,000	(10,136)	(40,136)
Miscellaneous	500,000	500,000	269,099	(230,901)
Total revenues	<u>95,778,077</u>	<u>95,778,077</u>	<u>95,215,297</u>	<u>(562,780)</u>
Expenditures:				
General government				
Board of Supervisors	2,175,319	2,188,819	2,130,027	58,792
Human Resources	683,402	683,402	658,255	25,147
General Services	1,781,835	1,202,072	(337,112)	1,539,184
Elections	937,038	937,038	870,884	66,154
Public Works	237,307	237,307	223,838	13,469
Facilities	7,504,639	7,504,639	6,927,367	577,272
Development Services	3,888,782	3,888,782	3,702,720	186,062
Fleet	4,489,009	4,489,009	4,183,558	305,451
Medical Examiner	582,954	582,954	566,037	16,917
Finance	690,006	690,006	686,772	3,234
Assessor	4,058,166	3,910,793	3,830,786	80,007
County Attorney	7,106,079	7,106,079	6,905,338	200,741
Recorder	1,590,756	1,590,756	1,293,041	297,715
Management Information Systems	6,613,016	6,613,016	5,496,400	1,116,616
Clerk of the Court	2,808,319	2,808,319	2,705,320	102,999
Treasurer	926,905	926,905	867,852	59,053
Superior Courts	4,725,509	4,725,509	4,624,776	100,733
Public Defender	5,273,476	5,839,739	5,839,739	-
Prescott Justice of the Peace	665,523	665,523	639,583	25,940
Prescott Constable	89,409	89,409	89,128	281
Bagdad/Yarnell Justice of the Peace	337,098	337,098	332,015	5,083
Verde Valley Justice of the Peace	588,066	588,066	570,969	17,097
Mayer Justice of the Peace	458,661	458,661	455,838	2,823
Verde Constable	92,588	92,588	89,713	2,875
Mayer Constable	61,988	61,988	58,152	3,836
Seligman Justice of the Peace	393,403	393,403	344,808	48,595
Geographic Information Systems	-	147,373	142,894	4,479
Total General government	<u>58,759,253</u>	<u>58,759,253</u>	<u>53,898,698</u>	<u>4,860,555</u>

(Continued)

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2015
(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Public safety				
Sheriff	\$ 17,260,444	\$ 17,260,444	\$ 16,755,692	\$ 504,752
Adult Probation	2,611,683	2,611,683	2,453,400	158,283
Juvenile Probation	3,492,140	3,492,140	3,466,257	25,883
Total Public safety	<u>23,364,267</u>	<u>23,364,267</u>	<u>22,675,349</u>	<u>688,918</u>
Sanitation				
Solid Waste	<u>1,402,618</u>	<u>1,402,618</u>	<u>1,257,282</u>	<u>145,336</u>
Welfare				
Medical Assistance	10,212,500	10,212,500	10,212,480	20
Public Fiduciary	<u>434,559</u>	<u>434,559</u>	<u>418,383</u>	<u>16,176</u>
Total Welfare	<u>10,647,059</u>	<u>10,647,059</u>	<u>10,630,863</u>	<u>16,196</u>
Culture and recreation				
Facilities	<u>87,500</u>	<u>87,500</u>	<u>91,838</u>	<u>(4,338)</u>
Education				
School Superintendent	<u>676,607</u>	<u>676,607</u>	<u>664,337</u>	<u>12,270</u>
Total expenditures	<u>94,937,304</u>	<u>94,937,304</u>	<u>89,218,367</u>	<u>5,718,937</u>
Excess (deficiency) of revenues over expenditures	840,773	840,773	5,996,930	5,156,157
Other financing sources (uses):				
Sale of capital assets	-	-	210,017	210,017
Transfers in	689,359	689,359	801,301	111,942
Transfers out	<u>(8,054,065)</u>	<u>(8,054,065)</u>	<u>(7,700,401)</u>	<u>353,664</u>
Total other financing sources (uses)	<u>(7,364,706)</u>	<u>(7,364,706)</u>	<u>(6,689,083)</u>	<u>675,623</u>
Net change in fund balances	(6,523,933)	(6,523,933)	(692,153)	5,831,780
Fund balances, July 1, 2014	<u>6,523,933</u>	<u>6,523,933</u>	<u>10,250,797</u>	<u>3,726,864</u>
Fund balances, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,558,644</u>	<u>\$ 9,558,644</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
Jail District Fund
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
County sales taxes	\$ 7,574,902	\$ 7,574,902	\$ 7,496,612	\$ (78,290)
Charges for services	1,235,000	1,235,000	974,704	(260,296)
Investment earnings	5,000	5,000	(5,940)	(10,940)
Miscellaneous	60,000	60,000	69,555	9,555
Total revenues	<u>8,874,902</u>	<u>8,874,902</u>	<u>8,534,931</u>	<u>(339,971)</u>
Expenditures:				
Public safety				
Sheriff	16,755,108	16,755,108	16,665,212	89,896
Total expenditures	<u>16,755,108</u>	<u>16,755,108</u>	<u>16,665,212</u>	<u>89,896</u>
Excess (deficiency) of revenues over expenditures	(7,880,206)	(7,880,206)	(8,130,281)	(250,075)
Other financing sources (uses):				
Transfers in	7,029,937	7,029,937	7,029,937	-
Total other financing sources (uses)	<u>7,029,937</u>	<u>7,029,937</u>	<u>7,029,937</u>	<u>-</u>
Net change in fund balances	(850,269)	(850,269)	(1,100,344)	(250,075)
Fund balances, July 1, 2014	<u>850,269</u>	<u>850,269</u>	<u>2,373,826</u>	<u>1,523,557</u>
Fund balances, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,273,482</u>	<u>\$ 1,273,482</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
Regional Road Fund
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
County sales taxes	\$ 6,060,350	\$ 6,060,350	\$ 5,998,783	\$ (61,567)
Licenses and permits	500,000	500,000	1,014,470	514,470
Investment earnings	-	-	2,889	2,889
Miscellaneous	200,000	200,000	1,210	(198,790)
Total revenues	6,760,350	6,760,350	7,017,352	257,002
Expenditures:				
Highways and streets				
Public Works	8,587,379	8,587,379	5,464,687	3,122,692
Total expenditures	8,587,379	8,587,379	5,464,687	3,122,692
Net change in fund balances	(1,827,029)	(1,827,029)	1,552,665	3,379,694
Fund balances, July 1, 2014	1,827,029	1,827,029	7,816,985	5,989,956
Fund balances, June 30, 2015	\$ -	\$ -	\$ 9,369,650	\$ 9,369,650

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
HURF Road Fund
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 13,167,623	\$ 13,167,623	\$ 13,869,842	\$ 702,219
Investment earnings	-	-	(9,431)	(9,431)
Miscellaneous	100,000	100,000	102,289	2,289
Total revenues	13,267,623	13,267,623	13,962,700	695,077
Expenditures:				
Highways and streets				
Public Works	15,258,917	15,258,917	14,396,117	862,800
Total expenditures	15,258,917	15,258,917	14,396,117	862,800
Excess (deficiency) of revenues over expenditures	(1,991,294)	(1,991,294)	(433,417)	1,557,877
Other financing sources (uses):				
Sale of capital assets	-	-	3,250	3,250
Total other financing sources (uses)	-	-	3,250	3,250
Net change in fund balances	(1,991,294)	(1,991,294)	(430,167)	1,561,127
Fund balances, July 1, 2014	1,991,294	1,991,294	10,229,293	8,237,999
Fund balances, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,799,126</u>	<u>\$ 9,799,126</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
Year Ended June 30, 2015

Note 1 – Budgeting and Budgetary Control

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

Expenditures may not legally exceed appropriations at the department level. In certain instances, transfers of appropriations between departments or from the contingency account to a department may be made upon the Board of Supervisors' approval.

Note 2 – Budgetary Basis of Accounting

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

Yavapai County
 Required Supplementary Information
 Schedule of the County's Proportionate Share of the Net Pension Liability
 Cost-Sharing Pension Plans
 Year Ended June 30, 2015

Arizona State Retirement System

	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
County's proportion of the net pension liability	0.51%	Information
County's proportionate share of the net pension liability	\$76,184,758	not available
County's covered-employee payroll	\$46,058,533	
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	165.41%	
Plan fiduciary net position as a percentage of the total pension liability	69.49%	

Corrections Officer Retirement Plan—Administrative Office of the Courts

	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
County's proportion of the net pension liability	5.18%	Information
County's proportionate share of the net pension liability	\$11,614,215	not available
County's covered-employee payroll	\$ 5,561,218	
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	208.84%	
Plan fiduciary net position as a percentage of the total pension liability	58.59%	

Elected Officials Retirement Plan

	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
County's proportion of the net pension liability	2.24%	Information
County's proportionate share of the net pension liability	\$15,019,310	not available
State's proportionate share of the net pension liability associated with the County	4,605,060	
Total	\$19,624,370	
County's covered-employee payroll	\$ 2,059,739	
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	729.19%	
Plan fiduciary net position as a percentage of the total pension liability	31.91%	

See accompanying notes to pension plan schedules.

Yavapai County
 Required Supplementary Information
 Schedule of Changes in the County's Net Pension Liability and Related Ratios
 Agent Pension Plans
 Year Ended June 30, 2015

PSPRS Sheriff	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
Total pension liability		Information
Service cost	\$ 1,251,087	not available
Interest on the total pension liability	3,271,983	
Changes of benefit terms	1,079,590	
Differences between expected and actual experience in the measurement of the pension liability	(943,103)	
Changes of assumptions or other inputs	5,130,666	
Benefit payments, including refunds of employee contributions	<u>(2,817,373)</u>	
Net change in total pension liability	6,972,850	
Total pension liability—beginning	<u>42,464,454</u>	
Total pension liability—ending (a)	<u><u>\$49,437,304</u></u>	
 Plan fiduciary net position		
Contributions—employer	\$1,852,166	
Contributions—employee	710,433	
Net investment income	2,549,590	
Benefit payments, including refunds of employee contributions	(2,817,373)	
Administrative expense	(20,534)	
Other changes	<u>22,682</u>	
Net change in plan fiduciary net position	2,296,964	
Plan fiduciary net position—beginning	<u>18,628,790</u>	
Plan fiduciary net position—ending (b)	<u><u>\$20,925,754</u></u>	
 County's net pension liability—ending (a) – (b)	<u><u>\$28,511,550</u></u>	
 Plan fiduciary net position as a percentage of the total pension liability	42.33%	
 Covered-employee payroll	\$6,750,559	
 County's net pension liability as a percentage of covered-employee payroll	422.36%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2015

PSPRS Attorney Investigators	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
Total pension liability		Information not available
Interest on the total pension liability	\$ 61,974	
Changes of benefit terms	52,666	
Differences between expected and actual experience in the measurement of the pension liability	5,127	
Changes of assumptions or other inputs	890,765	
Benefit payments, including refunds of employee contributions	<u>(75,348)</u>	
Net change in total pension liability	935,184	
Total pension liability—beginning	<u>827,156</u>	
Total pension liability—ending (a)	<u><u>\$1,762,340</u></u>	
 Plan fiduciary net position		
Benefit payments, including refunds of employee contributions	\$ (75,348)	
Administrative expense	<u>(3,478)</u>	
Net change in plan fiduciary net position	(78,826)	
Plan fiduciary net position—beginning	<u>3,558</u>	
Plan fiduciary net position—ending (b)	<u><u>\$(75,268)</u></u>	
 County's net pension liability—ending (a) – (b)		<u><u>\$1,837,608</u></u>
 Plan fiduciary net position as a percentage of the total pension liability		(4.27)%
 Covered-employee payroll	\$ -	
 County's net pension liability as a percentage of covered-employee payroll		0.00%

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2015

CORP Detention	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
Total pension liability		Information
Service cost	\$ 938,158	not available
Interest on the total pension liability	1,286,356	
Changes of benefit terms	274,603	
Differences between expected and actual experience in the measurement of the pension liability	(54,841)	
Changes of assumptions or other inputs	1,530,233	
Benefit payments, including refunds of employee contributions	<u>(1,017,964)</u>	
Net change in total pension liability	2,956,545	
Total pension liability—beginning	<u>16,426,600</u>	
Total pension liability—ending (a)	<u><u>\$19,383,145</u></u>	
 Plan fiduciary net position		
Contributions—employer	\$797,162	
Contributions—employee	549,792	
Net investment income	1,273,246	
Benefit payments, including refunds of employee contributions	(1,017,964)	
Administrative expense	(10,011)	
Other changes	<u>13,459</u>	
Net change in plan fiduciary net position	1,605,684	
Plan fiduciary net position—beginning	<u>8,914,874</u>	
Plan fiduciary net position—ending (b)	<u><u>\$10,520,558</u></u>	
 County's net pension liability—ending (a) – (b)	<u><u>\$8,862,587</u></u>	
 Plan fiduciary net position as a percentage of the total pension liability	54.28%	
 Covered-employee payroll	\$6,504,219	
 County's net pension liability as a percentage of covered-employee payroll	136.26%	

See accompanying notes to pension plan schedules.

Yavapai County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios
Agent Pension Plans
Year Ended June 30, 2015

CORP Dispatchers	Reporting Fiscal Year (Measurement Date)	
	2015 (2014)	2014 through 2006
Total pension liability		Information
Service cost	\$ 41,321	not available
Interest on the total pension liability	63,852	
Changes of benefit terms	18,973	
Differences between expected and actual experience in the measurement of the pension liability	(10,929)	
Changes of assumptions or other inputs	134,919	
Benefit payments, including refunds of employee contributions	<u>(39,444)</u>	
Net change in total pension liability	208,692	
Total pension liability—beginning	<u>812,467</u>	
Total pension liability—ending (a)	<u><u>\$1,021,159</u></u>	
 Plan fiduciary net position		
Contributions—employer	\$25,937	
Contributions—employee	21,529	
Net investment income	80,571	
Benefit payments, including refunds of employee contributions	(39,444)	
Administrative expense	(634)	
Other changes	<u>(11,346)</u>	
Net change in plan fiduciary net position	76,613	
Plan fiduciary net position—beginning	<u>594,340</u>	
Plan fiduciary net position—ending (b)	<u><u>\$670,953</u></u>	
 County's net pension liability—ending (a) – (b)	<u><u>\$350,206</u></u>	
 Plan fiduciary net position as a percentage of the total pension liability	65.71%	
 Covered-employee payroll	\$270,459	
 County's net pension liability as a percentage of covered-employee payroll	129.49%	

See accompanying notes to pension plan schedules.

Yavapai County
 Required Supplementary Information
 Schedule of County Pension Contributions
 Year Ended June 30, 2015

Arizona State Retirement System

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Statutorily required contribution	\$ 5,268,591	\$ 4,966,172	Information not available
County's contributions in relation to the statutorily required contribution	5,268,591	4,966,172	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$47,907,454	\$46,058,533	
County's contributions as a percentage of covered-employee payroll	11.00%	10.78%	

**Corrections Officer Retirement Plan—
 Administrative Office of the Courts**

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Statutorily required contribution	\$ 859,334	\$ 804,927	Information not available
County's contributions in relation to the statutorily required contribution	859,334	804,927	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$5,644,640	\$5,561,218	
County's contributions as a percentage of covered-employee payroll	15.22%	14.47%	

Elected Officials Retirement Plan

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Statutorily required contribution	\$ 422,170	\$ 477,238	Information not available
County's contributions in relation to the statutorily required contribution	422,170	477,238	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$2,076,661	\$2,059,739	
County's contributions as a percentage of covered-employee payroll	22.33%	23.17%	

PSPRS Sheriff

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Actuarially required contribution	\$2,035,907	\$1,852,166	Information not available
County's contributions in relation to the actuarially required contribution	2,035,907	1,852,166	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$6,914,257	\$6,750,559	
County's contributions as a percentage of covered-employee payroll	29.45%	27.44%	

See accompanying notes to pension plan schedules.

Yavapai County
 Required Supplementary Information
 Schedule of County Pension Contributions
 Year Ended June 30, 2015

PSPRS Attorney Investigators

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Actuarially required contribution	\$ 57,890	\$ 43,957	Information not available
County's contributions in relation to the actuarially required contribution	57,890	43,957	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$ 44,148	\$ -	
County's contributions as a percentage of covered- employee payroll	131.13%	0.00%	

CORP Detention

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Actuarially required contribution	\$ 781,431	\$ 797,162	Information not available
County's contributions in relation to the actuarially required contribution	781,431	797,162	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$6,632,955	\$6,504,219	
County's contributions as a percentage of covered- employee payroll	11.78%	12.26%	

CORP Dispatchers

	Reporting Fiscal Year		2013 through 2006
	2015	2014	
Actuarially required contribution	\$ 24,425	\$ 25,937	Information not available
County's contributions in relation to the actuarially required contribution	24,425	25,937	
County's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	
County's covered-employee payroll	\$234,082	\$270,459	
County's contributions as a percentage of covered- employee payroll	10.43%	9.60%	

See accompanying notes to pension plan schedules.

Yavapai County
 Required Supplementary Information
 Notes to Pension Plan Schedules
 Year Ended June 30, 2015

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 closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period as of the 2013 actuarial valuation	23 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 20% corridor
Actuarial assumptions:	
Investment rate of return	In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%
Projected salary increases	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 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	RP-2000 mortality table (adjusted by 105% for both males and females)

Yavapai County
 Required Supplementary Information
 Schedule of Agent OPEB Plans' Funding Progress
 Year Ended June 30, 2015

Health Insurance Premium Benefit

Actuarial Valuation Date	Actuarial value of assets (a)	Actuarial accrued liability (b)	Unfunded actuarial accrued liability (UAAL) (funding excess) (b) – (a)	Funded ratio (a)/(b)	Annual covered payroll (c)	UAAL (funding excess) as a percentage of covered payroll (b) – (a)/c
PSPRS Sheriff						
6/30/15	\$1,130,887	\$1,340,490	\$ 209,603	84.4%	\$6,284,638	3.34%
6/30/14	1,021,453	1,315,109	293,656	77.7%	6,503,749	4.52%
6/30/13	0	1,288,140	1,288,140	0.0%	6,514,365	19.77%
PSPRS Attorney Investigators						
6/30/15	\$16,824	\$14,589	\$(2,235)	115.3%	\$0	0.00%
6/30/14	17,214	15,189	(2,025)	113.3%	0	0.00%
6/30/13	0	15,752	15,752	0.0%	0	0.00%
CORP Detention						
6/30/15	\$1,068,117	\$565,727	\$(502,390)	188.8%	\$6,401,405	(7.85%)
6/30/14	971,902	563,689	(408,213)	172.42%	7,098,514	(5.75%)
6/30/13	0	501,672	501,672	0.0%	6,436,188	7.79%
CORP Dispatchers						
6/30/15	\$22,388	\$20,895	\$(1,493)	107.1%	\$203,000	(0.74%)
6/30/14	19,637	20,219	582	97.1%	275,904	0.21%
6/30/13	0	15,769	15,769	0.0%	273,054	5.78%

See accompanying notes to schedule of agent OPEB plans' funding progress.

Yavapai County
Required Supplementary Information
Notes to Schedule of Agent OPEB Plans' Funding Progress
Year Ended June 30, 2015

Note 1 – Factors That Affect the Identification of Trends

Beginning in fiscal year 2014, PSPRS and CORP established separate funds for pension benefits and health insurance premium benefits. Previously, the plans recorded both pension and health insurance premium contributions in the same Pension Fund. During fiscal year 2014, the plans transferred prior-year health insurance premium benefit contributions that exceeded benefit payments from each plan's Pension Fund to the new Health Insurance Fund.

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Yavapai County
Nonmajor Governmental Funds
Year Ended June 30, 2015

SPECIAL REVENUE FUNDS

Health Care	Accounts for a variety of health service programs funded by federal and state grant funds, appropriations, fees and local government contributions.
Recorder's Surcharge	Accounts for the collection of a special recording surcharge, not to exceed four dollars, to be used to defray the cost of converting the County Recorder's document storage and retrieval system to micrographics or computer automation as established by A.R.S. § 11-475.01.
Assessor's Surcharge	Accounts for the collection of a special recording surcharge, not to exceed four dollars, to be used to defray the cost of converting the County Assessor's document storage and retrieval system to micrographics or computer automation as established by A.R.S. § 11-269.06.
Treasurer's Surcharge	Accounts for the collection of a processing fee for tax liens, to be used to defray the cost of converting or upgrading an automatic public information system as established by A.R.S. § 11-495.
Election	Accounts for various federal grants administered by Elections.
Public Library	Provides and maintains library services for the residents of Yavapai County. Operations are funded by a secondary tax levy.
Education Service Agency	Educational services and programs, including an accommodation school, administered by the County School Superintendent.
Parks & Recreation	Accounts for fees and grants used for construction, maintenance and operation of parks.
Water Advisory Committee	Accounts for local government contributions used to assess the current and future supply of water.
Landfill / Environment	Used to fund operations of transfer stations, waste tire operations and closure costs of County landfills.
Public Works	Accounts for funds restricted to construction, repair and maintenance of County roads and Local Transportation Assistance Funds.
Finance	Accounts for the Workforce Investment Act federal grants and Fill the Gap monies collected and distributed in accordance with A.R.S. § 41-2421.
Improvement Districts	Administration of special districts for Street Lighting, Road and Sewer improvements.
Clerk of Superior Court	Accounts for various fees collected and used in accordance with state statutes.
County Attorney	Accounts for various programs administered by the County Attorney including Anti-Racketeering, Victim Witness and Bad Check.

Yavapai County
Nonmajor Governmental Funds
Year Ended June 30, 2015

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

DEBT SERVICE FUNDS

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

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue			
	Health Care	Recorder's Surcharge	Assessor's Surcharge	Treasurer's Surcharge
Assets				
Cash and cash equivalents	\$ 4,384,499	\$ 272,824	\$ 96,919	\$ 334,349
Receivables:				
Property taxes	-	-	-	-
Special assessments	-	-	-	-
Accounts	76,928	4,253	78	345
Due from:				
Other funds	252	-	-	-
Other governments	404,201	-	-	-
Prepaid items	17,958	-	-	-
Total assets	<u>\$ 4,883,838</u>	<u>\$ 277,077</u>	<u>\$ 96,997</u>	<u>\$ 334,694</u>
Liabilities				
Accounts payable	\$ 109,015	\$ 10,520	\$ -	\$ -
Accrued payroll and employee benefits	277,590	581	-	-
Due to other funds	10,393	-	-	-
Total liabilities	<u>396,998</u>	<u>11,101</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes	-	-	-	-
Unavailable revenue-special assessments	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	17,958	-	-	-
Restricted	3,721,262	265,976	96,997	334,694
Committed	747,620	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>4,486,840</u>	<u>265,976</u>	<u>96,997</u>	<u>334,694</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,883,838</u>	<u>\$ 277,077</u>	<u>\$ 96,997</u>	<u>\$ 334,694</u>

Special Revenue

Election	Public Library	Education Service Agency	Parks & Recreation	Landfill / Environment	Public Works
\$ 16,587	\$ 366,997	\$ 886,157	\$ 109,044	\$ 636,312	\$ 14,172
-	117,436	-	-	-	-
-	-	-	-	-	-
-	1,269	121,564	-	1,296	-
-	-	-	-	20,012	-
-	26,089	56,133	-	106,376	-
-	-	2,424	-	-	-
<u>\$ 16,587</u>	<u>\$ 511,791</u>	<u>\$ 1,066,278</u>	<u>\$ 109,044</u>	<u>\$ 763,996</u>	<u>\$ 14,172</u>
\$ -	\$ 18,633	\$ 21,233	\$ -	\$ 6,896	\$ -
-	32,941	41,102	-	2,522	-
-	1,125	5,233	8,423	2,093	-
<u>-</u>	<u>52,699</u>	<u>67,568</u>	<u>8,423</u>	<u>11,511</u>	<u>-</u>
-	76,214	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>76,214</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	2,424	-	-	-
16,587	382,878	609,861	100,621	752,485	14,172
-	-	386,425	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>16,587</u>	<u>382,878</u>	<u>998,710</u>	<u>100,621</u>	<u>752,485</u>	<u>14,172</u>
<u>\$ 16,587</u>	<u>\$ 511,791</u>	<u>\$ 1,066,278</u>	<u>\$ 109,044</u>	<u>\$ 763,996</u>	<u>\$ 14,172</u>

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015
(Continued)

	Special Revenue			
	Finance	Improvement Districts	Clerk of Superior Court	County Attorney
Assets				
Cash and cash equivalents	\$ 371,303	\$ 4,503,724	\$ 131,229	\$ 1,107,040
Receivables:				
Property taxes	-	128,871	-	-
Special assessments	-	-	-	-
Accounts	37,631	5,948	5,587	5,128
Due from:				
Other funds	-	-	-	113,915
Other governments	283,345	-	-	23,557
Prepaid items	-	180	-	-
Total assets	<u>\$ 692,279</u>	<u>\$ 4,638,723</u>	<u>\$ 136,816</u>	<u>\$ 1,249,640</u>
Liabilities				
Accounts payable	\$ 285,122	\$ 975,306	\$ -	\$ 322,633
Accrued payroll and employee benefits	-	27,167	-	26,523
Due to other funds	406,098	9,237	-	2,087
Total liabilities	<u>691,220</u>	<u>1,011,710</u>	<u>-</u>	<u>351,243</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes	-	83,581	-	-
Unavailable revenue-special assessments	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>83,581</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	-	180	-	-
Restricted	1,059	3,543,252	136,816	898,397
Committed	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>1,059</u>	<u>3,543,432</u>	<u>136,816</u>	<u>898,397</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 692,279</u>	<u>\$ 4,638,723</u>	<u>\$ 136,816</u>	<u>\$ 1,249,640</u>

Special Revenue

Law Enforcement	Emergency Management	Probation	Courts	Public Defender	Airport Development
\$ 1,146,782	\$ 200,862	\$ 1,938,317	\$ 1,153,497	\$ 375,355	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
59,037	270	104,450	50,332	9,144	-
2,874	-	24,567	240,992	83,783	-
113,195	31,850	4,893	24,170	6,731	28,707
5,421	-	14,172	-	-	-
<u>\$ 1,327,309</u>	<u>\$ 232,982</u>	<u>\$ 2,086,399</u>	<u>\$ 1,468,991</u>	<u>\$ 475,013</u>	<u>\$ 28,707</u>
\$ 64,458	\$ -	\$ 164,781	\$ 18,741	\$ 10,274	\$ 420,996
26,050	2,927	147,137	31,406	5,945	-
42,598	-	25,163	2,754	-	253,710
<u>133,106</u>	<u>2,927</u>	<u>337,081</u>	<u>52,901</u>	<u>16,219</u>	<u>674,706</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,421	-	14,172	-	-	-
1,188,782	230,055	1,733,503	1,387,118	458,794	-
-	-	1,643	28,972	-	-
-	-	-	-	-	(645,999)
<u>1,194,203</u>	<u>230,055</u>	<u>1,749,318</u>	<u>1,416,090</u>	<u>458,794</u>	<u>(645,999)</u>
<u>\$ 1,327,309</u>	<u>\$ 232,982</u>	<u>\$ 2,086,399</u>	<u>\$ 1,468,991</u>	<u>\$ 475,013</u>	<u>\$ 28,707</u>

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015
(Continued)

	Special Revenue	Debt Service		
	CYMPO	Coyote Springs	Poquito Valley	Prescott East
Assets				
Cash and cash equivalents	\$ -	\$ 474,553	\$ 560,894	\$ 36,505
Receivables:				
Property taxes	-	-	-	-
Special assessments	-	372,844	1,079,943	-
Accounts	-	-	-	-
Due from:				
Other funds	-	-	-	-
Other governments	51,943	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 51,943</u>	<u>\$ 847,397</u>	<u>\$ 1,640,837</u>	<u>\$ 36,505</u>
Liabilities				
Accounts payable	\$ 1,377	\$ -	\$ -	\$ -
Accrued payroll and employee benefits	5,488	-	-	-
Due to other funds	46,566	-	-	2,132
Total liabilities	<u>53,431</u>	<u>-</u>	<u>-</u>	<u>2,132</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes	-	-	-	-
Unavailable revenue-special assessments	-	372,844	1,079,943	-
Total deferred inflows of resources	<u>-</u>	<u>372,844</u>	<u>1,079,943</u>	<u>-</u>
Fund Balances				
Nonspendable	-	-	-	-
Restricted	-	474,553	560,894	34,373
Committed	-	-	-	-
Unassigned	(1,488)	-	-	-
Total fund balances	<u>(1,488)</u>	<u>474,553</u>	<u>560,894</u>	<u>34,373</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 51,943</u>	<u>\$ 847,397</u>	<u>\$ 1,640,837</u>	<u>\$ 36,505</u>

Total
Nonmajor
Governmental
Funds

\$ 19,117,921

246,307
1,452,787
483,260

486,395
1,161,190
40,155

\$ 22,988,015

\$ 2,429,985

627,379
817,612

3,874,976

159,795

1,452,787

1,612,582

40,155

16,943,129

1,164,660

(647,487)

17,500,457

\$ 22,988,015

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2015

	Special Revenue			
	Health Care	Recorder's Surcharge	Assessor's Surcharge	Treasurer's Surcharge
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Licenses and permits	747,287	-	-	-
Intergovernmental	5,132,458	-	-	-
Charges for services	6,435,446	233,900	-	20,834
Fines and forfeits	-	-	-	-
Investment earnings	2,641	(259)	(207)	(209)
Miscellaneous	1,814,949	-	-	12,720
Total revenues	14,132,781	233,641	(207)	33,345
Expenditures:				
Current:				
General government	-	197,851	19,520	9,961
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Health	14,106,085	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	14,106,085	197,851	19,520	9,961
Excess (deficiency) of revenues over expenditures	26,696	35,790	(19,727)	23,384
Other financing sources (uses):				
Sale of capital assets	-	440	-	-
Transfers in	632,407	-	-	-
Transfers out	-	(23,276)	-	-
Total other financing sources (uses)	632,407	(22,836)	-	-
Net change in fund balances	659,103	12,954	(19,727)	23,384
Fund Balances, July 1, 2014	3,827,737	253,022	116,724	311,310
Fund Balances, June 30, 2015	<u>\$ 4,486,840</u>	<u>\$ 265,976</u>	<u>\$ 96,997</u>	<u>\$ 334,694</u>

Special Revenue					
Election	Public Library	Education Service Agency	Parks & Recreation	Water Advisory Committee	Landfill / Environment
\$ -	\$ 3,345,274	\$ 252,314	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	109,771	1,454,756	-	-	433,130
-	-	1,048,218	-	-	16,714
-	-	-	-	-	-
32	(2,325)	581	(1,816)	(750)	(2,960)
-	46,613	731,933	10,610	1,900	11,170
<u>32</u>	<u>3,499,333</u>	<u>3,487,802</u>	<u>8,794</u>	<u>1,150</u>	<u>458,054</u>
31	4,126,485	-	165,544	81,110	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	423,840
-	-	-	-	-	-
-	-	-	9,640	-	-
-	-	3,400,332	-	-	-
-	-	51,758	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>31</u>	<u>4,126,485</u>	<u>3,452,090</u>	<u>175,184</u>	<u>81,110</u>	<u>423,840</u>
1	(627,152)	35,712	(166,390)	(79,960)	34,214
6,500	-	-	-	-	-
-	-	-	6,564	-	-
-	-	-	(80,175)	(26,299)	-
<u>6,500</u>	<u>-</u>	<u>-</u>	<u>(73,611)</u>	<u>(26,299)</u>	<u>-</u>
6,501	(627,152)	35,712	(240,001)	(106,259)	34,214
10,086	1,010,030	962,998	340,622	106,259	718,271
<u>\$ 16,587</u>	<u>\$ 382,878</u>	<u>\$ 998,710</u>	<u>\$ 100,621</u>	<u>\$ -</u>	<u>\$ 752,485</u>

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2015
(Continued)

	Special Revenue			
	Public Works	Finance	Improvement Districts	Clerk of Superior Court
Revenues:				
Property taxes	\$ -	\$ -	\$ 4,106,816	\$ -
Special assessments	-	-	15,431	-
Licenses and permits	-	-	-	-
Intergovernmental	-	1,931,485	89,521	-
Charges for services	-	-	-	63,224
Fines and forfeits	-	408,098	-	272
Investment earnings	(19)	(1,756)	(6,020)	149
Miscellaneous	9	-	9,450	12
Total revenues	(10)	2,337,827	4,215,198	63,657
Expenditures:				
Current:				
General government	-	1,933,262	-	5,500
Public safety	-	-	4,860,526	-
Highways and streets	-	-	69,747	-
Sanitation	-	-	19,424	-
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	-	1,933,262	4,949,697	5,500
Excess (deficiency) of revenues over expenditures	(10)	404,565	(734,499)	58,157
Other financing sources (uses):				
Sale of capital assets	-	-	3,381	-
Transfers in	-	-	-	-
Transfers out	-	(406,098)	-	-
Total other financing sources (uses)	-	(406,098)	3,381	-
Net change in fund balances	(10)	(1,533)	(731,118)	58,157
Fund Balances, July 1, 2014	14,182	2,592	4,274,550	78,659
Fund Balances, June 30, 2015	<u>\$ 14,172</u>	<u>\$ 1,059</u>	<u>\$ 3,543,432</u>	<u>\$ 136,816</u>

Special Revenue

County Attorney	Law Enforcement	Emergency Management	Probation	Courts	Public Defender
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
783,702	1,832,792	191,162	5,057,255	582,552	23,177
34,493	174,209	-	1,046,105	337,767	90,964
116	12,303	-	-	183,440	-
(1,775)	(360)	530	(3,034)	(538)	(451)
1,227,729	332,557	-	91	67,631	9
<u>2,044,265</u>	<u>2,351,501</u>	<u>191,692</u>	<u>6,100,417</u>	<u>1,170,852</u>	<u>113,699</u>
2,126,884	-	126,905	-	1,370,123	246,724
-	2,334,527	-	6,136,530	12,279	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,126,884</u>	<u>2,334,527</u>	<u>126,905</u>	<u>6,136,530</u>	<u>1,382,402</u>	<u>246,724</u>
(82,619)	16,974	64,787	(36,113)	(211,550)	(133,025)
-	3,936	-	4,398	-	-
88,190	89,527	-	-	272,183	83,782
(277,433)	-	-	-	-	-
<u>(189,243)</u>	<u>93,463</u>	<u>-</u>	<u>4,398</u>	<u>272,183</u>	<u>83,782</u>
(271,862)	110,437	64,787	(31,715)	60,633	(49,243)
1,170,259	1,083,766	165,268	1,781,033	1,355,457	508,037
<u>\$ 898,397</u>	<u>\$ 1,194,203</u>	<u>\$ 230,055</u>	<u>\$ 1,749,318</u>	<u>\$ 1,416,090</u>	<u>\$ 458,794</u>

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2015
(Continued)

	Special Revenue		Debt Service	
	Airport Development	CYMPO	Coyote Springs	Poquito Valley
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	106,928	201,431
Licenses and permits	-	-	-	-
Intergovernmental	2,220,026	328,476	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Investment earnings	1,159	629	(513)	(686)
Miscellaneous	266,398	5,557	-	-
Total revenues	<u>2,487,583</u>	<u>334,662</u>	<u>106,415</u>	<u>200,745</u>
Expenditures:				
Current:				
General government	3,085,108	-	-	-
Public safety	-	-	-	-
Highways and streets	-	335,520	-	-
Sanitation	-	-	-	-
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	11,085	-	-	-
Debt service:				
Principal retirement	-	-	80,000	95,000
Interest and other charges	-	-	39,240	95,221
Total expenditures	<u>3,096,193</u>	<u>335,520</u>	<u>119,240</u>	<u>190,221</u>
Excess (deficiency) of revenues over expenditures	(608,610)	(858)	(12,825)	10,524
Other financing sources (uses):				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(608,610)	(858)	(12,825)	10,524
Fund Balances, July 1, 2014	(37,389)	(630)	487,378	550,370
Fund Balances, June 30, 2015	<u>\$ (645,999)</u>	<u>\$ (1,488)</u>	<u>\$ 474,553</u>	<u>\$ 560,894</u>

Debt Service		Total Nonmajor Governmental Funds
Prescott East	Granite Gardens	
\$ -	\$ -	\$ 7,704,404
-	-	323,790
-	-	747,287
-	-	20,170,263
-	-	9,501,874
-	-	604,229
(47)	(33)	(18,037)
10	-	4,539,348
<u>(37)</u>	<u>(33)</u>	<u>43,573,158</u>
-	4,853	13,499,861
-	-	13,343,862
-	-	405,267
2,132	-	445,396
-	-	14,106,085
-	-	9,640
-	-	3,400,332
-	-	62,843
-	-	175,000
-	-	134,461
<u>2,132</u>	<u>4,853</u>	<u>45,582,747</u>
(2,169)	(4,886)	(2,009,589)
-	-	18,655
-	-	1,172,653
-	-	(813,281)
-	-	378,027
(2,169)	(4,886)	(1,631,562)
36,542	4,886	19,132,019
<u>\$ 34,373</u>	<u>\$ -</u>	<u>\$ 17,500,457</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Capital Projects
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
County sales taxes	\$ 2,272,631	\$ 2,272,631	\$ 2,249,543	\$ (23,088)
Investment earnings	35,000	35,000	(30,403)	(65,403)
Miscellaneous	-	-	121,232	121,232
Total revenues	2,307,631	2,307,631	2,340,372	32,741
Expenditures:				
Capital outlay				
Board of Supervisors	10,446,746	10,446,746	2,611,975	7,834,771
Total expenditures	10,446,746	10,446,746	2,611,975	7,834,771
Excess (deficiency) of revenues over expenditures	(8,139,115)	(8,139,115)	(271,603)	7,867,512
Other financing sources (uses):				
Transfers in	6,324,000	6,324,000	23,276	(6,300,724)
Transfers out	(8,928,075)	(8,928,075)	(2,625,350)	6,302,725
Total other financing sources (uses)	(2,604,075)	(2,604,075)	(2,602,074)	2,001
Net change in fund balances	(10,743,190)	(10,743,190)	(2,873,677)	7,869,513
Fund Balance, July 1, 2014	10,743,190	10,743,190	19,401,315	8,658,125
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 16,527,638	\$ 16,527,638

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Capital Projects Debt Service
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 111	\$ 111
Total revenues	-	-	111	111
Expenditures:				
Debt service				
Principal retirement	1,155,112	1,155,112	1,153,112	2,000
Interest and other charges	958,753	958,753	958,752	1
Total expenditures	2,113,865	2,113,865	2,111,864	2,001
Excess (deficiency) of revenues over expenditures	(2,113,865)	(2,113,865)	(2,111,753)	2,112
Other financing sources (uses):				
Transfers in	2,113,865	2,113,865	2,111,865	(2,000)
Total other financing sources (uses)	2,113,865	2,113,865	2,111,865	(2,000)
Net change in fund balances	-	-	112	112
Fund Balance, July 1, 2014	-	-	1,682	1,682
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 1,794	\$ 1,794

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Health Care
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 779,223	\$ 779,223	\$ 747,287	\$ (31,936)
Intergovernmental	4,498,085	4,498,085	5,132,458	634,373
Charges for services	5,849,342	5,849,342	6,435,446	586,104
Investment earnings	10,000	10,000	2,641	(7,359)
Miscellaneous	1,522,886	1,522,886	1,814,949	292,063
Total revenues	<u>12,659,536</u>	<u>12,659,536</u>	<u>14,132,781</u>	<u>1,473,245</u>
Expenditures:				
Health				
Health	13,677,946	13,677,946	14,106,085	(428,139)
Total expenditures	<u>13,677,946</u>	<u>13,677,946</u>	<u>14,106,085</u>	<u>(428,139)</u>
Excess (deficiency) of revenues over expenditures	(1,018,410)	(1,018,410)	26,696	1,045,106
Other financing sources (uses):				
Transfers in	1,298,070	1,298,070	632,407	(665,663)
Transfers out	(315,663)	(315,663)	-	315,663
Total other financing sources (uses)	<u>982,407</u>	<u>982,407</u>	<u>632,407</u>	<u>(350,000)</u>
Net change in fund balances	(36,003)	(36,003)	659,103	695,106
Fund Balance, July 1, 2014	36,003	36,003	3,827,737	3,791,734
Fund Balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,486,840</u>	<u>\$ 4,486,840</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Recorder's Surcharge
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 275,000	\$ 275,000	\$ 233,900	\$ (41,100)
Investment earnings	-	-	(259)	(259)
Total revenues	275,000	275,000	233,641	(41,359)
Expenditures:				
General government				
Elections	-	-	30	(30)
Recorder	292,173	292,173	197,821	94,352
Total expenditures	292,173	292,173	197,851	94,322
Excess (deficiency) of revenues over expenditures	(17,173)	(17,173)	35,790	52,963
Other financing sources (uses):				
Sale of capital assets	-	-	440	440
Transfers out	(23,275)	(23,275)	(23,276)	(1)
Total other financing sources (uses)	(23,275)	(23,275)	(22,836)	439
Net change in fund balances	(40,448)	(40,448)	12,954	53,402
Fund Balance, July 1, 2014	40,448	40,448	253,022	212,574
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 265,976	\$ 265,976

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Assessor's Surcharge
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ (207)	\$ (207)
Total revenues	-	-	(207)	(207)
Expenditures:				
General government				
Assessor	115,669	115,669	19,520	96,149
Total expenditures	115,669	115,669	19,520	96,149
Net change in fund balances	(115,669)	(115,669)	(19,727)	95,942
Fund Balance, July 1, 2014	115,669	115,669	116,724	1,055
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 96,997	\$ 96,997

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Treasurer's Surcharge
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 40,000	\$ 40,000	\$ 20,834	\$ (19,166)
Investment earnings	-	-	(209)	(209)
Miscellaneous	-	-	12,720	12,720
Total revenues	40,000	40,000	33,345	(6,655)
Expenditures:				
General government				
Treasurer	300,000	300,000	9,961	290,039
Total expenditures	300,000	300,000	9,961	290,039
Net change in fund balances	(260,000)	(260,000)	23,384	283,384
Fund Balance, July 1, 2014	260,000	260,000	311,310	51,310
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 334,694	\$ 334,694

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Library
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 3,400,000	\$ 3,400,000	\$ 3,345,274	\$ (54,726)
Intergovernmental	59,501	59,501	109,771	50,270
Investment earnings	-	-	(2,325)	(2,325)
Miscellaneous	66,143	66,143	46,613	(19,530)
Total revenues	3,525,644	3,525,644	3,499,333	(26,311)
Expenditures:				
General government				
Library	4,424,019	4,424,019	4,126,485	297,534
Total expenditures	4,424,019	4,424,019	4,126,485	297,534
Net change in fund balances	(898,375)	(898,375)	(627,152)	271,223
Fund Balance, July 1, 2014	898,375	898,375	1,010,030	111,655
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 382,878	\$ 382,878

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Education Service Agency
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ -	\$ -	\$ 252,314	\$ 252,314
Intergovernmental	886,142	886,142	1,454,756	568,614
Charges for services	1,177,136	1,177,136	1,048,218	(128,918)
Investment earnings	-	-	581	581
Miscellaneous	147,270	147,270	731,933	584,663
Total revenues	2,210,548	2,210,548	3,487,802	1,277,254
Expenditures:				
Education				
School Superintendent	2,258,689	2,258,689	3,400,332	(1,141,643)
Capital outlay				
School Superintendent	-	-	51,758	(51,758)
Total expenditures	2,258,689	2,258,689	3,452,090	(1,193,401)
Excess (deficiency) of revenues over expenditures	(48,141)	(48,141)	35,712	83,853
Other financing sources (uses):				
Transfers in	100	100	-	(100)
Transfers out	(100)	(100)	-	100
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(48,141)	(48,141)	35,712	83,853
Fund Balance, July 1, 2014	48,141	48,141	962,998	914,857
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 998,710	\$ 998,710

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Parks & Recreation
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ (1,816)	\$ (1,816)
Miscellaneous	-	-	10,610	10,610
Total revenues	-	-	8,794	8,794
Expenditures:				
General government				
Board of Supervisors	333,525	333,525	165,544	167,981
Culture & recreation				
Facilities	6,875	6,875	9,640	(2,765)
Total expenditures	340,400	340,400	175,184	165,216
Excess (deficiency) of revenues over expenditures	(340,400)	(340,400)	(166,390)	174,010
Other financing sources (uses):				
Transfers in			6,564	6,564
Transfers out	-	-	(80,175)	(80,175)
Total other financing sources (uses)	-	-	(73,611)	(73,611)
Net change in fund balances	(340,400)	(340,400)	(240,001)	100,399
Fund Balance, July 1, 2014	340,400	340,400	340,622	222
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 100,621	\$ 100,621

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Water Advisory Committee
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 154,773	\$ 154,773	\$ -	\$ (154,773)
Investment earnings	-	-	(750)	(750)
Miscellaneous	-	-	1,900	1,900
Total revenues	154,773	154,773	1,150	(153,623)
Expenditures:				
General government				
Board of Supervisors	250,154	250,154	81,110	169,044
Total expenditures	250,154	250,154	81,110	169,044
Excess (deficiency) of revenues over expenditures	(95,381)	(95,381)	(79,960)	15,421
Other financing sources (uses):				
Transfers out	-	-	(26,299)	(26,299)
Total other financing sources (uses)	-	-	(26,299)	(26,299)
Net change in fund balances	(95,381)	(95,381)	(106,259)	(10,878)
Fund Balance, July 1, 2014	95,381	95,381	106,259	10,878
Fund Balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Landfill / Environment
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 400,000	\$ 400,000	\$ 433,130	\$ 33,130
Charges for services	-	-	16,714	16,714
Investment earnings	-	-	(2,960)	(2,960)
Miscellaneous	-	-	11,170	11,170
Total revenues	400,000	400,000	458,054	58,054
Expenditures:				
Sanitation				
Landfill	552,837	552,837	423,840	128,997
Total expenditures	552,837	552,837	423,840	128,997
Net change in fund balances	(152,837)	(152,837)	34,214	187,051
Fund Balance, July 1, 2014	152,837	152,837	718,271	565,434
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 752,485	\$ 752,485

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Works
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 10,310	\$ 10,310	\$ -	\$ (10,310)
Investment earnings	-	-	(19)	(19)
Miscellaneous	-	-	9	9
Total revenues	10,310	10,310	(10)	(10,320)
Expenditures:				
Highways and streets				
Public Works	10,310	10,310	-	10,310
Total expenditures	10,310	10,310	-	10,310
Net change in fund balances	-	-	(10)	(10)
Fund Balance, July 1, 2014	-	-	14,182	14,182
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 14,172	\$ 14,172

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Finance
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,550,000	\$ 2,550,000	\$ 1,931,485	\$ (618,515)
Fines and forfeits	-	-	408,098	408,098
Investment earnings	-	-	(1,756)	(1,756)
Miscellaneous	327,555	327,555	-	(327,555)
Total revenues	2,877,555	2,877,555	2,337,827	(539,728)
Expenditures:				
General government				
Board of Supervisors	750,000	750,000	622,055	127,945
Finance	1,800,000	1,800,000	1,311,207	488,793
Total expenditures	2,550,000	2,550,000	1,933,262	616,738
Excess (deficiency) of revenues over expenditures	327,555	327,555	404,565	77,010
Other financing sources (uses):				
Transfers out	(327,555)	(327,555)	(406,098)	(78,543)
Total other financing sources (uses)	(327,555)	(327,555)	(406,098)	(78,543)
Net change in fund balances	-	-	(1,533)	(1,533)
Fund Balance, July 1, 2014	-	-	2,592	2,592
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 1,059	\$ 1,059

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Improvement Districts
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 4,153,922	\$ 4,153,922	\$ 4,106,816	\$ (47,106)
Special assessments	322,103	322,103	15,431	(306,672)
Intergovernmental	-	-	89,521	89,521
Investment earnings	-	-	(6,020)	(6,020)
Miscellaneous	215,000	215,000	9,450	(205,550)
Total revenues	4,691,025	4,691,025	4,215,198	(475,827)
Expenditures:				
Public safety				
Flood Control	7,649,213	7,649,213	4,860,526	2,788,687
Highways and streets				
Public Works	87,172	87,172	69,747	17,425
Sanitation				
Special Districts	124,470	124,470	19,424	105,046
Total expenditures	7,860,855	7,860,855	4,949,697	2,911,158
Excess (deficiency) of revenues over expenditures	(3,169,830)	(3,169,830)	(734,499)	2,435,331
Other financing sources (uses):				
Sale of capital assets	-	-	3,381	3,381
Transfers out	(312,103)	(312,103)	-	312,103
Total other financing sources (uses)	(312,103)	(312,103)	3,381	315,484
Net change in fund balances	(3,481,933)	(3,481,933)	(731,118)	2,750,815
Fund Balance, July 1, 2014	3,481,933	3,481,933	4,274,550	792,617
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 3,543,432	\$ 3,543,432

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Clerk of Superior Court
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 69,167	\$ 69,167	\$63,224	\$ (5,943)
Fines and forfeits	-	-	272	272
Investment earnings	2	2	149	147
Miscellaneous	-	-	12	12
Total revenues	69,169	69,169	63,657	(5,512)
Expenditures:				
General government				
Clerk of the Court	119,152	119,152	5,500	113,652
Total expenditures	119,152	119,152	5,500	113,652
Net change in fund balances	(49,983)	(49,983)	58,157	108,140
Fund Balance, July 1, 2014	49,983	49,983	78,659	28,676
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 136,816	\$ 136,816

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Attorney
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 816,288	\$ 816,288	\$ 783,702	\$ (32,586)
Charges for services	37,000	37,000	34,493	(2,507)
Fines and forfeits	-	-	116	116
Investment earnings	-	-	(1,775)	(1,775)
Miscellaneous	-	-	1,227,729	1,227,729
Total revenues	853,288	853,288	2,044,265	1,190,977
Expenditures:				
General government				
County Attorney	793,635	793,635	2,126,884	(1,333,249)
Total expenditures	793,635	793,635	2,126,884	(1,333,249)
Excess (deficiency) of revenues over expenditures	59,653	59,653	(82,619)	(142,272)
Other financing sources (uses):				
Transfers in	-	-	88,190	88,190
Transfers out	(175,874)	(175,874)	(277,433)	(101,559)
Total other financing sources (uses)	(175,874)	(175,874)	(189,243)	(13,369)
Net change in fund balances	(116,221)	(116,221)	(271,862)	(155,641)
Fund Balance, July 1, 2014	116,221	116,221	1,170,259	1,054,038
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 898,397	\$ 898,397

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Law Enforcement
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,428,987	\$ 1,428,987	\$ 1,832,792	\$ 403,805
Charges for services	195,000	195,000	174,209	(20,791)
Fines and forfeits	10,600	10,600	12,303	1,703
Investment earnings	15	15	(360)	(375)
Miscellaneous	473,000	473,000	332,557	(140,443)
Total revenues	2,107,602	2,107,602	2,351,501	243,899
Expenditures:				
Public safety				
Sheriff	2,380,387	2,380,387	2,334,527	45,860
Total expenditures	2,380,387	2,380,387	2,334,527	45,860
Excess (deficiency) of revenues over expenditures	(272,785)	(272,785)	16,974	289,759
Other financing sources (uses):				
Sale of capital assets	-	-	3,936	3,936
Transfers in	-	-	89,527	89,527
Total other financing sources (uses)	-	-	93,463	93,463
Net change in fund balances	(272,785)	(272,785)	110,437	383,222
Fund Balance, July 1, 2014	272,785	272,785	1,083,766	810,981
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 1,194,203	\$ 1,194,203

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Emergency Management
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 144,000	\$ 144,000	\$ 191,162	\$ 47,162
Investment earnings	-	-	530	530
Total revenues	144,000	144,000	191,692	47,692
Expenditures:				
General government				
Emergency Management	205,400	205,400	126,905	78,495
Total expenditures	205,400	205,400	126,905	78,495
Net change in fund balances	(61,400)	(61,400)	64,787	126,187
Fund Balance, July 1, 2014	61,400	61,400	165,268	103,868
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 230,055	\$ 230,055

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Probation
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 5,014,302	\$ 5,014,302	\$ 5,057,255	\$ 42,953
Charges for services	968,306	968,306	1,046,105	77,799
Investment earnings	-	-	(3,034)	(3,034)
Miscellaneous	-	-	91	91
Total revenues	5,982,608	5,982,608	6,100,417	117,809
Expenditures:				
Public safety				
Adult Probation	3,846,748	3,846,748	4,205,740	(358,992)
Juvenile Probation	2,239,778	2,239,778	1,930,790	308,988
Total expenditures	6,086,526	6,086,526	6,136,530	(50,004)
Excess (deficiency) of revenues over expenditures	(103,918)	(103,918)	(36,113)	67,805
Other financing sources (uses):				
Transfers in	24,422	24,422	-	(24,422)
Transfers out	(24,422)	(24,422)	-	24,422
Sale of capital assets	-	-	4,398	4,398
Total other financing sources (uses)	-	-	4,398	4,398
Net change in fund balances	(103,918)	(103,918)	(31,715)	72,203
Fund Balance, July 1, 2014	103,918	103,918	1,781,033	1,677,115
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 1,749,318	\$ 1,749,318

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Courts
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 822,865	\$ 822,865	\$ 582,552	\$ (240,313)
Charges for services	270,676	270,676	337,767	67,091
Fines and forfeits	-	-	183,440	183,440
Investment earnings	-	-	(538)	(538)
Miscellaneous	484,871	484,871	67,631	(417,240)
Total revenues	1,578,412	1,578,412	1,170,852	(407,560)
Expenditures:				
General government				
Superior Court	1,534,721	1,534,721	1,279,806	254,915
Clerk of Superior Court	461,181	461,181	33,772	427,409
Prescott Justice of the Peace	-	-	42,666	(42,666)
Bagdad/Yarnell Justice of the Peace	-	-	2,713	(2,713)
Verde Valley Justice of the Peace	-	-	4,211	(4,211)
Mayer Justice of the Peace	-	-	4,458	(4,458)
Seligman Justice of the Peace	-	-	2,497	(2,497)
Total General government	1,995,902	1,995,902	1,370,123	625,779
Public safety				
Adult Probation	583,620	583,620	-	583,620
Juvenile Probation	18,000	18,000	12,279	5,721
Total Public safety	601,620	601,620	12,279	589,341
Total expenditures	2,597,522	2,597,522	1,382,402	1,215,120
Excess (deficiency) of revenues over expenditures	(1,019,110)	(1,019,110)	(211,550)	807,560
Other financing sources (uses):				
Transfers in	369,276	369,276	272,183	(97,093)
Total other financing sources (uses)	369,276	369,276	272,183	(97,093)
Net change in fund balances	(649,834)	(649,834)	60,633	710,467
Fund Balance, July 1, 2014	649,834	649,834	1,355,457	705,623
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 1,416,090	\$ 1,416,090

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Defender
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 101,000	\$ 101,000	\$ 23,177	\$ (77,823)
Charges for services	85,000	85,000	90,964	5,964
Investment earnings	-	-	(451)	(451)
Miscellaneous	-	-	9	9
Total revenues	<u>186,000</u>	<u>186,000</u>	<u>113,699</u>	<u>(72,301)</u>
Expenditures:				
General government				
Public Defender	<u>250,000</u>	<u>250,000</u>	<u>246,724</u>	<u>3,276</u>
Total expenditures	<u>250,000</u>	<u>250,000</u>	<u>246,724</u>	<u>3,276</u>
Excess (deficiency) of revenues over expenditures	(64,000)	(64,000)	(133,025)	(69,025)
Other financing sources (uses):				
Transfers in	<u>-</u>	<u>-</u>	<u>83,782</u>	<u>83,782</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>83,782</u>	<u>83,782</u>
Net change in fund balances	(64,000)	(64,000)	(49,243)	14,757
Fund Balance, July 1, 2014	<u>64,000</u>	<u>64,000</u>	<u>508,037</u>	<u>444,037</u>
Fund Balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 458,794</u>	<u>\$ 458,794</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Airport Development
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 3,179,020	\$ 3,179,020	\$ 2,220,026	\$ (958,994)
Investment earnings	-	-	1,159	1,159
Miscellaneous	-	-	266,398	266,398
Total revenues	<u>3,179,020</u>	<u>3,179,020</u>	<u>2,487,583</u>	<u>(691,437)</u>
Expenditures:				
General government				
Airport Development	-	-	3,085,108	(3,085,108)
Capital outlay				
Airport Development	<u>3,179,020</u>	<u>3,179,020</u>	<u>11,085</u>	<u>3,167,935</u>
Total expenditures	<u>3,179,020</u>	<u>3,179,020</u>	<u>3,096,193</u>	<u>82,827</u>
Net change in fund balances	-	-	(608,610)	(608,610)
Fund Balance, July 1, 2014	-	-	(37,389)	(37,389)
Fund Balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (645,999)</u>	<u>\$ (645,999)</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
CYMPO
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 285,000	\$ 285,000	\$ 328,476	\$ 43,476
Investment earnings	-	-	629	629
Miscellaneous	-	-	5,557	5,557
Total revenues	285,000	285,000	334,662	49,662
Expenditures:				
Highways and streets				
CYMPO	285,000	285,000	335,520	(50,520)
Total expenditures	285,000	285,000	335,520	(50,520)
Net change in fund balances	-	-	(858)	(858)
Fund Balance, July 1, 2014	-	-	(630)	(630)
Fund Balance, June 30, 2015	\$ -	\$ -	\$ (1,488)	\$ (1,488)

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Coyote Springs Debt Service
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Special assessments	\$ -	\$ -	\$ 106,928	\$ 106,928
Investment earnings	-	-	(513)	(513)
Total revenues	-	-	106,415	106,415
Expenditures:				
Debt service				
Principal retirement	80,000	80,000	80,000	-
Interest and other charges	40,200	40,200	39,240	960
Total expenditures	120,200	120,200	119,240	960
Excess (deficiency) of revenues over expenditures	(120,200)	(120,200)	(12,825)	107,375
Other financing sources (uses):				
Transfers in	120,200	120,200	-	(120,200)
Total other financing sources (uses)	120,200	120,200	-	(120,200)
Net change in fund balances	-	-	(12,825)	(12,825)
Fund Balance, July 1, 2014	-	-	487,378	487,378
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 474,553	\$ 474,553

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Poquito Valley Debt Service
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Special assessments	\$ -	\$ -	\$ 201,431	\$ 201,431
Investment earnings	-	-	(686)	(686)
Total revenues	-	-	200,745	200,745
Expenditures:				
Debt service				
Principal retirement	95,000	95,000	95,000	-
Interest and other charges	96,903	96,903	95,221	1,682
Total expenditures	191,903	191,903	190,221	1,682
Excess (deficiency) of revenues over expenditures	(191,903)	(191,903)	10,524	202,427
Other financing sources (uses):				
Transfers in	191,903	191,903	-	(191,903)
Total other financing sources (uses)	191,903	191,903	-	(191,903)
Net change in fund balances	-	-	10,524	10,524
Fund Balance, July 1, 2014	-	-	550,370	550,370
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 560,894	\$ 560,894

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Prescott East Debt Service
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ (47)	\$ (47)
Miscellaneous	-	-	10	10
Total revenues	-	-	(37)	(37)
Expenditures:				
Sanitation				
Special Districts	20,000	20,000	2,132	17,868
Total expenditures	20,000	20,000	2,132	17,868
Net change in fund balances	(20,000)	(20,000)	(2,169)	17,831
Fund Balance, July 1, 2014	20,000	20,000	36,542	16,542
Fund Balance, June 30, 2015	\$ -	\$ -	\$ 34,373	\$ 34,373

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AGENCY FUNDS



Yavapai County
Statement of Changes in Assets and Liabilities
Agency Funds
Year Ended June 30, 2015

Assets	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
Equity in pooled cash and investments	\$ 3,544,116	\$ 17,562,421	\$ (17,020,026)	\$ 4,086,511
Total assets	<u>\$ 3,544,116</u>	<u>\$ 17,562,421</u>	<u>\$ (17,020,026)</u>	<u>\$ 4,086,511</u>
Liabilities				
Deposits held for others	\$ 3,544,116	\$ 17,562,421	\$ (17,020,026)	\$ 4,086,511
Total liabilities	<u>\$ 3,544,116</u>	<u>\$ 17,562,421</u>	<u>\$ (17,020,026)</u>	<u>\$ 4,086,511</u>

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STATISTICAL SECTION



Yavapai County
Statistical Section
Year Ended June 30, 2015

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

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	138
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	144
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.	148
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	151
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.	153

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

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

	Fiscal Year									
	<u>2006</u>	<u>2007</u> <u>As restated</u>	<u>2008</u>	<u>2009</u> <u>As restated</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u> <u>As restated</u>	<u>2014</u>	<u>2015</u>
Governmental activities										
Net investment in capital assets	\$224,412,765	\$225,318,014	\$229,172,469	\$223,287,295	\$222,740,108	\$223,888,086	\$233,664,415	\$246,279,437	\$244,885,761	\$239,962,002
Restricted	607,294	606,573	3,710,523	7,875,823	8,531,392	44,673,785	30,244,964	29,223,380	29,399,661	27,423,213
Unrestricted (deficit)	40,972,673	57,826,910	64,650,547	68,173,526	75,774,030	41,562,207	46,892,632	32,387,781	34,282,231	(104,573,658)
Total governmental activities net position	\$265,992,732	\$283,751,497	\$297,533,539	\$299,336,644	\$307,045,530	\$310,124,078	\$310,802,011	\$307,890,598	\$308,567,653	\$162,811,557
Business-type activities										
Net investment in capital assets	\$ 143,635	\$ 195,903	\$ 176,099	\$ 200,204	\$ 167,581	\$ 98,057	\$ -	\$ -	\$ -	\$ -
Restricted	3,756,119	5,023,106	3,781,682	2,697,563	3,017,325	5,795,317	-	-	-	-
Total business-type activities net position	\$ 3,899,754	\$ 5,219,009	\$ 3,957,781	\$ 2,897,767	\$ 3,184,906	\$ 5,893,374	\$ -	\$ -	\$ -	\$ -
Primary government										
Net investment in capital assets	\$224,556,400	\$225,513,917	\$229,348,568	\$223,487,499	\$222,907,689	\$223,986,143	\$233,664,415	\$246,279,437	\$244,885,761	\$239,962,002
Restricted	4,363,413	5,629,679	7,492,205	10,573,386	11,548,717	50,469,102	30,244,964	29,223,380	29,399,661	27,423,213
Unrestricted (deficit)	40,972,673	57,826,910	64,650,547	68,173,526	75,774,030	41,562,207	46,892,632	32,387,781	34,282,231	(104,573,658)
Total primary government net position	\$269,892,486	\$288,970,506	\$301,491,320	\$302,234,411	\$310,230,436	\$316,017,452	\$310,802,011	\$307,890,598	\$308,567,653	\$162,811,557

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

	Fiscal Year									
	<u>2006</u>	<u>2007</u> <u>As restated</u>	<u>2008</u>	<u>2009</u> <u>As restated</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u> <u>As restated</u>	<u>2014</u>	<u>2015</u>
Expenses										
Governmental activities:										
General government	\$ 50,250,176	\$ 53,476,984	\$ 56,463,230	\$ 54,763,915	\$ 59,704,858	\$ 59,429,434	\$ 62,345,662	\$ 61,913,160	\$ 61,634,911	\$ 73,547,614
Public safety	42,840,060	45,577,212	49,004,105	50,648,123	48,420,364	47,609,527	49,388,684	51,737,665	52,322,338	58,080,181
Highways and streets	26,559,520	27,358,195	25,459,898	26,824,721	25,910,775	24,893,508	25,247,610	23,452,424	21,909,440	27,128,143
Sanitation	1,817,225	1,520,053	1,917,599	1,686,935	1,300,834	1,297,411	1,465,542	1,437,943	1,853,305	1,609,894
Health	10,543,636	10,983,877	11,503,799	12,728,257	12,829,196	12,822,518	13,191,650	13,318,952	13,364,778	14,253,730
Welfare	9,658,425	11,038,595	10,787,068	11,468,732	8,527,395	9,497,084	11,834,457	10,748,376	10,674,717	10,626,802
Culture and recreation	89,621	195,457	222,162	252,328	247,821	294,753	238,532	206,447	138,729	105,961
Education	2,480,067	3,318,361	4,739,415	4,656,691	3,974,594	4,926,595	3,509,638	5,775,032	5,030,647	4,398,718
Aid to other governments	160,248	-	-	-	-	-	-	-	-	-
Interest on long-term debt	558,900	480,637	1,497,898	3,382,649	1,644,239	1,942,927	1,364,868	1,206,904	1,148,062	1,086,800
Total governmental activities expenses	144,957,878	153,949,371	161,595,174	166,412,351	162,560,076	162,713,757	168,586,643	169,796,903	168,076,927	190,837,843
Business-type activities:										
Long Term Care	34,456,013	33,577,705	37,821,993	42,630,543	45,026,786	41,120,729	10,141,138	-	-	-
Total business-type activities expenses	34,456,013	33,577,705	37,821,993	42,630,543	45,026,786	41,120,729	10,141,138	-	-	-
Total primary government expenses	\$179,413,891	\$187,527,076	\$199,417,167	\$209,042,894	\$207,586,862	\$203,834,486	\$178,727,781	\$169,796,903	\$168,076,927	\$190,837,843
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 7,861,648	\$ 6,801,849	\$ 5,974,258	\$ 4,437,362	\$ 4,436,876	\$ 5,627,504	\$ 5,459,831	\$ 4,376,884	\$ 4,641,730	\$ 7,798,624
Public safety	4,246,614	5,281,258	5,610,867	5,719,713	7,933,673	8,040,993	8,681,147	8,865,102	7,620,120	3,500,936
Health	2,972,426	2,984,046	3,627,207	4,089,897	4,636,761	5,844,952	6,569,234	5,795,116	5,768,856	6,376,541
Other	2,594,749	1,798,220	2,109,402	1,485,526	1,558,598	2,708,201	1,806,374	2,205,285	2,426,992	2,497,840
Operating grants and contributions	30,373,350	35,334,547	32,432,224	36,179,042	35,212,078	32,210,542	26,710,532	26,931,066	30,662,264	29,810,500
Capital grants and contributions	240,861	571,666	2,271,419	556,609	247,501	1,067,298	2,248,681	1,876,590	3,239,760	3,759,162
Total governmental activities program revenues	48,289,648	52,771,586	52,025,377	52,468,149	54,025,487	55,499,490	51,475,799	50,050,043	54,359,722	53,743,603
Business-type activities:										
Charges for services:										
Long Term Care	35,980,820	35,409,765	37,655,470	42,899,640	45,216,942	43,697,139	11,968,091	-	-	-

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

(Continued)

	Fiscal Year									
	2006	2007 As restated	2008	2009 As restated	2010	2011	2012	2013 As restated	2014	2015
Total business-type activities program revenues	35,980,820	35,409,765	37,655,470	42,899,640	45,216,942	43,697,139	11,968,091	-	-	-
Total primary government program revenues	\$ 84,270,468	\$ 88,181,351	\$ 89,680,847	\$ 95,367,789	\$ 99,242,429	\$ 99,196,629	\$ 63,443,890	\$ 50,050,043	\$ 54,359,722	\$ 53,743,603
Net (expense)/revenue										
Governmental activities	\$(96,668,230)	\$(101,177,785)	\$(109,569,797)	\$(113,944,202)	\$(108,534,589)	\$(107,214,267)	\$(117,110,844)	\$(119,746,860)	\$(113,717,205)	\$(137,094,240)
Business-type activities	1,524,807	1,832,060	(166,523)	269,097	190,156	2,576,410	1,826,953	-	-	-
Total primary government net expense	\$(95,143,423)	\$(99,345,725)	\$(109,736,320)	\$(113,675,105)	\$(108,344,433)	\$(104,637,857)	\$(115,283,891)	\$(119,746,860)	\$(113,717,205)	\$(137,094,240)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 38,887,081	\$ 42,447,960	\$ 45,965,292	\$ 50,937,068	\$ 53,971,492	\$ 55,299,466	\$ 51,699,471	\$ 52,122,175	\$ 52,112,146	\$ 51,294,809
Sales taxes	50,065,907	52,313,184	49,005,883	42,623,546	38,403,637	39,256,867	41,382,944	47,587,636	46,707,526	48,283,744
Vehicle license taxes	11,449,992	11,914,533	11,589,365	10,332,569	9,540,916	9,394,022	9,083,699	9,262,788	7,022,638	10,356,545
Grants not restricted to specific programs	-	-	-	-	-	-	2,985,878	2,960,656	3,177,599	2,895,889
Franchise taxes	503,099	491,257	319,500	300,793	310,611	309,155	271,003	269,404	267,020	282,805
Lottery (intergovernmental, unrestricted)	550,035	550,035	550,035	522,533	304,381	-	-	-	550,038	550,038
Investment earnings	1,280,133	2,704,970	3,795,969	2,055,193	455,363	382,199	227,971	216,409	679,320	(70,947)
Gain (loss) on disposal of capital assets	-	1,082,800	4,121,512	771,658	1,139,199	77,731	376,709	(66,231)	149,991	171,568
Miscellaneous	5,200,590	5,600,472	6,504,283	6,703,947	7,802,635	5,573,375	4,104,472	4,482,610	3,727,982	4,315,570
Transfers	1,000,000	1,000,000	1,500,000	1,500,000	-	-	7,656,630	-	-	-
Total governmental activities	108,936,837	118,105,211	123,351,839	115,747,307	111,928,234	110,292,815	117,788,777	116,835,447	114,394,260	118,080,021
Business-type activities:										
Investment earnings	168,358	356,585	346,606	136,335	39,650	30,687	18,363	-	-	-
Loss on disposal of capital assets	-	-	-	-	-	-	(82,060)	-	-	-
Miscellaneous	125,715	130,610	58,689	34,554	57,333	101,371	-	-	-	-
Transfers	(1,000,000)	(1,000,000)	(1,500,000)	(1,500,000)	-	-	(7,656,630)	-	-	-
Total business-type activities	(705,927)	(512,805)	(1,094,705)	(1,329,111)	96,983	132,058	(7,720,327)	-	-	-
Total primary government	\$108,230,910	\$117,592,406	\$ 122,257,134	\$ 114,418,196	\$ 112,025,217	\$ 110,424,873	\$110,068,450	\$116,835,447	\$114,394,260	\$ 118,080,021
Change in Net Position										
Governmental activities	\$ 12,268,607	\$ 16,927,426	\$ 13,782,042	\$ 1,803,105	\$ 3,393,645	\$ 3,078,548	\$ 677,933	(2,911,413)	677,055	(19,014,219)
Business-type activities	818,880	1,319,255	(1,261,228)	(1,060,014)	287,139	2,708,468	(5,893,374)	-	-	-
Total primary government	\$ 13,087,487	\$ 18,246,681	\$ 12,520,814	\$ 743,091	\$ 3,680,784	\$ 5,787,016	\$ (5,215,441)	\$ (2,911,413)	\$ 677,055	\$ (19,014,219)

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

	Fiscal Year									
	2006	2007 <u>As restated</u>	2008	2009 <u>As restated</u>	2010	2011 ¹	2012	2013 <u>As restated</u>	2014	2015
General fund										
Reserved	\$ 209,895	\$ 226,811	\$ 483,570	\$ 615,392	\$ 1,907,862	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	8,810,588	3,456,351	1,427,573	4,145,016	7,935,224	-	-	-	-	-
Nonspendable	-	-	-	-	-	883,725	558,330	529,990	534,073	419,021
Unassigned	-	-	-	-	-	11,572,661	9,198,985	8,467,686	9,716,724	9,139,623
Total general fund	\$ 9,020,483	\$ 3,683,162	\$ 1,911,143	\$ 4,760,408	\$ 9,843,086	\$ 12,456,386	\$ 9,757,315	\$ 8,997,676	\$ 10,250,797	\$ 9,558,644
All other governmental funds										
Reserved	\$ 867,774	\$ 892,421	\$ 51,426,543	\$ 20,716,883	\$ 16,841,879	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	28,677,267	38,659,477	62,686,413	58,212,657	49,538,733	-	-	-	-	-
Capital projects funds	12,280,114	24,216,390	28,615,375	27,040,504	30,443,106	-	-	-	-	-
Nonspendable	-	-	-	-	-	571,259	338,143	420,405	369,364	384,929
Restricted	-	-	-	-	-	44,302,178	29,845,087	28,408,624	29,214,659	27,263,418
Committed	-	-	-	-	-	48,737,019	44,933,474	31,110,770	29,500,387	27,471,287
Unassigned	-	-	-	-	-	-	-	-	(129,290)	(647,487)
Total all other governmental funds	\$ 41,825,155	\$ 63,768,288	\$ 142,728,331	\$ 105,970,044	\$ 96,823,718	\$ 93,610,456	\$ 75,116,704	\$ 59,939,799	\$ 58,955,120	\$ 54,472,147

1) Fund balance classifications were redefined due to the implementation of GASB Statement No. 54.

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

	Fiscal Year									
	2006	2007 As restated	2008	2009 As restated	2010	2011	2012	2013 As restated	2014	2015
Revenues										
Taxes	\$ 64,339,846	\$ 68,366,838	\$ 69,823,083	\$ 71,170,257	\$ 71,943,613	\$ 72,919,065	\$ 70,585,042	\$ 74,555,129	\$ -	\$ -
Property taxes	-	-	-	-	-	-	-	-	52,225,532	51,435,356
County sales taxes	-	-	-	-	-	-	-	-	21,582,391	22,776,374
Special assessments	270,747	196,408	164,967	175,450	856,571	625,539	445,430	313,975	445,823	323,790
Licenses and permits	6,334,632	4,850,011	4,766,461	2,961,289	2,659,731	2,649,532	2,352,607	2,827,913	3,500,652	3,656,374
Intergovernmental	67,630,858	75,370,360	72,214,152	70,366,121	70,616,782	78,875,264	67,956,327	69,778,203	68,090,496	71,486,393
Charges for services	7,732,193	7,788,177	8,425,489	8,643,467	11,215,560	12,555,911	13,901,191	13,173,252	11,949,422	12,504,936
Fines and forfeits	3,104,481	3,786,792	3,661,993	3,213,958	3,328,787	2,925,544	3,075,579	3,258,371	3,480,687	3,428,912
Investment earnings	1,456,855	2,704,923	3,795,969	2,055,194	455,362	382,202	227,971	216,427	679,871	(70,947)
Miscellaneous	5,372,544	5,703,261	6,580,945	6,803,297	7,387,647	5,738,164	4,274,703	4,638,767	5,000,510	5,102,733
Total revenues	156,242,156	168,766,770	169,433,059	165,389,033	168,464,053	176,671,221	162,818,850	168,762,037	166,955,384	170,643,921
Expenditures										
General government	51,012,067	54,010,879	55,690,909	51,292,906	56,232,120	55,278,011	60,284,141	60,720,587	60,579,208	67,398,559
Public safety	41,641,625	44,428,874	48,794,023	50,239,679	49,214,849	47,884,440	48,438,479	51,407,963	51,391,831	52,684,423
Highways and streets	22,665,826	25,105,478	32,866,538	29,717,490	24,003,533	20,362,539	22,839,550	26,507,156	19,159,634	20,266,071
Sanitation	1,982,814	1,599,913	1,857,688	1,548,363	1,397,117	1,319,900	1,445,057	1,610,073	1,957,968	1,702,678
Health	10,390,948	10,936,074	11,329,734	12,566,528	12,675,386	12,650,539	13,121,564	13,179,859	13,189,896	14,106,085
Welfare	9,651,292	11,071,610	10,826,459	11,465,931	8,523,288	9,489,765	11,841,743	10,742,570	10,684,724	10,630,863
Culture and recreation	99,102	58,135	103,232	119,668	110,499	157,431	172,348	114,047	113,262	101,478
Education	2,315,922	3,328,047	4,708,970	4,640,744	3,980,160	4,819,819	4,246,599	5,706,095	4,974,902	4,064,669
Capital outlay	462,273	1,846,167	4,215,537	9,617,872	5,922,869	10,471,363	21,956,670	12,271,703	2,424,396	2,674,818
Debt service:										
Principal	3,815,698	1,612,178	1,638,729	27,075,356	12,767,059	13,125,845	5,775,482	1,230,950	1,278,462	1,328,112
Interest and other charges	563,122	480,637	1,497,898	3,382,649	1,644,239	1,942,927	1,364,868	1,212,778	1,154,200	1,093,213
Total expenditures	144,600,689	154,477,992	173,529,717	201,667,186	176,471,119	177,502,579	191,486,501	184,703,781	166,908,483	176,050,969
Excess (deficiency) of revenues over (under) expenditures	11,641,467	14,288,778	(4,096,658)	(36,278,153)	(8,007,066)	(831,358)	(28,667,651)	(15,941,744)	46,901	(5,407,048)
Other financing sources (uses)										
Special assessment bonds issued	-	-	-	-	1,857,000	-	-	-	-	-
Revenue bonds issued	-	-	25,375,000	-	-	-	-	-	-	-
Capital lease agreements	-	-	50,000,000	-	-	-	-	-	-	-
Sale of capital assets	-	1,082,800	4,121,512	771,659	1,683,400	77,731	376,709	5,200	221,541	231,922
Transfers in	21,212,224	25,435,821	25,993,225	48,227,811	27,677,634	18,011,458	35,664,432	14,207,090	12,096,198	11,139,032
Transfers out	(20,212,224)	(24,435,821)	(24,493,225)	(46,727,811)	(27,677,634)	(18,011,458)	(28,007,802)	(14,207,090)	(12,096,198)	(11,139,032)
Total other financing sources (uses)	1,000,000	2,082,800	80,996,512	2,271,659	3,540,400	77,731	8,033,339	5,200	221,541	231,922
Net changes in fund balances	\$ 12,641,467	\$ 16,371,578	\$ 76,899,854	\$ (34,006,494)	\$ (4,466,666)	\$ (753,627)	\$ (20,634,312)	\$ (15,936,544)	\$ 268,442	\$ (5,175,126)
Debt service as a percentage of noncapital expenditures	3.3%	1.5%	2.2%	16.3%	9.0%	9.5%	4.5%	1.6%	1.5%	1.5%

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

Fiscal Year	Primary Net Assessed Value				Total Direct Tax Rate ¹	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential and Vacant Property	Commercial Property	Unattached Personal Property	Total Taxable Net Assessed Value			
2006	\$1,322,060,791	\$ 506,417,682	\$ 49,368,952	\$1,877,847,425	2.1042	\$15,045,533,581	12.48%
2007	1,511,362,543	566,635,332	47,712,332	2,125,710,207	2.0450	17,098,083,909	12.43
2008	1,754,125,017	664,163,807	51,977,047	2,470,265,871	1.8860	20,111,624,109	12.28
2009	2,094,798,703	803,911,861	55,888,168	2,954,598,732	1.7148	23,973,791,761	12.32
2010	2,373,124,327	841,667,070	59,286,950	3,274,078,347	1.6321	26,993,826,530	12.13
2011	2,357,527,484	767,441,706	62,608,487	3,187,577,677	1.7519	26,602,931,420	11.98
2012	2,007,011,632	623,434,540	81,731,709	2,712,177,881	1.9172	22,580,984,308	12.01
2013	1,748,825,220	573,976,929	82,671,574	2,405,473,723	2.2049	20,142,814,909	11.94
2014	1,819,990,776	325,100,587	87,538,236	2,232,629,599	2.3961	19,088,929,991	11.70
2015	1,840,982,742	295,068,513	81,221,556	2,217,272,811	2.4216	19,418,863,184	11.42

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

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

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

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

Fiscal Year	County Direct Rates					Overlapping Rates ¹				
	Primary	Secondary			Total Direct	School Equalization	School Districts	Cities	Other Special Districts	Community College District
		Fire District	Library District	Flood Control District						
2006	1.7008	0.0964	0.1086	0.1984	2.1042	0.4358	1.8496-10.4246	0.5658-1.1134	0.1894-3.4285	1.7514
2007	1.6552	0.0895	0.1020	0.1983	2.0450	0.0000	1.8190-9.4606	0.5275-1.1281	0.2523-3.4491	1.6573
2008	1.5292	0.0829	0.1016	0.1723	1.8860	0.0000	1.3621-9.4004	0.4973-0.8977	0.2130-3.4108	1.5225
2009	1.3683	0.0722	0.1020	0.1723	1.7148	0.0000	1.2310-8.4913	0.4235-0.7600	0.0711-3.4200	1.3394
2010	1.2842	0.0740	0.1016	0.1723	1.6321	0.3306	1.1824-8.1337	0.3697-0.9120	0.0401-7.3600	1.2617
2011	1.3524	0.0813	0.1188	0.1994	1.7519	0.3564	0.2436-7.7525	0.0109-1.4401	0.0492-9.6600	1.3609
2012	1.4305	0.0928	0.1456	0.2483	1.9172	0.4259	1.2605-7.9313	0.0142-1.4400	0.0642-11.4000	1.6175
2013	1.6426	0.1000	0.1660	0.2963	2.2049	0.4717	1.2727-7.2224	0.4083-1.4400	0.0437-13.6892	1.8875
2014	1.9308	0.1000	0.1491	0.2162	2.3961	0.5123	1.4101-7.8940	0.3351-1.6000	0.0622-16.2403	2.0468
2015	1.9580	0.1008	0.1512	0.2116	2.4216	0.5089	2.4776-7.7759	0.3149-1.5739	0.0627-16.5100	2.0837

Source: Yavapai County Board of Supervisors Adopted Budget.

1) Includes both primary and secondary rates.

Yavapai County
Principal Property Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	2015			2006		
	Primary Net Assessed Value	Rank	Percentage of Total Primary Net Assessed Value	Primary Net Assessed Value	Rank	Percentage of Total Primary Net Assessed Value
Phelps Dodge Bagdad Inc.	\$ 105,831,088	1	4.77%	\$ 26,681,234	2	1.42%
Arizona Public Service	87,864,730	2	3.96	59,285,991	1	3.16
Transwestern Pipeline Company	23,358,318	3	1.05	6,460,392	8	0.34
Phoenix Cement Co./Salt River Materials	23,220,413	4	1.05	-	-	-
Unisource Energy Corporation	15,424,834	5	0.70	11,589,889	6	0.62
Burlington Northern Santa Fe Railway Company	11,970,497	6	0.54	10,378,881	7	0.55
Drake Cement	10,577,856	7	0.48	-	-	-
Kinder Morgan	8,070,754	8	0.36	-	-	-
Qwest Corporation	7,805,694	9	0.35	21,841,674	3	1.16
Sturm Ruger & Co. Inc.	5,483,546	10	0.25	-	-	-
Salt River Pima-Maricopa Indian Community	-	-	-	21,617,377	4	1.15
El Paso Natural Gas Company	-	-	-	9,593,756	5	0.51
TWC II-Prescott Mall LLC	-	-	-	8,210,401	9	0.44
New Enchantment LP	-	-	-	6,022,671	10	0.32
Totals	<u>\$ 299,607,730</u>		<u>13.51%</u>	<u>\$ 181,682,266</u>		<u>9.67%</u>
Total Yavapai County Primary Assessed Value	\$2,217,272,811		100.00%	\$1,877,847,425		100.00%

Source: Yavapai County Assessor and Arizona Department of Revenue.

Yavapai County
Property Tax Levies and Collections¹
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year ²	Collected within the Fiscal Year		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$31,939,000	\$30,438,693	95.30%	\$ 404,753	\$30,843,446	96.57%
2007	35,184,002	33,594,464	95.48	446,439	34,040,903	96.75
2008	37,775,306	35,966,831	95.21	668,196	36,635,027	96.98
2009	40,429,914	38,309,430	94.76	988,245	39,297,675	97.20
2010	42,045,714	39,992,839	95.12	1,054,385	41,047,224	97.63
2011	43,108,560	40,512,865	93.98	1,089,502	41,602,367	96.51
2012	38,797,705	36,464,287	93.99	876,768	37,341,055	96.25
2013	39,512,311	37,270,343	94.33	600,784	37,871,127	95.85
2014	43,108,560	40,635,331	94.26	567,179	41,202,510	95.58
2015	43,108,560	41,019,828	95.15	-	41,019,828	95.15

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

1) General Fund levies and collections only.

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

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

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	Revenue Bonds	Special Assessment Bonds	Capital Leases			
2006	\$ 9,765,000	\$ 1,457,168	\$ 74,625	\$11,296,793	0.19%	\$ 55.35
2007	8,285,000	1,324,991	-	9,609,991	0.15	46.03
2008	32,130,000	1,216,261	50,000,000	83,346,261	1.30	394.61
2009	30,165,000	1,105,905	25,000,000	56,270,905	0.93	266.47
2010	17,510,000	2,850,846	25,000,000	45,360,846	0.75	215.47
2011	4,590,000	2,645,000	25,000,000	32,235,000	0.51	152.64
2012	-	2,470,000	23,989,518	26,459,518	0.40	124.51
2013	-	2,295,000	22,933,568	25,228,568	0.37	117.13
2014	-	2,120,000	21,830,106	23,950,106	0.33	109.44
2015	-	1,945,000	20,676,993	22,621,993	N/A (2)	103.88

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 Demographic and Economic Statistics schedule.

2) Personal income was not available for 2015.

Yavapai County
Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2015

Assessed value	\$2,217,272,811
Debt limit (6% of assessed value)	133,036,369
Debt applicable to limit:	
General obligation bonds	-
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	-
Legal debt margin	\$ 133,036,369

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt limit	\$112,670,846	\$127,542,612	\$148,215,952	\$177,275,924	\$196,444,701	\$191,254,661	\$162,730,673	\$144,328,423	\$ 133,957,776	\$ 133,036,369
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$112,670,846	\$127,542,612	\$148,215,952	\$177,275,924	\$196,444,701	\$191,254,661	\$162,730,673	\$144,328,423	\$ 133,957,776	\$ 133,036,369
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

Yavapai County
Pledged Revenue Coverage
Last Ten Fiscal Years

Jail District Revenue Bonds

Fiscal Year	Jail District Revenues ¹	Less: Expenditures ²	Net Available		Debt Service		Coverage
			Revenue	Principal	Interest		
2006	\$ 17,573,461	\$ 14,803,363	\$ 2,770,098	\$1,435,000	\$ 435,157	1.48	
2007	17,231,871	15,371,370	1,860,501	1,480,000	388,362	1.00	
2008	18,239,765	15,888,696	2,351,069	1,530,000	336,691	1.26	
2009	17,872,934	15,992,126	1,880,808	1,590,000	280,793	1.01	
2010	16,530,488	14,648,850	1,881,638	1,655,000	217,409	1.00	
2011	16,348,743	14,461,792	1,886,951	1,720,000	151,210	1.01	
2012	16,359,044	14,478,655	1,880,389	1,790,000	77,803	1.01	
2013	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	
2014	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	
2015	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	

Highway Construction Advancement Revenue Bonds

Fiscal Year	County Excise Tax	State Shared Sales Tax	Highway Project Repayments ³	Net Available		Debt Service		Coverage
				Revenue	Principal	Interest		
2006	\$ 16,623,589	\$ 25,131,601	\$ -	\$41,755,190	\$ -	\$ -	-	
2007	16,971,697	26,858,336	-	43,830,033	-	-	-	
2008	15,908,075	25,144,945	-	41,053,020	-	1,077,272	38.11	
2009	13,657,537	22,136,382	-	35,793,919	375,000	449,852	43.39	
2010	11,818,833	20,676,049	11,000,000	43,494,882	11,000,000	159,336	3.90	
2011	11,703,512	21,703,065	11,200,000	44,606,577	11,200,000	493,743	3.81	
2012	12,400,793	22,955,984	1,400,000	36,756,777	2,800,000	17,406	13.05	
2013	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	
2014	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	
2015	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	

Special Assessment Bonds

Fiscal Year	Special Assessment Collections	Debt Service		Coverage
		Principal	Interest	
2006	\$ 273,135	\$ 130,698	\$ 100,543	1.18
2007	196,519	132,178	92,275	0.88
2008	165,201	108,729	83,935	0.86
2009	175,450	110,356	84,296	0.90
2010	173,763	112,059	154,994	0.65
2011	625,539	205,845	185,474	1.60
2012	445,430	175,000	168,276	1.30
2013	313,975	175,000	156,863	0.95
2014	445,823	175,000	145,797	1.39
2015	323,790	175,000	134,461	1.05

Source: Details regarding the County's outstanding debt can be found in the notes to the financial statements. Prior to 2008 there were no Highway Construction Advancement revenue bonds.

- 1) Revenues include beginning fund balance and transfers in. Beginning fund balance is included in revenues since it represents unexpended pledged revenues.
- 2) Expenditures include transfers out, except those for debt service.
- 3) Highway project repayments include unspent bond proceeds and repayments made by the Arizona Department of Transportation.
- 4) Final payments for the Jail District and Highway Construction Advancement Revenue Bonds were made during 2012.

Yavapai County
Demographic and Economic Statistics
Last Ten Calendar Years

<u>Year</u>	<u>Population</u>	Personal Income (thousands of <u>dollars</u>)	Per Capita Personal <u>Income</u>	<u>Unemployment Rate</u>
2006	204,082	\$ 5,879,466	\$ 28,809	3.9%
2007	208,773	6,354,093	30,435	3.6
2008	211,211	6,393,358	30,270	5.9
2009	211,172	6,072,603	28,757	10.2
2010	210,517	6,077,340	28,869	10.5
2011	211,185	6,345,155	30,045	10.0
2012	212,509	6,591,170	31,016	8.8
2013	215,389	6,811,155	31,623	8.4
2014	218,844	7,172,392	32,774	6.7
2015	217,778	N/A (1)	N/A (1)	5.6

Source: Population and personal income through 2014 obtained from the U.S. Department of Commerce, Bureau of Economic Analysis. Population for 2015 and unemployment rates obtained from the Arizona Department of Administration, Office of Employment and Population Statistics.

1) Personal income and per capita personal income were not available for 2015.

Yavapai County
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	2015			2006		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Yavapai County	1,462	1	1.58%	1,739	1	1.87%
Yavapai Regional Medical Center	1,405	2	1.52	1,599	2	1.72
Veterans Medical Center	1,128	3	1.22	682	7	0.73
Cyprus Bagdad Copper Mine	870	4	.94	720	6	0.78
Walmart	840	5	0.91	1,035	3	1.11
Verde Valley Medical Center	825	6	0.89	655	8	0.71
Humbolt Unified School District	750	7	0.81	-	-	-
Sturm Ruger & Company	630	8	0.68	-	-	-
State of Arizona	583	9	0.63	440	10	0.47
Yavapai College	564	10	0.61	732	5	0.79
Prescott Unified School District				808	4	0.87
City of Prescott				587	9	0.63
Totals	<u>9,057</u>		<u>9.79%</u>	<u>8,997</u>		<u>9.68%</u>
Total Employment in Yavapai County	92,430		100.00%	92,833		100.00%

Source: Yavapai College and the Arizona Department of Administration, Office of Employment and Population Statistics.

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

Function	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General government	583	602	631	571	551	539	559	589	599	622
Public safety	556	584	581	560	531	536	515	535	544	540
Highways and streets	127	129	123	114	108	101	100	105	102	108
Sanitation	14	18	18	14	13	13	11	12	12	12
Health	121	133	151	140	138	138	135	133	133	146
Welfare	6	6	5	6	6	4	5	5	4	6
Education	22	26	33	31	29	33	33	35	30	28
Capital outlay	-	-	-	2	3	3	3	-	-	-
Long Term Care	56	54	54	55	55	48	-	-	-	-
Total	1,485	1,552	1,596	1,493	1,434	1,415	1,361	1,414	1,424	1,462

Source: Yavapai County payroll records.

Yavapai County
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government										
Elections										
Elections	4	4	5	4	4	4	5	4	3	2
Number voting	47,250	123,570	91,132	164,073	106,559	151,515	66,953	165,625	65,363	120,592
Development Services										
Building permits issued	6,073	5,065	4,220	2,887	2,854	2,521	2,432	2,737	3,200	3,198
Inspections performed	28,943	23,628	18,918	13,645	9,975	9,532	9,516	8,800	11,568	11,721
Assessor										
Parcels assessed	154,662	160,561	162,382	163,236	163,273	170,330	170,306	169,314	169,089	169,494
New subdivisions	171	139	90	51	25	16	33	15	39	41
Public safety										
Sheriff										
Inmate population	6,184	6,446	6,652	5,970	6,475	6,470	6,942	7,060	6,410	5,835
Adult Probation										
Probationers actively supervised	2,105	2,140	2,212	2,287	2,116	1,940	1,854	1,860	1,980	2,106
Community restitution hours	70,270	71,037	82,646	79,465	63,245	50,500	46,858	50,043	53,614	70,668
Restitution collected	\$634,651	\$756,191	\$958,873	\$793,687	\$777,528	\$717,672	\$579,926	\$585,079	\$733,119	\$694,045
Presentence reports written for courts	1,431	1,306	1,033	762	636	532	531	548	651	328
Juvenile Probation										
Juveniles brought to detention	1,391	1,265	1,235	1,123	1,119	998	955	800	954	888
Average length of detention (days)	12	11	11	12	12	31	15	14	13	13
Probationers	761	758	735	736	742	648	596	556	493	451
Community restitution hours	14,811	13,641	15,179	13,204	19,578	16,350	15,203	12,956	12,527	8,296
Highways and streets										
Public Works										
Crack sealing (miles)	83	57	49	24	40	78	54	37	14	40
Street resurfacing (miles)	41	38	28	36	30	26	33	37	21	47
Sanitation										
Landfill/Environment										
Transfer station refuse collected (tons)	4,728	4,042	3,479	3,296	2,956	2,772	2,853	2,564	3,059	3,407
Waste tires collected	140,871	141,091	146,634	118,506	122,987	129,318	125,880	127,417	129,675	133,618
Health										
Health Care										
Certified copies of death certificates issued	16,024	15,884	15,384	16,029	15,343	16,515	13,409	13,045	12,932	17,152
Childhood immunization visits	4,806	3,940	4,792	3,929	3,008	2,509	2,518	3,378	3,156	3,000
Restaurant inspections and re-inspections	2,923	3,236	4,052	4,226	4,113	4,063	3,793	4,413	4,256	5,864
Welfare										
Public Fiduciary										
Guardianships/conservatorships	104	92	82	78	90	85	88	91	95	84
Education										
School Superintendent										
School districts	25	25	25	25	25	25	25	25	25	25
District students	23,086	23,496	23,747	23,243	22,834	22,237	21,673	21,566	21,122	18,356
Charter schools	38	27	24	29	28	30	31	28	28	23
Charter students	3,297	3,023	3,256	3,446	3,954	3,402	3,529	3,578	4,175	6,808
Culture and recreation										
Parks & Recreation										
Park use permits issued	6	6	5	9	9	9	11	12	11	11

Source: Various Yavapai County departments.

Yavapai County
Capital Asset Statistics by Function
Last Ten Fiscal Years

<u>Function</u>	<u>Fiscal Year</u>									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General government										
Superior Courts										
Divisions	9	9	10	10	10	10	10	10	10	10
Public safety										
Sheriff										
Inmate beds available (including portable)	570	765	765	916	773	794	794	794	600	600
Jail facilities	2	2	2	2	2	2	2	2	2	2
Stations	10	11	11	12	12	12	12	12	12	11
Improvement Districts										
Flood warning sites	71	78	80	80	80	83	88	92	97	98
Flood Control District properties	232	232	232	232	232	235	241	242	240	242
Highways and streets										
Public Works										
Miles of paved roads	744	754	760	771	773	779	782	783	785	787
Bridges	16	17	18	18	18	18	15	15	15	16
Sanitation										
Landfill/Environment										
Transfer stations	7	7	7	7	7	7	7	8	8	8
Health										
Health Care										
Public health facilities	3	3	3	3	3	3	4	4	4	5
Culture and recreation										
Parks & Recreation										
County parks	10	11	11	11	11	11	11	11	11	11

Source: Various Yavapai County departments.

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

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