

Coconino County, Arizona



**Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2009**

Coconino County, Arizona
Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2009

COCONINO COUNTY BOARD OF SUPERVISORS

Carl Taylor
District 1

Elizabeth C. Archuleta
Vice - Chairman
District 3

Matthew G. Ryan
Chairman
District 2

Mandy Metzger
District 4

Lena Fowler
District 5

Steve Peru
County Manager

Michael Townsend, CPA
Deputy County Manager, Chief Operations Officer

Sandra Schulz, CPA
Chief Financial Officer

Prepared By:
Holly Lindfors, CPA
Financial Reporting and Audit Manager

Coconino County
 Comprehensive Annual Financial Report
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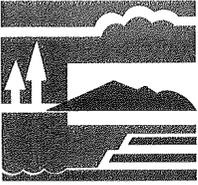
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INTRODUCTORY SECTION

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COCONINO COUNTY ARIZONA
OFFICE OF THE COUNTY MANAGER

January 25, 2010

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

We are pleased to provide you the Comprehensive Annual Financial Report (CAFR) of Coconino County for the fiscal year ended June 30, 2009. The CAFR provides additional information to the Board and the citizens on the County's financial position and results of operations. Pursuant to Arizona Revised Statute (A.R.S.) 41-1279.21 the Coconino County CAFR was audited in accordance with generally accepted auditing standards for the year ended June 30, 2009 and has been issued an unqualified ("clean") opinion.

This report consists of management's representations concerning the finances of Coconino County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of 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 generally accepted accounting principles (GAAP). Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Fester & Chapman P.C., a firm of licensed certified public accountants, have 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, 2009, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting 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 that there was a reasonable basis for rendering an unqualified ("clean") opinion that the County's financial statements for the fiscal year ended June 30, 2009, are fairly presented in conformity with GAAP. The Independent Auditors' Report is located at the front of the financial section of this report.

The report is prepared in accordance with generally accepted accounting principles, in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB), and using the guidelines established by the Government Finance Officers Association of the United States and Canada (GFOA). GAAP requires that management provide an analysis, narrative introduction, and

overview to accompany the basic financial statements, called the 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 MD&A immediately follows the Independent Auditors' Report in the financial section of this report.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report. 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 CAFR consists of three sections:

The *Introductory* section, which includes the Letter of Transmittal.

The *Financial* section, which includes the Independent Auditors' Report, MD&A, audited basic financial statements, notes to the statements, and required supplementary information.

The *Statistical* section, which presents comprehensive statistical data on the County's financial, physical, economic, and demographic characteristics.

Coconino County Profile

Coconino County was established on February 19, 1891 by the 16th Territorial Assembly with an initial population count of 4,000. The County encompasses approximately 18,661 square miles – the largest county in Arizona and the second largest in the United States. Despite its size, Coconino County is one of the most sparsely populated counties in Arizona with a population of 6.9 per square mile. Only 13% of the County's total square miles is private property. The remainder is a combination of state, federal and reservation land.

The June 30, 2009 population of the County was estimated to be 139,388. Flagstaff is the County seat and the largest city in the County. The County is home to the Grand Canyon, four other federal recreation areas, and three state parks. The County is also home to reservation land belonging to the Navajo, Hopi, Havasupai, Hualapai and Paiute tribes.

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

Sheriff, County Attorney, Recorder, Treasurer, Assessor, Superintendent of Schools, Constable, Clerk of the Superior Court, and the Judiciary.

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

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

The Board and the County Manager use a ten-year financial plan, along with fiscal policies, budget management policies, and strategic goals and priorities to guide the overall development and management of the budget. Annually, departments are required to provide revenue and expenditure estimates for the current fiscal year and planned revenues for the following year. These estimates are used to update the ten-year financial plan. Budget increases are based on funding for program and service changes rather than the specific items to be purchased; are subject to the availability of funds; conformance with fiscal and budget management policies; and meeting the County's strategic goals and priorities.

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

Assessing Coconino County's Economic Condition

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

Local economy. The economy of Coconino County is based primarily on public administration, the service industry, wholesale and retail trade, and tourism. The City of Flagstaff (the County seat) is the center of educational, governmental, and scientific employment. Major employers included Northern Arizona University, City of Flagstaff, Coconino Community College, the unified school districts, the U.S. Forest Service, the U.S. National Park Service, the Navajo Nation, Flagstaff Medical Center, W.L. Gore and Associates, Aramark Leisure Services, Nestle-Purina, Walgreens, and SCA Tissues.

Tourism significantly impacts the local economy. Old Route 66 runs across most of the County as well as US Route 40. Attractions include the Grand Canyon, Sedona/Oakcreek Canyon, Glen Canyon National Recreation Area, Wupatki National

Monument, Sunset Crater National Monument, Walnut Canyon Monument, and Slide Rock State Park. Over 6.9 million people visited these attractions in 2008.

Long-term financial planning. The County began a long-term financial planning process in fiscal year 2007. This long-term planning has been a key factor in Coconino County's fiscal health. Fiscal conservatism, sound fiscal and budget management policies, and a ten-year financial plan have put the County in a position to respond to the current and future economic challenges it faces.

Impact of State Economic Condition. Although the County's sound long-term financial planning considered and included a recessionary growth model based on prior recessions, the depth and breadth of economic downturn to both the State and local economies was not anticipated. The uncertainty about the level and impact of State declining revenues and the unbalanced FY10 budget for the State of Arizona which could result in the shifting of costs, reductions in program funding and reduced revenue allocations to the County was cause for concern during the development of the FY10 budget. As of the date of this report, the State has not completely addressed its FY10 budget shortfall of nearly \$1.6 billion dollars which has caused continued uncertainty for Counties across the state. The County will continue to work with the Governor, State Legislators, and the County Supervisors Association to find solutions to state budget shortfall that have the least impact to counties. In addition to these efforts, the County is actively pursuing solutions to decrease reliance on state controlled revenues and to increase locally controlled sources. Additional details are included in Management's Discussion and Analysis under "Economic Factors and Next Year's Budget" which can be found in the Financial section of the CAFR.

Economic Outlook. The County's local revenues as well as those allocated by the State continue to be impacted by the economic downturn. Arizona was among the states hardest hit by the recession with economists predicting that the economic recovery in Arizona will span several years and include years of no growth or slow growth levels. Further, Arizona is likely to fare worse than the national economy in 2010 due to continued weakness in the housing market, dependence on growth industries, and the uncertainty with regard to the political environment and budget outcome within the state. The County will continue to address this outlook through the strategic budget process, mid-year budget reviews and expenditure cuts, potential new revenue sources, and the ongoing long-term financial planning process. Additional details are included in the MD&A under "Economic Factors and Next Year's Budget".

Significant Financial Policies. Coconino County's financial policies include:

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

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

Reserve Policies. Responsible reserve policies will provide adequate resources for cash flow and contingency purposes, while maintaining reasonable tax rates. The County maintains a contingency for cash liquidity purposes in the County General Fund equal to at least 10% of its annual operating budget.

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

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

Major Initiatives

Performance Measures

In FY09, the County continued to expand on the development of meaningful performance measures. In FY09, we began to refine existing measures and mold our data collection methods to focus more on outcome and efficiency measures. For FY 10 the County will consider measures that assist not only the Board in budget decisions, but also that assist the departments in planning and preparation in the areas of programs, staff, and budget needs, tied to the impacts and outcomes of County programs.

Repair and Replacement

The County has some critical needs related to information technology (IT) and updating our IT to meet the needs of our employees. For this reason a comprehensive IT study, the IT Strategic Plan, was completed in early FY09 to determine not only the County's immediate needs, but plan for future projects that will allow for efficiencies across departments. An IT upgrade fund of \$2 million has been established to fund these efforts.

Facilities master plan

For the past two years, the Facilities Plan Advisory Team (FPAT) has directed the mission of the Facilities Master plan (FMP) to provide Coconino County citizens and staff with facilities that promote the delivery of quality services. Goals include aligning facility improvements and investments with the County's future development and growth, critical needs, funding strategies, and environmental responsibility. Guiding principles established by the plan are efficiency, and environmentally and culturally sound governance.

EXODUS Program

The EXODUS program is the in-custody drug and alcohol treatment program that was implemented in May 2007 following the increase in the Jail District sales tax. The goals

of the program are to reduce the jail recidivism rate; to provide a proactive response to substance abuse; to create a safer community; to assist inmates in recognizing their substance abuse problem; and to help them make positive changes in their lives, so they may become productive citizens in the community. The program was originally only offered to men, however the County is excited to expand this program in FY10 to include a women's group.

Compensation Plan

In FY 2007 as a part of the 10 year-term planning process, the County embarked on an evaluation of its compensation plan in an effort to reduce turnover and related costs. As a result of the evaluation, a comprehensive compensation plan was developed. In the first phase of the plan, pay adjustments were made to the positions that needed the largest grade adjustments and 2.5% merit increases based on performance and pay scale cost of living adjustments were established. Subsequent phases included completing a review of all County positions, receiving recommendations on market and grade comparisons, and making the adjustments needed to better align all employees within the market. Because of the economic situation, the FY09 budget did not include adjustments to the pay scale in the form of cost of living increases; however, 2.5% merit increases were included. While budget constraints required suspension of the merit increase and adjustments to the pay scale in FY10, when economic conditions and revenues improve sufficiently, the County plans to adjust employee pay to better align all employees within the market and resume merit increases. Currently, the review of all County positions and receiving recommendations on market and grade comparisons is in progress.

Strategic Budget Process

During FY09, the County prepared its FY 10 budget using a new process modeled after "Budgeting for Outcomes/Results" which is emerging as a recognized best practice for governments. Designed to create a budget that focuses on results and priorities with an emphasis on accountability, innovation and partnerships, the Strategic Budget Process better aligns services delivered with what matters most to our community. The Board of Supervisors established six strategic priority areas and all County departments submitted Program Funding Requests that identified how their programs' impacts/outcomes aligned with the outcomes in one or more priority areas. The County will continue to evaluate and refine the process over the next several years to produce budgets that best reflect citizen priorities and that work toward the most efficient and effective delivery of services.

Other Initiatives

The County has implemented many web-based solutions, including an on-line job application system and an on-line system for receiving required food handler training and permits. These web-based solutions result not only in decreased staff and operating costs for the County, but decreased costs to our citizens who may otherwise expend time and money for travel.

Other

Single Audit

The independent audit of the financial statements of the County included the 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 on the audited government’s internal controls and compliance with legal requirements in addition to the fair presentation of the financial statements. This “Single Audit” puts special emphasis on internal controls and compliance with legal requirements involving the administration of federal awards. These reports are available in the County’s separately issued Single Audit report.

Expenditure Limitation

Arizona voters approved a proposition amending the state constitution in 1980 that established expenditure limitations for local governments, including Coconino County. The County has not exceeded the limitation. The County has accumulated expenditure limit carryforwards from prior years when actual expenditures were less than the limit and used some of these this year when expenditures would otherwise exceed the limit for the year. The County is required by state statute to prepare an Annual Expenditure Limitation Report (AELR), in conjunction with the required annual financial statements. The AELR must be audited and an opinion rendered on whether the AELR presents fairly, in all material respects, the information required by the Uniform Expenditure Reporting System. This report is available in the County’s separately issued Annual Expenditure Limitation Report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governmental units that publish an easily readable and efficiently organized comprehensive annual financial report with contents that conform to program standards. This year is the first year Coconino County has prepared a CAFR and we look forward to receiving this award for the first time.

In addition, Coconino County has received the GFOA’s Distinguished Budget Presentation Award for its annual budget for fiscal years 2001 through 2009. The annual budget for fiscal year 2010 has been submitted and we look forward to receiving this award for the tenth consecutive year. In order to qualify for the award, the County’s budget had to be judged proficient as a policy document, a financial plan, operations guide, and a communication device.

Acknowledgments

Preparation of this report could not be accomplished without the dedicated service of the staff of the County's Finance Department, the assistance of personnel in the various departments, and the assistance of our auditors Fester & Chapman P.C., Certified Public Accountants. We also wish to recognize that none of this could be accomplished without the support of the Board of Supervisors and their continued commitment to professional and fiscally responsible financial management and planning.

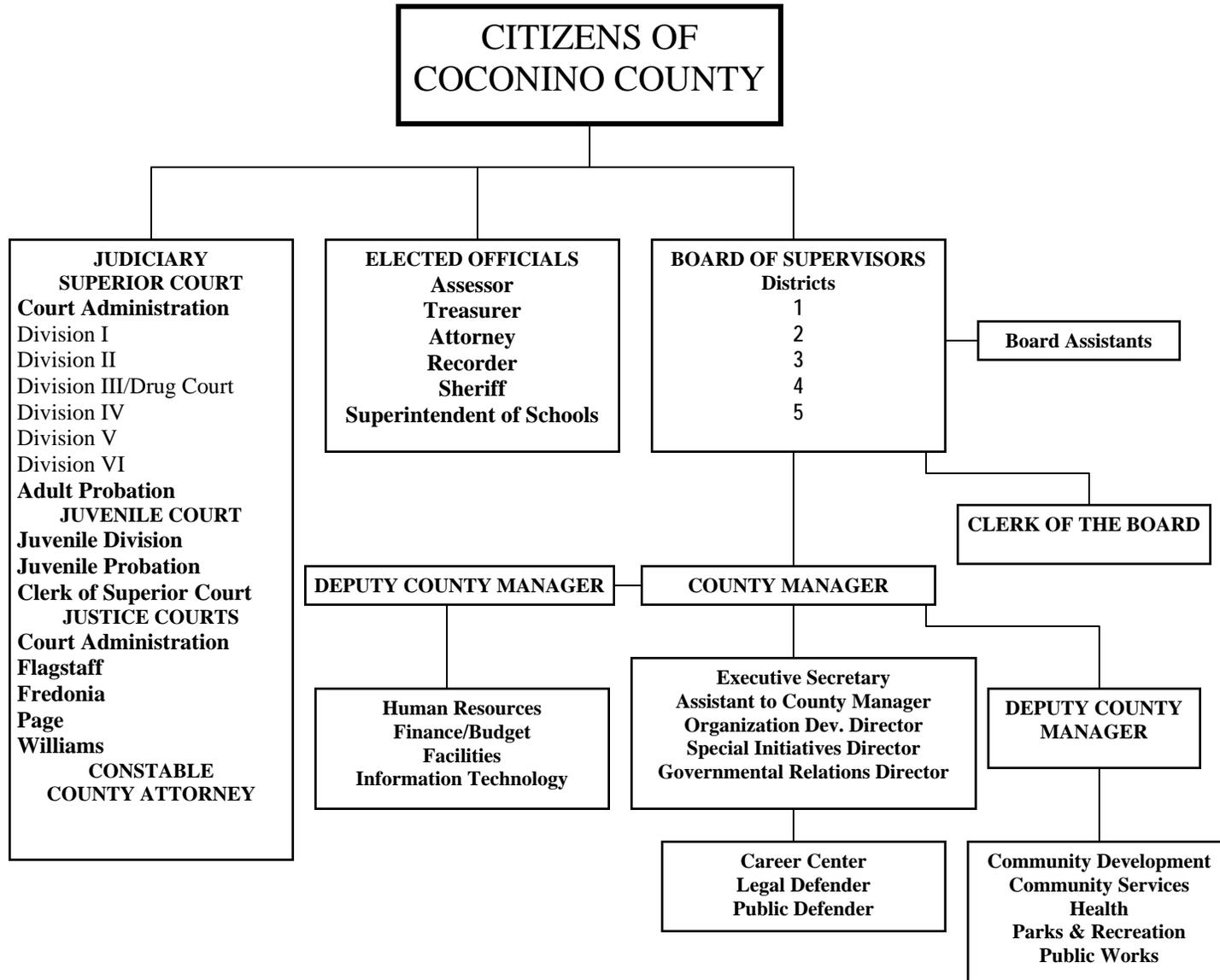
Respectfully submitted,

Steven B. Peru
County Manager

Sandra A. Schulz
Chief Fiscal Officer

COCONINO COUNTY

Organization Chart



COCONINO COUNTY

Officials

BOARD OF SUPERVISORS

| | |
|----------------------------|---------------------------------------|
| District 1..... | Carl Taylor |
| District 2..... | Elizabeth C. Archuleta, Vice Chairman |
| District 3..... | Matthew G. Ryan, Chairman |
| District 4..... | Mandy Metzger |
| District 5..... | Lena Fowler |
| County Manager..... | Steve Peru |
| Deputy County Manager..... | Michael Townsend |
| Deputy County Manager..... | Larry Dannenfeldt |
| Clerk of the Board..... | Wendy Escoffier |

ELECTED OFFICIALS

| | |
|--|------------------------|
| Clerk of the Superior Court..... | Debbie Young |
| Constable..... | Linda Kuczynski |
| County Assessor..... | Chris Mazon |
| County Attorney..... | David Rozema |
| County Recorder..... | Candace Owens |
| County Sheriff..... | William Pribil |
| County Superintendent of Schools..... | Cecilia Owen |
| County Treasurer..... | Bonny Lynn |
| Justice of the Peace | |
| Flagstaff..... | Brian Kolb |
| Fredonia..... | Mark R. Baron |
| Page..... | Donald G. Roberts |
| Williams..... | William B. Sutton, Jr. |
| Superior Court | |
| Division I..... | Danna Hendrix |
| Division II..... | Fred Newton |
| Division III/Drug Court..... | Mark Moran |
| Division IV..... | Charles D. Adams |
| Division V..... | Dan Slayton, Pro Tem |
| Division VI..... | Elaine Fridlund-Horne |
| Juvenile Court Judge/Commissioner..... | Margaret McCullough |

APPOINTED DEPARTMENT HEADS

| | |
|--|-------------------|
| Adult Probation (Chief Probation Officer)..... | Cindy Winn |
| Career Center..... | Carol Curtis |
| Community Development..... | William Towler |
| Community Services..... | Verna Fischer |
| Court Administrator..... | Gary Krcmarik |
| Facilities Management..... | Jody Gilbert |
| Health..... | Barbara Worgess |
| Human Resources..... | Allison Eckert |
| Finance..... | Sandra Schulz |
| Information Technology..... | Maureen Jackson |
| Juvenile Court Services..... | Bryon Matsuda |
| Legal Defender..... | Gary Pearlmutter |
| Parks and Recreation..... | Todd Graeff |
| Public Defender..... | H. Allen Gerhardt |
| Public Works..... | Andrew Bertelsen |

FINANCIAL SECTION

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Independent Auditors' Report

The Auditor General of the State of Arizona

The Board of Supervisors of
Coconino County, Arizona

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Coconino County as of and for the year ended June 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the 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 Coconino County as of June 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

As described in Note 1, the County implemented the provisions of the Government Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for the year ended June 30, 2009, which represents a change in accounting principles.

The Management's Discussion and Analysis on pages 13 through 22, the Budgetary Comparison Schedules on pages 68 through 73, and the Schedule of Agent Retirement Plan and Coconino County Retiree Insurance Program's Funding Progress on page 67 are

not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section listed in the table of contents is presented for purposes of additional analysis and are not required parts of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in our audit of the basic financial statements and, accordingly, we express no opinion on them.

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. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance.

In accordance with *Government Auditing Standards*, we will also issue our report on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters at a future time. 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* and should be considered in assessing the results of our audit.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Auditor General of the State of Arizona, the Board of Supervisors, and management and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Fester & Chapman P.C.

January 25, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
(Required Supplementary Information)

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Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of Coconino County (the County) offers the following narrative overview and analysis of the County's financial activities for the fiscal year ended June 30, 2009. It is designed to give the reader an easy-to-understand discussion of the County's financial position and results of operations for the current fiscal year. Please consider this information in conjunction with the County's basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2009

- The assets of the County exceeded its liabilities at the close of fiscal year 2009 by \$210.29 million (net assets). Of these \$52.25 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The decrease in the County's net assets was \$181.5 thousand in fiscal year 2009. Net assets increased \$1.13 million as a result of normal operations. However, implementation of GASB Statement No 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, resulted in a net decrease of \$181.5 thousand.
- At the close of fiscal year 2009, the County's governmental funds reported combined ending fund balances of \$79.14 million, a decrease of \$1.05 million.
- The General Fund reported an unreserved fund balance of \$24.96 million at the close of fiscal year 2009, a decrease of \$2.54 million. The primary reason for this decrease was increases in expenditures that were not offset by increases in revenues.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components:

1. Government-wide financial statements,
2. Fund financial statements, and
3. Notes to the financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

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

The Statement of Net Assets and the Statement of Activities

One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of this year's activities?" The Statement of Net Assets and the Statement of Activities report information about the County as a

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

whole and about its activities in a way that helps answer this question. These statements include *all non-fiduciary* assets and liabilities using the *accrual basis of accounting*.

The Statement of Net Assets presents information on all of the County's assets and liabilities, with the difference between the two reported as "net assets". Over time, increases and decreases in net assets are one indicator of whether the County's financial condition is improving or deteriorating. In addition to this change, other non-financial factors will need to be considered.

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

All of the County's basic services are considered to be governmental activities, including general government, health and welfare, public safety, highways and streets, transportation, culture and recreation, education and sanitation. Sales taxes, property taxes, intergovernmental revenues, and user fees finance most of these activities. *The government-wide financial statements can be found on pages 23-25 of this report.*

Fund Financial Statements

The fund financial statements provide detailed information about the most significant County funds—not the County as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law or by bond covenants. However, the Board of Supervisors establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All of the County's funds can be divided into three categories: *governmental, proprietary, and fiduciary*.

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

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

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

The County maintains numerous individual governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, and the Public Works/HURF Fund, Jail District Fund, and the Parks and Open Spaces Tax Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single aggregate presentation. *The basic governmental fund financial statements can be found on pages 26-32 of this report.*

Proprietary funds—The County uses one type of proprietary fund, an internal service fund, to report fleet service activities provided for the County's other programs and activities. The County's internal service fund only provides services to County departments so it is reported as a governmental activity in the Statement of Net Assets and the Statement of Activities. *The basic proprietary fund financial statements can be found on pages 33-35 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 the County's programs. *The basic fiduciary funds financial statements can be found on pages 36-37 of this report.*

Notes to the financial statements—The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. *The notes to the financial statements can be found on pages 38-65 of this report.*

Required supplementary information—In addition to the basic statements and accompanying notes, the report presents required supplementary information on the County's budgeting and budgetary control and the County's progress in funding its obligation to provide pension benefits to its employees. *Required supplementary information can be found on pages 67-73 of this report.*

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. *Combining and individual fund statements and schedules can be found on pages 75-130 of this report.*

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Assets

Net assets may serve over time as a useful indicator of a County's financial position. The following table reflects the condensed Statement of Net Assets of the County for June 30, 2009 compared to the prior year.

| | Governmental Activities (in millions) | |
|---|--|------------------|
| | 2009 | 2008 |
| Current and other assets | \$ 97.21 | \$ 97.07 |
| Capital assets | 140.40 | 140.52 |
| Total assets | 237.61 | 237.59 |
| | | |
| Current liabilities | 10.46 | 10.22 |
| Long-term liabilities outstanding | 16.86 | 16.90 |
| Total liabilities | 27.32 | 27.12 |
| | | |
| Net assets: | | |
| Invested in capital assets, net of related debt | 129.69 | 128.20 |
| Restricted | 28.35 | 29.93 |
| Unrestricted | 52.25 | 52.34 |
| Total net assets | <u>\$ 210.29</u> | <u>\$ 210.47</u> |

The County's net assets from governmental activities at the end of the fiscal year were \$210.29 million. The decrease of \$181.5 thousand comes from the change in net assets as recorded in the Statement of Activities. A large portion of the County's net assets (61.67%) reflects its investment in capital assets net of accumulated depreciation and related debt. The County uses these assets to provide services but they are not available for future spending.

Investment in Capital Assets, net of related debt

61.67% of the County net assets (\$129.69 million) are invested in capital assets (e.g. land, buildings, equipment, and infrastructure), net of related debt. These assets are used to provide services to citizens but are not available for future spending. The County's capital assets, net of related debt, increased by 1.16% (\$1.49 million) in the current fiscal year.

Restricted Net Assets

13.48% of the County's net assets (\$28.35 million) are subject to external restrictions on how they may be used. The County's restricted net assets decreased by 5.28% (\$1.58 million) in the current fiscal year.

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

Unrestricted Net Assets

The remaining balance of the County's net assets, 24.85% (\$52.25 million), is unrestricted and may be used to meet the County's ongoing obligations to citizens and creditors without constraints established by debt covenants or other legal requirements. Unrestricted net assets decreased by less than 1% (\$94.28 thousand).

Statement of Activities

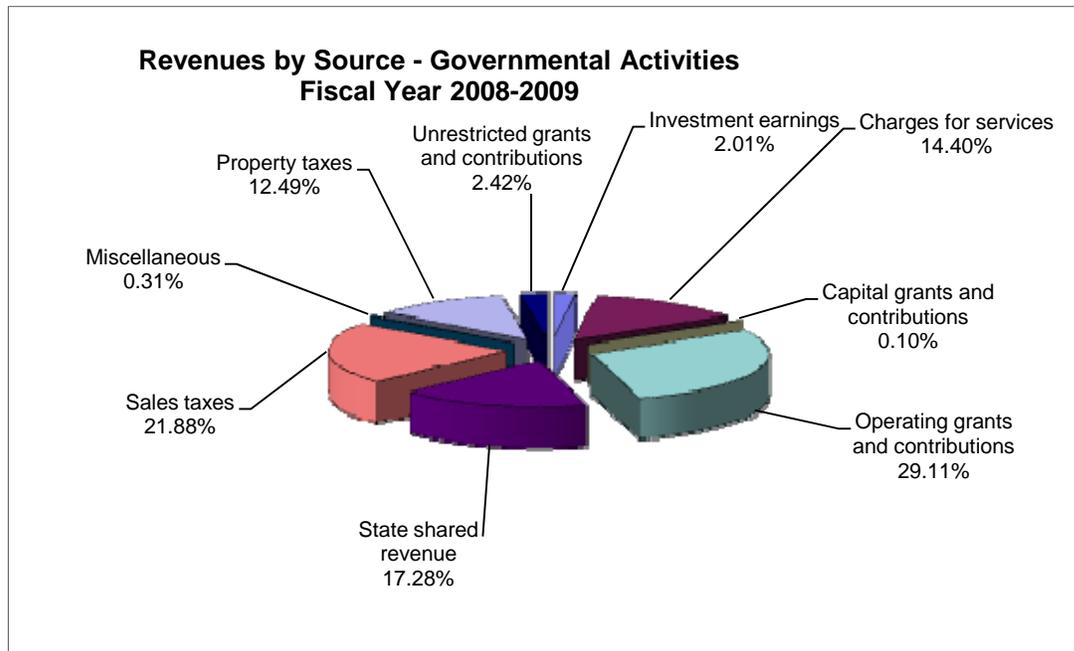
The Statement of Activities presents information on how the County's net assets changed during the most current fiscal year. The following table reflects the condensed Statement of Activities of the County for the fiscal year 2009 compared to the prior year.

| | Governmental Activities (in millions) | |
|---|--|-----------|
| | 2009 | 2008 |
| Revenues | | |
| Program Revenues: | | |
| Charges for services | \$ 17.11 | \$ 16.66 |
| Operating grants and contributions | 34.58 | 34.19 |
| Capital grants and contributions | 0.12 | 0.90 |
| Total program revenues | 51.81 | 51.75 |
| General Revenues: | | |
| State shared revenue | 20.53 | 22.62 |
| Sales taxes | 25.99 | 28.09 |
| Property taxes | 14.84 | 12.54 |
| Grants and contributions not restricted to specific programs | 2.87 | 1.73 |
| Investment earnings | 2.39 | 2.73 |
| Gain on disposal of capital assets | | 0.21 |
| Miscellaneous | 0.38 | 0.23 |
| Total general revenues | 67.00 | 68.15 |
| Total revenues | 118.81 | 119.90 |
| Program Expenses: | | |
| General government | 32.36 | 32.25 |
| Public safety | 33.17 | 32.29 |
| Highways and streets | 16.66 | 17.99 |
| Sanitation | 3.27 | 3.22 |
| Health | 12.69 | 12.19 |
| Welfare | 7.62 | 6.67 |
| Culture and recreation | 7.82 | 6.96 |
| Education | 4.89 | 4.44 |
| Interest on long-term debt | 0.51 | 0.60 |
| Payment to bond escrow account | | 0.83 |
| Total program expenses | 118.99 | 117.44 |
| Change in net assets | (0.18) | 2.46 |
| Net assets, beginning | 210.47 | 208.01 |
| Net assets, ending | \$ 210.29 | \$ 210.47 |

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

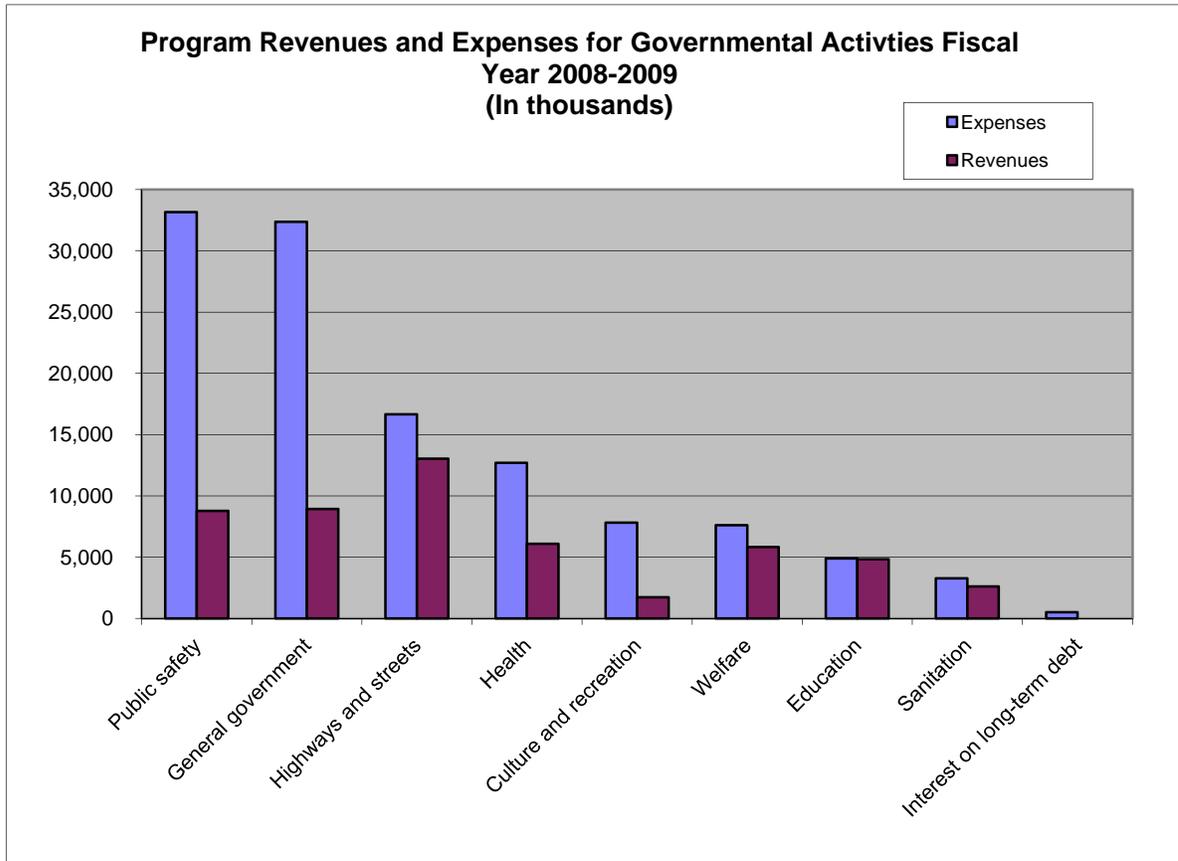
Program revenues increased less than \$65 thousand in the current fiscal year. This lack of growth was a combination of decreases in building permit revenues and reductions in grant funding from the State. Program expenses only increased 1.31% (\$1.55 million) in the current fiscal year. Implementation of GASB Statement No 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, increased program expenses by \$1.4 million, and \$830 thousand was spent in the prior fiscal year for debt defeasance that was not incurred in the current fiscal year.

Sales taxes decreased by 7.48% primarily due to the economic recession. Property taxes increased by 18.34% (\$2.3 million), primarily the result of an increase in assessed values. The current fiscal year investment earnings decrease of 12.45% was a combination of a decrease in the average earnings rate, a decrease of in the average monthly investment of \$9.5 million, and a capital loss.



Culture and recreation expenses increased 12.36% in the current fiscal year due to increased funding for libraries. Welfare expenses increased 14.24% primarily due to increases in the Home Program and Youth Build grants. Education expenses increased 10.14% as a result of increased Forest Fee funding for schools.

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS



As shown in the “Revenues by Source for Governmental Activities” chart and “Program Revenues and Expenses for Governmental Activities” chart, for governmental activities overall, without regard to program, operating grants and contributions are the largest single source of funds (29.11%), followed by sales tax (21.88%), and state shared revenue (17.28%). Public safety is the largest function in expense (\$33.17 million), followed by general government (\$32.36 million), and highways and streets (\$16.66 million).

FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS

The County reported four major funds for this fiscal year – General Fund, Public Works/HURF, Jail District, and Parks and Open Spaces Tax. At year-end, the County’s governmental funds reported combined fund balances of \$79.14 million, which is a decrease of \$1.05 million from last year or a decrease of 1.31%. Of the total, \$78.58 million (99.30%) constitutes unreserved fund balance.

Revenues for governmental functions overall decreased by \$1.99 million, a decrease of 1.66% and expenditures for governmental functions decreased by \$15.95 million, a decrease of 11.76%, in the current fiscal year. The large decrease in expenditures was due to the expenditures for debt defeasance incurred in the prior fiscal year.

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental function expenditures exceeded governmental fund revenues by \$1.82 million in the current fiscal year and the fund balance decreased by \$1.05 million.

The General Fund is the County's primary operating fund. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$24.96 million. Unreserved fund balance represents 99.31% of General Fund's total fund balance. The General Fund's fund balance decreased by \$2.50 million. The primary reason for this decrease was increases in expenditures that were not offset by increases in revenues.

The Public Works/HURF Fund's fund balance decreased by \$2.15 million in the current fiscal year. This was primarily the result of lower expenditures in fiscal year 2008.

The Jail District Fund's fund balance increased by \$1.69 million in the current fiscal year as a result of normal operations.

The Parks and Open Spaces Tax Fund's fund balance increased by \$1.89 million in the current fiscal year due to normal operations.

General Fund Budgetary Highlights

- The final budgeted expenditures for the General Fund at year-end were \$3.11 million less than the original adopted budget. This decrease offset increases in other fund's budgets keeping the overall County budget from exceeding the adopted budget ceiling. For the General Fund, actual revenues were under the final budget by \$3.22 million while actual expenditures were \$21.57 million less than the final budget.
- The budget variance for revenues in the General Fund was primarily due to unanticipated decreases in state shared sales tax, county sales tax and building permits revenue. All of these decreases were the result of the County's deteriorating economy. The expenditures variance was primarily unexpended contingency funds and fiscal reserves.

Capital Asset and Debt Administration

Capital Assets

During the current fiscal year, the County completed and continued various construction projects that added \$1.14 million to the County's buildings inventory and \$4.84 million to the County's infrastructure inventory. Other capital expenses added \$.89 million to the County's land inventory and \$.71 million to the County's equipment inventory. The County's overall capital asset inventory decreased \$.12 million net of increases in depreciation.

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

The following table reflects the changes in capital assets for the County for the fiscal year 2009 compared to fiscal year 2008.

| | Governmental Activities (net of depreciation) (in millions) | |
|--------------------------|---|-----------|
| | 2009 | 2008 |
| Land | \$ 23.68 | \$ 22.79 |
| Buildings | 59.52 | 60.56 |
| Machinery and Equipment | 10.21 | 12.60 |
| Infrastructure | 43.96 | 41.95 |
| Construction in Progress | 3.03 | 2.62 |
| Total | \$ 140.40 | \$ 140.52 |

Additional information on Coconino county's capital assets can be found in Note 4 on page 51 of this report.

Long-term Debt

At the end of the current fiscal year, the County had \$8.34 million in revenue bonds and \$2.36 million in special assessment debt outstanding. This includes \$795,000 in special assessment bonds issued in the current year. *Additional information on Coconino County's long-term debt can be found in Note 5 on pages 52-55 of this report.*

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The County utilizes a Ten-Year Financial Plan, which is updated quarterly, to forecast the County's financial future. The largest single revenue source is State shared sales taxes. Various sales taxes, including State shared sales taxes, constitute 53% of the County's government-wide general revenues and over 63% of General Fund revenues. This makes the County's revenues sensitive to slumps in the economy. County staff incorporated historical trends, local economic trends and national and global economic trends into the County's fiscal 2010 budget. FY09 was a difficult financial year for the County, and especially for sales tax revenues. Given how far sales tax revenues fell in FY09, we are anticipating a slow recovery to begin in FY10. County staff is forecasting conservative increases to County sales taxes (3.5%), reflecting a local recession continuing through early FY10, with some gradual economic turnaround beginning in the second quarter. The State shared sales tax return growth estimate was more aggressive (4%), reflecting an earlier recovery from the deeper recession that occurred in FY08 and FY09 at the State level. During the development of the budget, there was much uncertainty about the budget for the State of Arizona. The County receives funding from the State to offset the cost of many of our mandated programs. In FY09 State grant revenue was reduced 10.7% for those programs. The FY10 funding from State grant revenues is anticipated to be reduced as the State finalizes its budget. Overall revenues and General Fund revenues

Coconino County
MANAGEMENT'S DISCUSSION AND ANALYSIS

are estimated to increase by approximately 16% due to anticipated American Recovery and Reinvestment Act funding. General Fund revenues are anticipated to decrease 1% because the projected increase in sales taxes will be offset by the loss of one-time Payments In Lieu of Taxes funding that was received in FY09. In response to the revenue reductions we have seen County-wide, the FY10 budget included about a 2.5% reduction to General Fund programs from the FY09 "base" level.

The major issues addressed in the fiscal 2010 budget are:

- Impacts from the State shifting costs to the County while reducing revenues to plug the State budget deficit
- Maintaining levels of service with reduced revenues
- Keeping employee pay "whole" after retirement and benefit rate changes
- Funding an Assessor system in response to the loss of a State supported system
- Matching recurring expenditures with recurring revenue streams

The County's financial planning is based on conservative revenue estimates and the use of a strategic planning process to focus the expenditure of limited resources on meeting the current and future needs of its citizens.

REQUESTS FOR INFORMATION

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

BASIC FINANCIAL STATEMENTS

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Coconino County
Statement of Net Assets
June 30, 2009

| | Governmental Activities |
|---|----------------------------|
| Assets | |
| Cash and cash equivalents | \$ 74,165,447 |
| Investments | 603,163 |
| Cash and investments held by trustee | 2,397,123 |
| Receivables (net of allowances for uncollectibles): | |
| Property taxes | 543,441 |
| Accounts | 1,170,480 |
| Special assessments | 2,533,716 |
| Jail district sales tax | 2,024,548 |
| Accrued interest | 359,407 |
| Due from other governments | 12,986,980 |
| Inventories | 282,131 |
| Prepaid items | 148,442 |
| Capital assets, not being depreciated | 26,708,657 |
| Capital assets, being depreciated, net | 113,690,410 |
| Total assets | 237,613,945 |
| Liabilities | |
| Accounts payable | 4,532,903 |
| Accrued payroll and employee benefits | 3,335,173 |
| Due to other governments | 576,929 |
| Deposits held for others | 1,823,656 |
| Deferred revenues | 2,720 |
| Bond interest payable | 189,160 |
| Noncurrent liabilities | |
| Due within 1 year | 6,007,545 |
| Due in more than 1 year | 10,853,773 |
| Total liabilities | 27,321,859 |
| Net Assets | |
| Invested in capital assets, net of related debt | 129,694,889 |
| Restricted for: | |
| Highways and streets | 19,204,943 |
| Education | 902,746 |
| Debt service | 7,469,063 |
| Capital projects | 768,807 |
| Unrestricted | 52,251,638 |
| Total net assets | \$ 210,292,086 |

See accompanying notes to financial statements.

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Coconino County
Statement of Activities
Year Ended June 30, 2009

| <u>Functions/Programs</u> | Program Revenues | | | Net (Expenses) Revenues and Changes in Net assets |
|--|------------------|-------------------------|--|--|
| | Expenses | Charges for Services | Operating Grants and Contributions | |
| | | | | Total |
| Primary government: | | | | |
| Governmental activities: | | | | |
| General government | \$ 32,364,030 | \$ 7,316,495 | \$ 1,621,829 | \$ (23,425,706) |
| Public safety | 33,164,905 | 3,421,790 | 5,353,626 | (24,389,489) |
| Highways and streets | 16,655,737 | 1,152,294 | 11,805,961 | \$ 71,977 (3,625,505) |
| Sanitation | 3,274,456 | 1,375,437 | 1,189,162 | 46,543 (663,314) |
| Health | 12,692,864 | 1,316,870 | 4,769,679 | (6,606,315) |
| Welfare | 7,615,522 | 1,262,876 | 4,553,815 | (1,798,831) |
| Culture and recreation | 7,814,879 | 1,170,109 | 555,600 | (6,089,170) |
| Education | 4,892,986 | 95,016 | 4,732,167 | (65,803) |
| Interest on long-term debt | 512,256 | | | (512,256) |
| Total governmental activities | \$ 118,987,635 | \$ 17,110,887 | \$ 34,581,839 | \$ 118,520 (67,176,389) |
| General revenues | | | | |
| Taxes: | | | | |
| Property taxes, levied for general purposes | | | | 7,935,524 |
| Property taxes, levied for library | | | | 4,708,037 |
| Property taxes, levied for flood control | | | | 2,011,055 |
| Property taxes, levied for accommodation school | | | | 189,318 |
| General county sales tax | | | | 11,497,627 |
| Jail district sales tax | | | | 11,486,443 |
| Parks and open spaces sales tax | | | | 2,871,495 |
| Excise tax | | | | 92,118 |
| Franchise tax | | | | 41,944 |
| Shared revenue - state sales tax | | | | 15,287,328 |
| Shared revenue - state vehicle license tax | | | | 5,240,676 |
| Grants and contributions not restricted to specific programs | | | | 2,866,290 |
| Investment earnings | | | | 2,388,053 |
| Gain on disposal of capital assets | | | | 2,100 |
| Miscellaneous | | | | 376,842 |
| Total general revenues | | | | 66,994,850 |
| Change in net assets | | | | (181,539) |
| Net assets, July 1, 2008 | | | | 210,473,625 |
| Net assets, June 30, 2009 | | | | \$ 210,292,086 |

See accompanying notes to financial statements.

Coconino County
Balance Sheet
Governmental Funds
June 30, 2009

| | General Fund | Public Works/HURF Fund | Jail District Fund |
|---|---------------|------------------------------|-----------------------|
| Assets | | | |
| Cash and cash equivalents | \$ 21,408,548 | \$ 16,135,412 | \$ 5,635,435 |
| Investments | | | |
| Cash and investments held by trustee | | | 2,385,007 |
| Receivables (net of allowances for uncollectibles): | | | |
| Property taxes | 279,156 | | |
| Accounts | 208,610 | 1,478 | 272,907 |
| Special assessments | | | |
| Jail district sales tax | | | 2,024,548 |
| Accrued interest | 99,353 | 74,370 | 26,736 |
| Advances to other funds | | | |
| Due from: | | | |
| Other funds | 8,117,138 | 552,009 | 137,436 |
| Other governments | 5,450,173 | 2,077,323 | 364,612 |
| Inventories | 38,887 | | |
| Prepaid items | 134,612 | 55 | |
| Total assets | \$ 35,736,477 | \$ 18,840,647 | \$ 10,846,681 |
| Liabilities and Fund Balances | | | |
| Liabilities: | | | |
| Accounts payable | \$ 2,050,205 | \$ 630,740 | \$ 449,254 |
| Accrued payroll and employee benefits | 1,591,055 | 298,998 | 378,186 |
| Advances from other funds | | | |
| Due to: | | | |
| Other funds | 4,777,083 | 416,552 | 317,067 |
| Other governments | 205,578 | | 30,330 |
| Deposits held for others | 1,754,763 | | |
| Bond interest payable | | | 189,160 |
| Revenue bonds payable | | | 2,195,000 |
| Deferred revenue | 227,696 | | 2,400 |
| Total liabilities | 10,606,380 | 1,346,290 | 3,561,397 |
| Fund balances: | | | |
| Reserved for: | | | |
| Inventories | 38,887 | | |
| Prepaid items | 134,612 | 55 | |
| Debt service | | | |
| Unreserved, reported in: | | | |
| General fund | 24,956,598 | | |
| Special revenue funds | | 17,494,302 | 7,285,284 |
| Capital projects funds | | | |
| Total fund balances | 25,130,097 | 17,494,357 | 7,285,284 |
| Total liabilities and fund balances | \$ 35,736,477 | \$ 18,840,647 | \$ 10,846,681 |

See accompanying notes to financial statements

| Parks and Open Spaces Tax Fund | Other Governmental Funds | Total Governmental Funds |
|--------------------------------------|--------------------------------|--------------------------------|
| \$ 11,175,573 | \$ 17,699,377 | \$ 72,054,345 |
| | 603,163 | 603,163 |
| | 12,116 | 2,397,123 |
| | 264,285 | 543,441 |
| | 675,145 | 1,158,140 |
| | 2,533,716 | 2,533,716 |
| | | 2,024,548 |
| 50,101 | 99,200 | 349,760 |
| | 456,394 | 456,394 |
| 105,161 | 6,893,057 | 15,804,801 |
| 506,168 | 4,588,704 | 12,986,980 |
| | | 38,887 |
| | 13,775 | 148,442 |
| <u>\$ 11,837,003</u> | <u>\$ 33,838,932</u> | <u>\$ 111,099,740</u> |

| | | |
|------------------|-------------------|-------------------|
| | \$ 1,322,822 | \$ 4,453,021 |
| | 948,986 | 3,217,225 |
| | 456,394 | 456,394 |
| \$ 1,484,872 | 9,094,470 | 16,090,044 |
| | 341,021 | 576,929 |
| | 68,893 | 1,823,656 |
| | | 189,160 |
| | | 2,195,000 |
| | 2,731,931 | 2,962,027 |
| <u>1,484,872</u> | <u>14,964,517</u> | <u>31,963,456</u> |

| | | |
|----------------------|----------------------|-----------------------|
| | | 38,887 |
| | 13,775 | 148,442 |
| | 370,905 | 370,905 |
| | | 24,956,598 |
| 10,352,131 | 17,312,944 | 52,444,661 |
| | 1,176,791 | 1,176,791 |
| <u>10,352,131</u> | <u>18,874,415</u> | <u>79,136,284</u> |
| <u>\$ 11,837,003</u> | <u>\$ 33,838,932</u> | <u>\$ 111,099,740</u> |

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Coconino County
 Reconciliation of the Balance Sheet to the Statement of Net Assets
 Governmental Funds
 June 30, 2009

| | |
|---|------------------------------|
| Fund balances—total governmental funds | \$ 79,136,284 |
| Amounts reported for governmental activities in the Statement of Net Assets are different because: | |
| Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. | 139,170,465 |
| Some receivables are not available to pay for current-period expenditures and therefore, are deferred in the funds. | 2,959,307 |
| Internal service funds are used by management to charge the costs of certain activities, such as automotive maintenance, to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Assets. | 3,692,348 |
| Some liabilities, including bonds payable, compensated absences payable, and claims and judgments payable, are not due and payable in the current period and therefore, are not reported in the funds. | <u>(14,666,318)</u> |
| Net assets of governmental activities | <u><u>\$ 210,292,086</u></u> |

See accompanying notes to financial statements.

Coconino County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2009

| | <u>General Fund</u> | <u>Public Works/HURF Fund</u> | <u>Jail District Fund</u> |
|--|----------------------|---------------------------------------|---------------------------|
| Revenues: | | | |
| Property taxes | \$ 7,864,398 | | |
| Other taxes | 14,838,752 | \$ 2,036,697 | \$ 11,486,444 |
| Special assessments | | | |
| Licenses and permits | 867,759 | 13,640 | |
| Fees, fines, and forfeits | 1,233,056 | | |
| Intergovernmental | 19,637,037 | 9,115,384 | 98,708 |
| Charges for services | 2,512,763 | | 2,337,421 |
| Investment earnings | 986,352 | 599,318 | 205,892 |
| Contributions | 166,379 | | |
| Miscellaneous | 810,460 | 2,234 | 3,720 |
| Total revenues | <u>48,916,956</u> | <u>11,767,273</u> | <u>14,132,185</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 28,061,796 | | |
| Public safety | 12,490,595 | | 12,175,349 |
| Highways and streets | 741,344 | 16,145,720 | |
| Sanitation | | | |
| Health | 3,676,222 | | |
| Welfare | 983,520 | | |
| Culture and recreation | 1,064,907 | | |
| Education | 523,903 | | |
| Capital outlay | | | |
| Debt service: | | | |
| Principal | | | 2,195,000 |
| Interest and other charges | | | 383,992 |
| Total expenditures | <u>47,542,287</u> | <u>16,145,720</u> | <u>14,754,341</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>1,374,669</u> | <u>(4,378,447)</u> | <u>(622,156)</u> |
| Other financing sources (uses): | | | |
| Sale of capital assets | | 2,100 | |
| Bond proceeds | | | |
| Transfers in | 3,143,345 | 3,368,542 | 2,308,556 |
| Transfers out | <u>(7,016,623)</u> | <u>(1,146,663)</u> | |
| Total other financing sources (uses) | <u>(3,873,278)</u> | <u>2,223,979</u> | <u>2,308,556</u> |
| Net change in fund balances | (2,498,609) | (2,154,468) | 1,686,400 |
| Fund balances, July 1, 2008 | 27,628,706 | 19,648,825 | 5,598,884 |
| Fund balances, June 30, 2009 | <u>\$ 25,130,097</u> | <u>\$ 17,494,357</u> | <u>\$ 7,285,284</u> |

See accompanying notes to financial statements.

| Parks and Open Spaces Tax Fund | Other Governmental Funds | Total Governmental Funds |
|--------------------------------------|--------------------------------|--------------------------------|
| | \$ 6,818,925 | \$ 14,683,323 |
| \$ 2,871,495 | 1,767 | 31,235,155 |
| | 533,246 | 533,246 |
| | 714,785 | 1,596,184 |
| | 1,403,286 | 2,636,342 |
| | 23,279,980 | 52,131,109 |
| | 5,765,974 | 10,616,158 |
| 401,528 | 748,256 | 2,941,346 |
| | 332,432 | 498,811 |
| | 223,585 | 1,039,999 |
| 3,273,023 | 39,822,236 | 117,911,673 |
| | 3,042,770 | 31,104,566 |
| | 6,715,652 | 31,381,596 |
| | 105,392 | 16,992,456 |
| | 3,146,581 | 3,146,581 |
| | 8,685,296 | 12,361,518 |
| | 6,534,299 | 7,517,819 |
| | 6,981,078 | 8,045,985 |
| | 4,206,385 | 4,730,288 |
| | 1,434,116 | 1,434,116 |
| | 313,901 | 2,508,901 |
| | 128,264 | 512,256 |
| | 41,293,734 | 119,736,082 |
| 3,273,023 | (1,471,498) | (1,824,409) |
| | | 2,100 |
| | 795,000 | 795,000 |
| | 6,661,233 | 15,481,676 |
| (1,379,711) | (5,965,758) | (15,508,755) |
| (1,379,711) | 1,490,475 | 770,021 |
| 1,893,312 | 18,977 | (1,054,388) |
| 8,458,819 | 18,855,438 | 80,190,672 |
| \$ 10,352,131 | \$ 18,874,415 | \$ 79,136,284 |

Coconino County
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances to the Statement of Activities
 Governmental Funds
 Year Ended June 30, 2009

Net change in fund balances—total governmental funds \$ (1,054,388)

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 | \$ 7,889,520 | |
| Depreciation expense | <u>(7,573,780)</u> | 315,740 |

| | | |
|--|--|---------|
| Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. | | 817,557 |
|--|--|---------|

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

| | | |
|-------------------------|------------------|-----------|
| Debt issued or incurred | (795,000) | |
| Principal repaid | <u>2,508,901</u> | 1,713,901 |

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.

| | | |
|---|--------------------|-------------|
| Increase in compensated absences | (263,186) | |
| Increase in claims and judgments | (9,908) | |
| Increase in future postemployment health benefits | <u>(1,300,722)</u> | (1,573,816) |

Internal service funds are used by management to charge the costs of certain activities, such as automotive maintenance, to individual funds. The net loss of the internal service fund is reported with governmental activities in the Statement of Activities.

(400,533)

| | | |
|---|--|----------------------------|
| Change in net assets of governmental activities | | <u><u>\$ (181,539)</u></u> |
|---|--|----------------------------|

See accompanying notes to financial statements.

Coconino County
Statement of Net Assets
Proprietary Fund
June 30, 2009

| | Governmental Activities - Internal Service Fund |
|---|--|
| | |
| Assets | |
| Current assets: | |
| Cash and cash equivalents | \$ 2,111,102 |
| Receivables (net of allowances for uncollectibles): | |
| Accounts | 12,340 |
| Accrued interest | 9,647 |
| Due from other funds | 289,539 |
| Inventories | 243,244 |
| Total current assets | 2,665,872 |
| Noncurrent assets: | |
| Capital assets, net of accumulated depreciation: | |
| Buildings, net | 72,473 |
| Equipment, net | 1,156,129 |
| Capital assets, net | 1,228,602 |
| Total noncurrent assets | 1,228,602 |
| Total assets | 3,894,474 |
| Liabilities | |
| Current liabilities: | |
| Accounts payable | 79,882 |
| Accrued payroll and employee benefits | 117,948 |
| Due to other funds | 4,296 |
| Total current liabilities | 202,126 |
| Total liabilities | 202,126 |
| Net Assets | |
| Invested in capital assets, net of related debt | 1,228,602 |
| Unrestricted | 2,463,746 |
| Total net assets | \$ 3,692,348 |

See accompanying notes to financial statements.

Coconino County
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Fund
Year Ended June 30, 2009

| | Governmental Activities - Internal Service Fund |
|---------------------------------|--|
| | |
| Operating revenues: | |
| Charges for services | \$ 3,129,040 |
| Total operating revenues | 3,129,040 |
| Operating expenses: | |
| Personal services | 734,538 |
| Professional services | 187,840 |
| Supplies | 2,011,323 |
| Utilities | 20,023 |
| Repairs and maintenance | 129,514 |
| Travel | 11,041 |
| Depreciation | 537,144 |
| Total operating expenses | 3,631,423 |
| Operating loss | (502,383) |
| Nonoperating revenues: | |
| Investment earnings | 74,771 |
| Transfers from other funds | 27,079 |
| Total nonoperating revenues | 101,850 |
| Decrease in net assets | (400,533) |
| Total net assets, July 1, 2008 | 4,092,881 |
| Total net assets, June 30, 2009 | \$ 3,692,348 |

See accompanying notes to financial statements.

Coconino County
Statement of Cash Flows
Proprietary Fund
Year Ended June 30, 2009

| | <u>Governmental Activities- Internal Service Fund</u> |
|---|---|
| Cash flows from operating activities: | |
| Receipts from other funds for services provided | \$ 3,092,027 |
| Payments to suppliers and providers of goods and services | (2,419,069) |
| Payments to employees | (724,846) |
| Net cash used for operating activities | <u>(51,888)</u> |
| Cash flows from noncapital financing activities: | |
| Cash transfers from other funds | 27,079 |
| Net cash provided by noncapital financing activities | <u>27,079</u> |
| Cash flows from capital and related financing activities: | |
| Purchases of capital assets | (6,192) |
| Net cash used for capital and related financing activities | <u>(6,192)</u> |
| Cash flows from investing activities: | |
| Interest received on investments | 80,022 |
| Net cash provided by investing activities | <u>80,022</u> |
| Net increase in cash and cash equivalents | 49,021 |
| Cash and cash equivalents, July 1, 2008 | <u>2,062,081</u> |
| Cash and cash equivalents, June 30, 2009 | <u><u>\$ 2,111,102</u></u> |
| Reconciliation of operating loss to net cash used for operating activities | |
| Operating loss | \$ (502,383) |
| Adjustments to reconcile operating loss to net cash used for operating activities: | |
| Depreciation | 537,144 |
| Changes in assets and liabilities: | |
| Increase in: | |
| Accrued payroll and employee benefits | 20,733 |
| Decrease in: | |
| Due from other funds | 65,663 |
| Inventories | 46,611 |
| Accounts receivable | 7,465 |
| Accounts payable | (116,977) |
| Due to other funds | (110,144) |
| Net cash used for operating activities | <u><u>\$ (51,888)</u></u> |

See accompanying notes to financial statements.

Coconino County
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

| | Investment Trust Funds | Agency Fund |
|---|---------------------------|--------------|
| Assets | | |
| Cash and cash equivalents | \$ 100,444,080 | \$ 1,198,140 |
| Cash and investments held by trustee | | 658,736 |
| Interest and dividends receivable | 461,425 | |
| Total assets | 100,905,505 | \$ 1,856,876 |
| Liabilities | | |
| Deposits held for others | | \$ 1,596,217 |
| Due to other governments | | 260,659 |
| Total liabilities | | \$ 1,856,876 |
| Net Assets | | |
| Held in trust for investment trust participants | \$ 100,905,505 | |

See accompanying notes to financial statements.

Coconino County
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

| | Investment Trust Funds |
|---------------------------------|---------------------------|
| Additions: | |
| Contributions from participants | \$ 339,099,324 |
| Investment earnings | 6,357,881 |
| Total additions | 345,457,205 |
| Deductions: | |
| Distributions to participants | 334,830,919 |
| Total deductions | 334,830,919 |
| Change in net assets | 10,626,286 |
| Net assets, July 1, 2008 | 90,279,219 |
| Net assets, June 30, 2009 | \$ 100,905,505 |

See accompanying notes to financial statements.

Coconino County
Notes to Financial Statements
June 30, 2009

Note 1 – Summary of Significant Accounting Policies

The accounting policies of Coconino County conform to generally accepted accounting principles applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB).

During the year ended June 30, 2009, Coconino County implemented the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. GASB Statement No. 45 establishes governmental employer accounting and financial reporting requirements for postemployment benefits other than pensions.

A. Reporting Entity

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

Component units are legally separate entities for which the County is considered financially accountable. Blended component units, although legally separate entities, 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 combined 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.

Coconino County
Notes to Financial Statements
June 30, 2009

The following table describes the County's component units:

| <u>Component Unit</u> | <u>Description; Criteria for Inclusion</u> | <u>Reporting Method</u> | <u>For Separate Financial Statements</u> |
|--|--|-----------------------------|--|
| Coconino 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 | Blended | Not available |
| Coconino 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 | Blended | Not available |
| Coconino 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 | Blended | Not available |
| Coconino County Street Lighting Districts | Operates and maintains street lighting in areas outside local city jurisdictions; the County's Board of Supervisors serves as the board of directors | Blended | Not available |
| Coconino County Jail District | A tax-levying district that acquires, constructs, operates, maintains, and finances county jails and jail systems; the County's Board of Supervisors serves as the governing board | Blended | Not available |

Coconino County
Notes to Financial Statements
June 30, 2009

B. Basis of Presentation

The basic financial statements include both government-wide statements and fund financial statements. The government-wide statements focus on the County as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

Government-wide statements—provide information about the primary government (the County) and its component units. The statements include a statement of net assets and a statement of activities. These statements report the financial activities of the overall government, 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, 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.

Coconino County
Notes to Financial Statements
June 30, 2009

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

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

The County reports the following major governmental funds:

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

The Public Works/HURF Fund is used to account for highway user fees restricted for the construction, repair, and maintenance of county roads.

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

The Parks and Open Spaces Tax Fund is used to account for the collection of a one-eighth cent sales tax to be used for parks and open space acquisitions and improvements.

Coconino County
Notes to Financial Statements
June 30, 2009

The County reports the following fund types:

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

The investment trust funds account for pooled and nonpooled assets held and invested by the County Treasurer on behalf of other governmental entities.

The agency fund accounts for assets held by the County as an agent for the State and various local governments, and for property taxes collected and distributed to the State, local school districts, community college districts, and special districts.

C. Basis of Accounting

The government-wide, proprietary fund, and fiduciary fund financial statements are presented using the economic resources measurement focus, with the exception of the agency fund, and the accrual basis of accounting. The agency fund is custodial in nature and does not have a measurement focus. 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.

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 subject to accrual are state-shared sales taxes and fuel taxes, county sales tax, property taxes, and grants from the federal and state government. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

Coconino County
Notes to Financial Statements
June 30, 2009

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 net assets available to finance the program. The County applies grant resources to such programs before using general revenues.

D. Cash and Investments

For purposes of its statement of cash flows, the County considers cash on hand, demand deposits, cash on deposit with the County Treasurer, and only those highly liquid investments with a maturity of 3 months or less when purchased to be cash equivalents.

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest-earning investment contracts 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

The County accounts for its inventories in the governmental funds using the consumption method. Inventories of the governmental funds are recorded as assets when purchased and expensed when consumed. Amounts on hand at year end are shown on the balance sheet as an asset for informational purposes only and are offset by a fund balance reserve to indicate that they do not constitute “available spendable resources.” These inventories are stated at cost using the first-in, first-out method of valuation.

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

F. Prepaid Items

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

Coconino County
Notes to Financial Statements
June 30, 2009

G. Property Tax Calendar

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

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

H. Capital Assets

Capital assets are reported at actual cost, or estimated historical cost if historical records are not available. Donated assets are reported at 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 reported in the government-wide statements and proprietary funds are as follows:

| | Capitalization Threshold | Depreciation Method | Estimated Useful Life |
|--------------------------|-------------------------------------|--------------------------------|----------------------------------|
| Land | All | N/A | N/A |
| Construction in progress | \$ 5,000 | N/A | N/A |
| Buildings | 5,000 | Straight-Line | 25-40 Years |
| Machinery and equipment | 5,000 | Straight-Line | 3-25 Years |
| Infrastructure | 5,000 | Straight-Line | 15-50 Years |

I. Investment Earnings

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

Coconino County
Notes to Financial Statements
June 30, 2009

J. Compensated Absences

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

Employees may accumulate up to 240 hours of vacation. Upon termination of employment, all unused and unforfeited vacation benefits are paid to employees. Accordingly, vacation benefits are accrued as a liability in the government-wide and proprietary fund's financial statements.

Non-exempt, eligible employees may accumulate up to 60 hours of compensatory time. Accruals beyond 60 hours require approval by the county manager. The Fair Labor Standards Act requires the pay off of any compensatory time balance above 240 hours for most non-exempt positions and 480 hours for public safety positions. This is done periodically throughout the year. Upon termination all unused compensatory time is paid to the employee. Accordingly, compensatory time is accrued as a liability in the government-wide and proprietary fund's financial statements.

Employees may accumulate up to 1,040 of sick leave hours. Generally, sick leave benefits provide for ordinary sick pay and are cumulative but are forfeited upon termination of employment. However, for employees who terminate with a minimum of 20 years of continuous service, sick leave benefits do vest. Such eligible terminating employees are compensated at the rate of 1 day for each 4 sick days accrued. Accordingly, this vested sick leave is accrued as a liability in the government-wide and proprietary fund's financial statements. A liability for any of 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.

Note 2 – 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; interest-earning investments such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; and specified commercial paper, bonds, debentures, and notes issued by corporations organized

Coconino County
Notes to Financial Statements
June 30, 2009

and doing business in the United States. In addition, the County Treasurer may invest trust funds in fixed income securities of corporations doing business in the United States or District of Columbia.

Credit Risk

Statutes give the following requirements for credit risk:

1. Commercial paper must be rated P1 by Moody's investors service or A1 or better by Standard and Poor's rating service.
2. Corporate bonds, debentures, and notes must be rated A or better by Moody's investors service or Standard and Poor's rating service.
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 demand deposits, certificates of deposit, and repurchase agreements at 101 percent of all deposits not covered by federal depository insurance.

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 and that public operating fund monies invested in securities and deposits have a maximum maturity of 3 years. Investment in repurchase agreements must have a maximum maturity of 180 days.

Foreign currency risk

Statutes do not allow for foreign investments.

Deposits—At June 30, 2009, the carrying amount of the County's deposits was \$36,053,042 and the bank balance was \$37,078,830. The County does not have a formal policy with respect to custodial credit risk.

Coconino County
Notes to Financial Statements
June 30, 2009

At June 30, 2009, \$802,809 of the County's bank balance was exposed to custodial risk as follows:

| | |
|--------------------------------|-----------|
| Uninsured and Uncollateralized | \$802,809 |
|--------------------------------|-----------|

Investments— The County's investments at June 30, 2009, were as follows:

| Investment Type | Amount |
|------------------------------------|----------------------|
| U.S. agency securities | \$ 92,469,088 |
| Corporate bonds | 26,052,813 |
| State Treasurer's investment pools | 19,363,137 |
| Money market mutual funds | 2,778,205 |
| Municipal bonds | 1,032,626 |
| Mutual funds-equity | 16,167 |
| | <u>\$141,712,036</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 the participant's pool shares and the participant's shares are not identified with specific investments.

Coconino County
Notes to Financial Statements
June 30, 2009

Credit risk— The County does not have a formal investment policy with respect to credit risk. At June 30, 2009, credit risk for the County’s investments was as follows:

| Investment Type | Rating | Rating Agency | Amount |
|--------------------------------------|---------------|----------------------|----------------|
| U.S. agency securities | Aaa | Moody's | \$ 92,159,649 |
| State Treasurer's investment pool #7 | Unrated | Not applicable | 19,353,203 |
| Corporate bonds | Aa2 | Moody's | 12,094,617 |
| Corporate bonds | Aaa | Moody's | 4,061,448 |
| Corporate bonds | Aa3 | Moody's | 2,666,018 |
| Corporate bonds | A1 | Moody's | 2,657,564 |
| Mutual funds-debt | Aaa | Moody's | 2,385,007 |
| Corporate bonds | A2 | Moody's | 2,308,813 |
| Corporate bonds | A3 | Moody's | 1,963,040 |
| Municipal bonds | Unrated | Not Applicable | 985,838 |
| Mutual funds-debt | Unrated | Not Applicable | 393,198 |
| U.S. agency securities | Unrated | Not Applicable | 309,439 |
| Corporate bonds | Aa1 | Moody's | 186,334 |
| Corporate bonds | Unrated | Not Applicable | 114,979 |
| Municipal bonds | A1 | Moody's | 46,788 |
| State Treasurer's investment pool #5 | AAAf/SI+ | Standard and Poor's | 9,934 |
| | | | \$ 141,695,869 |

Custodial credit risk— For an investment, custodial credit risk is the risk that, in the event of the counterparty’s failure, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County does not have a formal policy with respect to custodial credit risk. At June 30, 2009, the County had \$92,469,088 of U.S. agency securities, \$1,032,626 of municipal bonds, \$2,778,205 of mutual funds-debt, and \$26,052,813 of corporate bonds that were uninsured and held by the counterparty.

Concentration of credit risk— The County does not have a formal policy with respect to concentration of credit risk. Five percent or more of the County’s investments as of June 30, 2009, were in Federal Home Loan Mortgage Corporation, Federal Home Loan Bank, Federal National Mortgage Association, Federal Farm Credit Bank, and General Electric Capital Corporation bonds. These investments were 22.9 percent, 20.2 percent, 16.1 percent, 5.9 percent, and 5.1 percent, respectively, of the County’s total investments.

Coconino County
Notes to Financial Statements
June 30, 2009

Interest rate risk— The County does not have a formal policy with respect to interest rate risk.

At June 30, 2009, the County had the following investments in debt securities:

| Investment Type | Amount | Weighted Average Maturity in Years |
|--------------------------------------|-----------------------|---|
| U.S. agency securities | \$ 92,159,649 | 3.774 |
| State Treasurer's investment pool #7 | 19,353,203 | 0.030 |
| Corporate bonds | 12,094,617 | 1.599 |
| Corporate bonds | 4,061,448 | 0.130 |
| Corporate bonds | 2,666,018 | 0.393 |
| Corporate bonds | 2,657,564 | 0.231 |
| Mutual funds-debt | 2,385,007 | 0.386 |
| Corporate bonds | 2,308,813 | 0.237 |
| Corporate bonds | 1,963,040 | 0.229 |
| Municipal bonds | 985,838 | 3.630 |
| U.S. agency securities | 309,439 | 0.009 |
| Mutual funds-debt | 207,387 | 2.840 |
| Mutual funds-debt | 185,811 | 4.600 |
| Corporate bonds | 186,334 | 0.033 |
| Corporate bonds | 114,979 | 0.000 |
| Municipal bonds | 46,788 | 0.141 |
| State Treasurer's investment pool #5 | 9,934 | 0.110 |
| | <u>\$ 141,695,869</u> | |

Coconino County
Notes to Financial Statements
June 30, 2009

A reconciliation of cash and investments to amounts shown on the Statements of Net Assets follows:

Cash, deposits, and investments:

| | |
|-----------------------|-----------------------|
| Cash on hand | \$ 1,701,611 |
| Amount of deposits | 36,053,042 |
| Amount of investments | 141,712,036 |
| Total | <u>\$ 179,466,689</u> |

| Statement of Net Assets: | <u>Governmental Activities</u> | <u>Investment Trust Funds</u> | <u>Agency Fund</u> | <u>Total</u> |
|---------------------------------------|------------------------------------|-----------------------------------|------------------------|-----------------------|
| Cash and cash equivalents | \$ 74,165,447 | \$ 100,444,080 | \$ 1,198,140 | \$ 175,807,667 |
| Investments | 603,163 | | | 603,163 |
| Cash and investments held by trustees | 2,397,123 | | 658,736 | 3,055,859 |
| Total | <u>\$ 77,165,733</u> | <u>\$ 100,444,080</u> | <u>\$ 1,856,876</u> | <u>\$ 179,466,689</u> |

Note 3 – Receivables

Due from other governments

Amounts due from other governments at June 30, 2009, include \$2,357,386 and \$1,741,637 in state-shared revenue from sales taxes and fuel taxes, respectively; \$476,860 from the State of Arizona for state vehicle license tax; \$2,027,439 in county sales tax; \$506,168 in parks and open space sales tax; \$2,622,959 in grants from the federal government; \$469,387 in grants from various state agencies; and \$1,118,219 from antiracketeering forfeitures. The balance of \$1,666,925 is composed of miscellaneous receivables from federal, state, and local governments.

Coconino County
Notes to Financial Statements
June 30, 2009

Note 4 – Capital Assets

Capital asset activity for the year ended June 30, 2009, was as follows:

| <u>Governmental activities:</u> | <u>Balance 7/1/2008</u> | <u>Increases</u> | <u>Decreases</u> | <u>Balance 6/30/2009</u> |
|---|-----------------------------|---------------------|---------------------|------------------------------|
| Capital assets not being depreciated: | | | | |
| Land | \$ 22,786,675 | \$ 890,951 | | \$ 23,677,626 |
| Construction in progress | 2,619,197 | 6,018,474 | \$ 5,606,640 | 3,031,031 |
| Total capital assets not being depreciated | 25,405,872 | 6,909,425 | 5,606,640 | 26,708,657 |
| Capital assets being depreciated: | | | | |
| Buildings | 83,297,863 | 1,136,050 | | 84,433,913 |
| Machinery and equipment | 33,608,241 | 711,083 | | 34,319,324 |
| Infrastructure | 79,734,486 | 4,841,516 | | 84,576,002 |
| Total capital assets being depreciated | 196,640,590 | 6,688,649 | | 203,329,239 |
| Less accumulated depreciation for: | | | | |
| Buildings | 22,738,132 | 2,179,196 | | 24,917,328 |
| Machinery and equipment | 21,005,094 | 3,104,976 | | 24,110,070 |
| Infrastructure | 37,784,679 | 2,826,752 | | 40,611,431 |
| Total accumulated depreciation | 81,527,905 | 8,110,924 | | 89,638,829 |
| Total capital assets being depreciated, net | 115,112,685 | (1,422,275) | | 113,690,410 |
| Total | <u>\$ 140,518,557</u> | <u>\$ 5,487,150</u> | <u>\$ 5,606,640</u> | <u>\$ 140,399,067</u> |

Depreciation expense was charged to functions as follows:

| | |
|--|---------------------|
| General government | \$ 948,612 |
| Public safety | 997,429 |
| Highways and streets | 4,572,261 |
| Sanitation | 255,352 |
| Health | 130,448 |
| Welfare | 75,361 |
| Culture and recreation | 494,080 |
| Education | 100,237 |
| Internal service fund | 537,144 |
| Total governmental activities depreciation expense | <u>\$ 8,110,924</u> |

Coconino County
Notes to Financial Statements
June 30, 2009

Note 5 – Long-Term Liabilities

The following schedule details the County’s long-term liability and obligation activity for the year ended June 30, 2009.

| <u>Governmental Activities</u> | <u>Balance July 1, 2008</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance June 30, 2009</u> | <u>Due within 1 year</u> |
|---|---------------------------------|---------------------|---------------------|----------------------------------|------------------------------|
| Bonds payable: | | | | | |
| Revenue bonds | \$ 10,435,000 | | \$ 2,095,000 | 8,340,000 | \$ 2,195,000 |
| Special assessment bonds with governmental commitment | 1,885,208 | \$ 795,000 | 316,030 | 2,364,178 | 335,431 |
| Total bonds payable | <u>12,320,208</u> | <u>795,000</u> | <u>2,411,030</u> | <u>10,704,178</u> | <u>2,530,431</u> |
| Compensated absences payable | 4,306,840 | 3,167,298 | 2,904,112 | 4,570,026 | 3,290,191 |
| Claims and judgments payable | 276,484 | 53,494 | 43,586 | 286,392 | 99,834 |
| Future postemployment health benefit liability (Note 7) | | 1,386,909 | 86,187 | 1,300,722 | 87,089 |
| Total governmental activities long-term liabilities | <u>\$ 16,903,532</u> | <u>\$ 5,402,701</u> | <u>\$ 5,444,915</u> | <u>\$ 16,861,318</u> | <u>\$ 6,007,545</u> |

Revenue Bonds—The County’s revenue bonds were issued specifically to finance a jail and related facilities. Future revenues from a voter-approved sales tax are pledged to repay \$21,130,000 and \$3,630,000 in revenue bonds issued in 1998 and 2000, respectively. The revenue bonds are payable from Jail District sales tax revenues through 2013. At June 30, 2009, \$8,340,000 in principal remains outstanding, along with future interest payments totaling \$730,236, to be repaid by future Jail District sales tax revenues. For the fiscal year ended June 30, 2009, net revenues available for service of this debt was \$11,486,444. The principal and interest paid in fiscal year 2009 was \$2,578,992 (22.45% of available net revenues). The annual principal and interest payments on the revenue bonds are expected to require approximately 21% of net revenues. They are generally noncallable with interest payable semiannually.

Coconino County
Notes to Financial Statements
June 30, 2009

Revenue bonds outstanding at June 30, 2009, were as follows:

| Description | Original Amount | Maturity Ranges | Interest Rates | Outstanding Principal |
|---------------|--------------------|--------------------|-------------------|--------------------------|
| Revenue bonds | \$ 24,760,000 | 7/1/2006-12 | 4.25-5.0% | \$ 8,340,000 |

The following schedule details debt service requirements to maturity for the County's revenue bonds payable at June 30, 2009:

| Year Ending June 30 | <u>Governmental Activities</u> | |
|---------------------------|--------------------------------|-------------------|
| | <u>Revenue Bonds</u> | |
| | <u>Principal</u> | <u>Interest</u> |
| 2010 | \$ 2,195,000 | \$ 328,635 |
| 2011 | 2,290,000 | 226,213 |
| 2012 | 1,885,000 | 131,063 |
| 2013 | 1,970,000 | 44,325 |
| Total | <u>\$ 8,340,000</u> | <u>\$ 730,236</u> |

Certificates of Participation—In prior years the County defeased certain certificates of participation debt by depositing funds in an irrevocable trust to provide for all future debt service on the certificates of participation. Accordingly, the trust account and the liability for these defeased certificates of participation are not included in the County's financial statements. At June 30, 2009, the following certificates of participation were considered defeased:

Series 2001 \$6,230,000

Special Assessment Bonds—Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. Proceeds from special assessment bonds are used for improvements such as paving, street lighting, and sewers. Payments made by the assessed property owners are pledged as collateral. In the event of default by the property owner, the lien created by the assessment is sold at public auction and the proceeds are used to offset the default assessment. Annual principal and interest on the bonds are expected to require 100% of net revenues. The total principal and interest to be paid is generally noncallable with interest payable semiannually. The principal and interest paid in fiscal year 2009 was \$442,165 (82.92% of available net revenues). The total principal and interest remaining on the bonds is \$2,840,697, payable through July 2019. The original amount of special assessment bonds issued in prior years was \$4,391,217. In addition, special assessment bonds totaling \$795,000 were issued for road improvements in fiscal year 2009.

Coconino County
Notes to Financial Statements
June 30, 2009

Special assessment bonds outstanding at June 30, 2009, were as follows:

| Description | Original Amount | Maturity Ranges | Interest Rates | Outstanding Principal |
|---|--------------------|--------------------|-------------------|--------------------------|
| Special assessment bonds with governmental commitment | \$ 5,186,217 | 7/1/2006-19 | 2.47-7.50% | \$ 2,364,178 |

The following schedule details debt service requirements to maturity for the County's special assessment bonds payable at June 30, 2009:

| Year Ending June 30 | Governmental Activities | |
|---------------------------|--------------------------------|-------------------|
| | Special | |
| | Assessment Bonds | |
| | Principal | Interest |
| 2010 | \$ 335,431 | \$ 116,565 |
| 2011 | 365,090 | 99,591 |
| 2012 | 384,682 | 81,855 |
| 2013 | 398,291 | 63,166 |
| 2014 | 417,019 | 43,807 |
| 2015 - 2019 | 367,665 | 66,493 |
| 2020 | 96,000 | 5,042 |
| Total | <u>\$ 2,364,178</u> | <u>\$ 476,519</u> |

Insurance claims—The County provides life, health, and disability benefits to its employees and their dependents through the Northern Arizona Public Employee Benefit Trust, currently composed of five members. The Trust provides benefits through a self-funding agreement with its participants and administers the program. The County is responsible for paying the premium and requires its employees to contribute a portion of that premium. If it withdraws from the Trust, the County is responsible for any claims run-out costs, including claims reported but not settled, claims incurred but not reported, and administrative costs. If the Trust were to terminate, the County would be responsible for its proportional share of any Trust deficit.

Coconino County
Notes to Financial Statements
June 30, 2009

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 2009, the County paid for compensated absences as follows: 51.66 percent from the General Fund, 21.37 percent from major funds, and 26.97 percent from other funds. The County paid for claims and judgments from the General Fund.

Note 6 – Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and others; and natural disasters. These risks of loss are accounted for and financed by the following described insurance coverage and internal risk management program.

The County contracts with the State Compensation Fund of Arizona to provide workers compensation coverage for employees. There is no deductible associated with this coverage and the maximum coverage is \$500,000 per occurrence. Claims over this amount are covered by the County’s liability insurance policy up to \$30 million. Settled claims did not exceed this commercial insurance coverage in any of the past 3 fiscal years.

The County self-insures on commercial general liability for the first \$125,000 per occurrence. A self-insurance retention fund is set up for these losses. The County then purchases coverage from insurers up to \$30 million. For real property and business personal property damage coverage the County has a \$25,000 deductible with blanket coverage up to the property values. Crime coverage is also a \$25,000 deductible with limits of \$1,000,000. Settled claims for commercial general liability and crime coverage have not exceeded either the self-insurance retention or the \$25,000 deductible in the past 3 fiscal years. Three claims for property losses have exceeded the \$25,000 in the past 3 fiscal years.

| | <u>2009</u> | <u>2008</u> |
|--|------------------|------------------|
| Claims payable, beginning of year | \$276,484 | \$263,020 |
| Current-year claims and changes in estimates | 53,494 | 66,924 |
| Claim payments | (43,586) | (53,460) |
| Claims payable, end of year | <u>\$286,392</u> | <u>\$276,484</u> |

Coconino County
Notes to Financial Statements
June 30, 2009

Note 7 – Pensions and Other Postemployment Benefits

Plan Descriptions—The County contributes to four plans, two of which are described below. The other two, the Elected Officials Retirement Plan and the Corrections Officer Retirement Plan, are not described due to their relative insignificance to the County’s financial statements. Benefits are established by state statute and generally provide retirement, long-term disability, and health insurance premium benefits, including death and survivor benefits. The retirement benefits are generally paid at a percentage, based on years of service, of the retirees’ average compensation. Long-term disability benefits vary by circumstance, but generally pay a percentage of the employee’s monthly compensation. Health insurance premium benefits are generally paid as a fixed dollar amount per month towards the retirees’ healthcare insurance premiums, in amounts based on whether the benefit is for the retiree or for the retiree and his or her dependents.

The *Arizona State Retirement System (ASRS)* administers a cost-sharing, multiple-employer defined benefit pension plan; a cost-sharing, multiple-employer defined benefit health insurance premium plan; and a cost-sharing, multiple-employer defined benefit long-term disability plan that covers employees of the State of Arizona and employees of participating political subdivisions and school districts. The ASRS is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The *Public Safety Personnel Retirement System (PSPRS)* administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium plan that covers public safety personnel who are regularly assigned hazardous duty as employees of the State of Arizona or participating political subdivisions. The PSPRS, acting as a common investment and administrative agent, is governed by a five-member board, known as The Fund Manager, and the participating local boards according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.

Coconino County
Notes to Financial Statements
June 30, 2009

Each plan issues a publicly available financial report that includes its financial statements and required supplementary information. A report may be obtained by writing or calling the applicable plan.

ASRS

3300 N. Central Ave.
P.O. Box 33910
Phoenix, AZ 85067-3910
(602) 240-2000 or (800) 621-3778

PSPRS

3010 E. Camelback Road, Suite 200
Phoenix, AZ 85016-4416
(602) 255-5575

Funding Policy—The Arizona State Legislature establishes and may amend active plan members’ and the County’s contribution rates for the ASRS and PSPRS.

Cost-sharing plans—For the year ended June 30, 2009, active ASRS members were required by statute to contribute at the actuarially determined rate of 9.45 percent (8.95 percent for retirement and 0.5 percent for long-term disability) of the members’ annual covered payroll and the County as required by statute to contribute at the actuarially determined rate of 9.45 percent (7.99 percent retirement, 0.96 percent for health insurance premium, and 0.5 percent long-term disability) of the members’ annual covered payroll.

The County’s contributions for the current and 2 preceding years, all of which were equal to the required contributions, were as follows:

| Year ended June 30, | Retirement Fund | Health Benefit Supplement Fund | Long-Term Disability Fund |
|------------------------|--------------------|-----------------------------------|------------------------------|
| 2009 | \$2,974,352 | \$357,369 | \$186,131 |
| 2008 | 2,928,708 | 382,005 | 181,908 |
| 2007 | 2,663,764 | 370,457 | 176,408 |

Agent plan—For the year ended June 30, 2009, active PSPRS members were required by statute to contribute 7.65 percent of the members’ annual covered payroll, and the County was required to contribute 28.63 percent, the aggregate of which is the actuarially required amount. The health insurance premium portion of the contribution rate was actuarially set at 0.74 percent of covered payroll.

Coconino County
Notes to Financial Statements
June 30, 2009

Actuarial methods and assumptions—The contribution requirements for the year ended June 30, 2009, were established by the June 30, 2007 actuarial valuations, and those actuarial valuations were based on the following actuarial methods and assumptions.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan 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 presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of the plan's assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on 1) the plan as understood by the County and plan's members and include the types of benefits in force at the valuation date, and 2) the pattern of sharing benefit costs between the County and plan's members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The actuarial methods and assumptions used to establish the fiscal year 2009 contribution requirements are as follows:

| | |
|---|---|
| Actuarial valuation date | June 30, 2007 |
| Actuarial cost method | Projected unit credit |
| Amortization method | Level percent closed for unfunded actuarial accrued liability, open for excess |
| Remaining amortization period | 29 years for unfunded actuarial accrued liability, 20 years for excess |
| Asset valuation method | Smoothed market value |
| Actuarial assumptions: | |
| Investment rate of return | 8.50% |
| Projected salary increases includes inflation at | 5.50% - 8.50% 5.00% |

Coconino County
Notes to Financial Statements
June 30, 2009

Annual Pension/OPEB Cost—The County’s pension cost for the agent plan for the year ended June 30, 2009, and OPEB related information follows. This is an estimate based on what was actually paid.

| | PSPRS Pension | PSPRS Health Insurance |
|--------------------------|--------------------------|---------------------------------------|
| Annual pension/OPEB cost | \$ 910,054 | \$ 36,441 |
| Contributions made | \$ 910,054 | \$ 36,441 |

Trend Information—Annual pension and OPEB cost information for the current and 2 preceding years follows for the PSPRS. Annual cost information for the current and preceding years is as follows. Information about the prior year will be added next year.

| Year Ended | Cost (APC) | Contributed | Obligation |
|-------------------------------------|-------------------|--------------------|-------------------|
| Pension | | | |
| 2009 | \$ 910,054 | 100% | \$0 |
| 2008 | 764,755 | 100% | 0 |
| Health Insurance | | | |
| 2009 | 36,441 | 100% | 0 |
| 2008 | 25,169 | 100% | 0 |
| Pension and Health Insurance | | | |
| 2007 | 703,332 | 100% | 0 |

Coconino County
Notes to Financial Statements
June 30, 2009

Funded Status— The funded status of the agent plan as of the most recent valuation date, June 30, 2009, along with the actuarial assumptions and methods used in that valuation follows.

| | Pension | Health Insurance |
|--|----------------|-----------------------------|
| Actuarial accrued liability (a) | \$ 26,050,300 | \$ 769,572 |
| Actuarial value of assets (b) | 13,206,756 | |
| Unfunded actuarial accrued liability (funding excess) (a) - (b) | 12,843,544 | 769,572 |
| Funded ratio (b)/(a) | 50.70% | 0.0% |
| Cover payroll (c) | 3,216,304 | 3,216,304 |
| Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll [(a) - (b)]/(c) | 399.3% | 23.9% |

The actuarial methods and assumptions used for the most recent valuation date are as follows:

| | |
|--|--|
| Actuarial valuation date | June 30, 2009 |
| Actuarial cost method | Projected unit credit |
| Amortization method | Level percent for closed unfunded actuarial accrued liability, open for excess |
| Remaining amortization period | 27 years for unfunded actuarial accrued liability, 20 years for excess |
| Asset valuation | Smoothed market value |
| Actuarial assumptions: | |
| Investment rate of return | 8.5% |
| Projected salary increases includes inflation at | 5.5% - 8.5% |
| | 5.5% |

Coconino County
Notes to Financial Statements
June 30, 2009

Postemployment Healthcare Plan

Plan Description—Employees retiring from Coconino County service, who receive monthly income from any of the Arizona State individual retirement plans, are eligible to continue insurance coverage at group rates through the Northern Arizona Public Employees Benefit Trust (NAPEBT). Coconino County is a member of (NAPEBT) and the benefits and premium rates are approved by the Trust and the Board of Supervisors on an annual basis for active and retired members. Although Coconino County does not explicitly pay a portion of the retiree’s premiums, because of the inclusion of this class in the insured pool, there is an implicit subsidy or “premium rate differential” that is incurred by the County.

Funding Policy

The program is currently funded on a pay-as-you-go basis.

| | |
|--|--------------|
| Actuarial valuation date | July 1, 2009 |
| Actuarial accrued liability (a) | \$ 7,887,569 |
| Actuarial value of assets (b) | |
| Unfunded actuarial accrued liability (funding excess) (a) - (b) | 7,887,569 |
| Funded ratio (b)/(a) | 0.00% |
| Covered payroll (c) | 51,641,941 |
| Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll ((a) - (b))/(c) | 15.27% |

| Annual pension cost and net pension obligations | Governmental Activities |
|--|------------------------------------|
| Annual required contribution | \$ 1,386,909 |
| Contributions made | (86,187) |
| Increase in net pension obligation | 1,300,722 |
| Net pension obligation at beginning of year | <u> </u> |
| Net pension obligation at end of year | <u><u>\$ 1,300,722</u></u> |

Coconino County
Notes to Financial Statements
June 30, 2009

Methods/Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of the funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of the plan's assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on 1) the plan as understood by the County and plan's members and include the types of benefits in force at the valuation date, and 2) the pattern of sharing benefit costs between the County and plan's members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The actuarial methods and assumptions used for the most first and most recent valuation date are as follows:

| | |
|---|---|
| Valuation Date | July 1, 2009 |
| Actuarial cost method | Entry Age Normal, Level Dollar |
| Amortization method | 30-Year Amortization Open |
| Remaining amortization period | 30 |
| Asset valuation method | No assets in OPEB trust |
| Investment rate of return | 4.50% |
| Inflation rate | N/A |
| Medical cost trend rate | 9.00% graded down to ultimate rate of 5.0% over 8 years |
| Medicare coverage age | 65 |
| Retirement and disability age | Based on the assumptions for the ASRS actuarial valuation as of June 30, 2008 |
| Active members | 63 |
| Retirees, beneficiaries, and dependents | 1,053 |

Coconino County
Notes to Financial Statements
June 30, 2009

Note 8 – Interfund Balances and Activity

Interfund receivables and payables—Interfund balances at June 30, 2009, were as follows:

| | Payable to | | | | | | Total |
|------------------------------|---------------------|------------------------|--------------------|------------------------------|-----------------------------|-----------------------|----------------------|
| | General Fund | Public Works/HURF Fund | Jail District Fund | Parks & Open Spaces Tax Fund | Nonmajor Governmental Funds | Internal Service Fund | |
| Payable from | | | | | | | |
| General Fund | | \$ 27,994 | \$ 109,177 | | \$ 4,533,113 | \$ 106,799 | \$ 4,777,083 |
| Public Works/HURF Fund | \$ 158,343 | | | | 117,240 | 140,969 | 416,552 |
| Jail District Fund | 294,291 | 16,710 | | | 1,272 | 4,794 | 317,067 |
| Parks & Open Spaces Tax Fund | 360,197 | | | | 1,124,675 | | 1,484,872 |
| Nonmajor Governmental Funds | 7,304,307 | 504,937 | 26,607 | \$ 105,161 | 1,116,481 | 36,977 | 9,094,470 |
| Internal Service Fund | | 2,368 | 1,652 | | 276 | | 4,296 |
| Total | \$ 8,117,138 | \$ 552,009 | \$ 137,436 | \$ 105,161 | \$ 6,893,057 | \$ 289,539 | \$ 16,094,340 |

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

Interfund transfers—Interfund transfers for the year ended June 30, 2009, were as follows:

| | Transfer to | | | | | Total |
|------------------------------|---------------------|------------------------|---------------------|-----------------------------|-----------------------|----------------------|
| | General Fund | Public Works/HURF Fund | Jail District Fund | Nonmajor Governmental Funds | Internal Service Fund | |
| Transfer from | | | | | | |
| General Fund | | \$ 45,685 | \$ 2,308,556 | \$ 4,662,382 | | \$ 7,016,623 |
| Public Works/HURF Fund | \$ 1,012,463 | | | 107,121 | \$ 27,079 | 1,146,663 |
| Parks & Open Spaces Tax Fund | 360,197 | | | 1,019,514 | | 1,379,711 |
| Nonmajor Governmental Funds | 1,770,685 | 3,322,857 | | 872,216 | | 5,965,758 |
| Total | \$ 3,143,345 | \$ 3,368,542 | \$ 2,308,556 | \$ 6,661,233 | \$ 27,079 | \$ 15,508,755 |

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

Coconino County
Notes to Financial Statements
June 30, 2009

Advances from/to other funds

Advances from/to other funds represent monies owed from various County Road Improvement Districts (nonmajor governmental funds) to the Forest Fee Revolving Fund (nonmajor governmental fund) to assist citizens with road improvements. The amount of advances as of June 30, 2009 was \$456,394. The County Road Improvement Districts are paying interest on the advances. The interest rates range from 2.510% to 4.0299%.

| Advances To | Advances From the Forest Fees Revolving Fund | |
|--------------------|---|----------------|
| | <u>\$</u> | <u></u> |
| Buckboard Trail | \$ | 39,912 |
| Hashknife | | 35,000 |
| Kiowa Commanche | | 87,742 |
| Lupine | | 88,004 |
| Oakwood Pines | | 37,100 |
| Pawnee | | 69,089 |
| Pinon Improvement | | 51,112 |
| Shoshone | | 20,076 |
| Tonowanda | | 28,359 |
| Total | <u>\$</u> | <u>456,394</u> |

Coconino County
Notes to Financial Statements
June 30, 2009

Note 9 – 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 monies under her stewardship. The Treasurer invests, on a pool basis, all idle monies not specifically invested for a fund or program. In addition, the Treasurer determines the fair value of those pooled investments annually at June 30.

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

The Treasurer allocates interest earnings to each of the pool’s participants.

Substantially all deposits and investments of the County’s primary government are included in the County Treasurer’s investment pool, except for \$2,882,591 of deposits, \$2,778,205 of investments in Mutual Funds-debt, \$18,336,932 in the State Treasurer’s Investment Pool, and \$16,167 of investments in equities; 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 2 for the disclosure of the County’s deposit and investment risks.

Details of each major investment classification follow.

| Investment Type | Principal | Interest Rates | Maturities | Amount |
|------------------------------------|--------------|----------------|---------------------|--------------|
| State Treasurer's investment pools | \$ 1,026,205 | None stated | None stated | \$ 1,026,205 |
| U.S. agency securities | 92,683,740 | 1.150-5.550% | 6/30/2009-5/28/2013 | 92,469,088 |
| Municipal bonds | 1,031,130 | 3.600-5.970% | 6/01/2010-6/01/2014 | 1,032,626 |
| Corporate securities | 26,035,109 | 2.750-7.875% | 8/01/2009-6/01/2014 | 26,052,813 |

Coconino County
Notes to Financial Statements
June 30, 2009

A condensed statement of the investment pool's net assets and changes in net assets follows.

Statement of Net Assets

| | |
|------------|-----------------------|
| Assets | \$ 155,582,782 |
| Net assets | <u>\$ 155,582,782</u> |

Net assets held in trust for:

| | |
|--------------------------------|-----------------------|
| Internal participants | \$ 71,398,113 |
| External participants | <u>84,184,669</u> |
| Total net assets held in trust | <u>\$ 155,582,782</u> |

Statement of Changes in Net Assets

| | |
|--------------------------|-----------------------|
| Total additions | \$ 470,108,687 |
| Total deletions | <u>468,894,218</u> |
| Net increase | 1,214,469 |
| Net assets held in trust | |
| July 1, 2008 | <u>154,368,313</u> |
| June 30, 2009 | <u>\$ 155,582,782</u> |

Note 10 – Maintenance of Effort Payments

In accordance with Arizona Revised Statute Section 48-4024, Coconino County is required to make annual maintenance of effort payments (MOE) to the Coconino County Jail District, a special revenue fund type. The payments will be made through fiscal year 2027, and are determined by first establishing a base expenditure which was used as the initial fiscal year 1998 MOE payment. Subsequent payments are determined by adjusting the base expenditure by the annual change in the GDP price deflator, obtained from the State of Arizona Economic Estimates Commission. These payments are recorded by the jail district as transfers. The MOE payment for fiscal year 2009 was \$2,308,556.

REQUIRED SUPPLEMENTARY INFORMATION

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Coconino County
 Required Supplementary Information
 Schedule of Agent Retirement Plan and Coconino County Retiree Insurance
 Program's Funding Progress
 June 30, 2009

| Plan | Actuarial Valuation Date | Actuarial value of plan assets (a) | Actuarial accrued liability (b) | Funding (Liability) Excess (a-b) | Funded ratio (a/b) | Covered payroll (c) | Unfunded liability as percentage of covered payroll ([a-b]/c) |
|--|--------------------------------|---|--|---|--------------------------|---------------------------|--|
| Public Safety Retirement System | | | | | | | |
| Pension | 6/30/2009 | \$ 13,206,756 | \$ 26,050,300 | \$ (12,843,544) | 50.7% | \$ 3,216,304 | 399.3% |
| | 6/30/2008 | 12,743,038 | 24,374,917 | (11,631,879) | 52.3% | 3,557,390 | 327.0% |
| Health | | | | | | | |
| Insurance | 6/30/2009 | | 769,572 | (769,572) | | 3,216,304 | 23.93% |
| | 6/30/2008 | | 768,655 | (768,655) | | 3,557,390 | 21.61% |
| Pension and Health | | | | | | | |
| Insurance | 6/30/2007 | 12,295,932 | 24,063,303 | (11,767,371) | 51.1% | 3,254,171 | 361.6% |
| Coconino County Retiree Insurance Program | | | | | | | |
| Health | | | | | | | |
| Insurance | 6/30/2009 | | 7,887,569 | (7,887,569) | 0.00% | 51,641,941 | 15.27% |

Note 1: Actuarial Information Available

For PSPRS for valuation years prior to 2008, which was prior to the implementation of GASB Statement Nos. 43 and 45, the actuarial measurements were made in the aggregate as to pension and health benefits. In future years when GASB Statement Nos. 43 and 45 are made and reported, the pension and health insurance benefits information will be disaggregated and reported separately.

Actuarial measurements were not made for Coconino County's Postemployment Healthcare Plan prior to the implementation of GASB Statement 45. In future years when additional actuarial measurements are made, trend information for the County's Postemployment Healthcare Plan will be presented.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2009

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
|---------------------------|-------------------|-------------------|-------------------|-------------------------------|
| | Original | Final | | |
| Revenues: | | | | |
| Property taxes | \$ 7,317,594 | \$ 7,317,594 | \$ 7,864,398 | \$ 546,804 |
| Other taxes | 16,539,152 | 16,539,152 | 14,838,752 | (1,700,400) |
| Licenses and permits | 1,453,000 | 1,453,000 | 867,759 | (585,241) |
| Fees, fines, and forfeits | 1,553,500 | 1,553,500 | 1,233,056 | (320,444) |
| Intergovernmental | 21,369,851 | 21,070,650 | 19,637,037 | (1,433,613) |
| Charges for services | 5,318,492 | 3,450,225 | 2,512,763 | (937,462) |
| Investment income | 386,663 | 386,663 | 986,352 | 599,689 |
| Contributions | 152,132 | 152,132 | 166,379 | 14,247 |
| Miscellaneous | 215,422 | 215,422 | 810,460 | 595,038 |
| Total revenues | <u>54,305,806</u> | <u>52,138,338</u> | <u>48,916,956</u> | <u>(3,221,382)</u> |
| Expenditures: | | | | |
| General government | | | | |
| Assessor | 1,831,814 | 1,823,698 | 1,722,626 | 101,072 |
| Board of Supervisors | 1,156,360 | 1,114,562 | 1,103,716 | 10,846 |
| Clerk of Superior Court | 1,142,796 | 1,134,079 | 1,072,728 | 61,351 |
| Community development | 1,753,746 | 1,736,908 | 1,515,353 | 221,555 |
| Community initiatives | 350,306 | 297,377 | 193,391 | 103,986 |
| County Attorney | 2,864,134 | 2,848,308 | 2,740,197 | 108,111 |
| County Manager | 1,815,972 | 2,045,904 | 1,814,306 | 231,598 |
| Facilities | 3,431,263 | 3,410,073 | 2,714,553 | 695,520 |
| Finance / budget | 1,538,821 | 1,585,416 | 1,432,551 | 152,865 |
| Flagstaff Justice Court | 1,241,959 | 1,228,450 | 1,181,902 | 46,548 |
| Fredonia Justice Court | 165,050 | 156,470 | 150,517 | 5,953 |
| Human resources | 1,345,819 | 1,345,939 | 1,159,903 | 186,036 |
| Information technology | 2,499,116 | 2,754,327 | 2,570,652 | 183,675 |
| Legal Defender | 797,667 | 877,747 | 865,530 | 12,217 |
| Non-departmental | 22,431,344 | 18,568,772 | 71,081 | 18,497,691 |
| Page Justice Court | 335,839 | 330,893 | 330,874 | 19 |
| Public Defender | 2,295,551 | 2,295,928 | 2,182,910 | 113,018 |
| Recorder | 1,743,917 | 2,079,593 | 1,861,471 | 218,122 |
| Superior Courts | 2,399,183 | 2,390,715 | 2,493,296 | (102,581) |
| Treasurer | 629,318 | 621,006 | 558,018 | 62,988 |
| Williams Justice Court | 342,218 | 329,538 | 326,221 | 3,317 |
| Total general government | <u>52,112,193</u> | <u>48,975,703</u> | <u>28,061,796</u> | <u>20,913,907</u> |

See accompanying notes to Budgetary Comparison Schedule

(Continued)

Coconino County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2009
(Continued)

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
|--|------------------|--------------|----------------|-------------------------------|
| | Original | Final | | |
| Public safety | | | | |
| Adult probation | 1,441,321 | 1,441,506 | 1,393,140 | 48,366 |
| Constable | 85,795 | 79,070 | 82,345 | (3,275) |
| Juvenile probation | 2,545,848 | 2,537,404 | 2,426,283 | 111,121 |
| Medical Examiner | 471,483 | 471,549 | 518,557 | (47,008) |
| Sheriff | 8,272,964 | 8,269,034 | 8,070,270 | 198,764 |
| Total public safety | 12,817,411 | 12,798,563 | 12,490,595 | 307,968 |
| Highways and streets | | | | |
| Information technology | 767,431 | 767,535 | 741,344 | 26,191 |
| Health | | | | |
| Health Department | 3,673,173 | 3,681,054 | 3,676,222 | 4,832 |
| Welfare | | | | |
| Community services | 981,762 | 1,011,921 | 983,520 | 28,401 |
| Culture and recreation | | | | |
| Parks and recreation | 1,380,447 | 1,335,179 | 1,064,907 | 270,272 |
| Education | | | | |
| School Superintendent | 490,042 | 546,799 | 523,903 | 22,896 |
| Total expenditures | 72,222,459 | 69,116,754 | 47,542,287 | 21,574,467 |
| Excess (deficiency) of revenues over expenditures | (17,916,653) | (16,978,416) | 1,374,669 | 18,353,085 |
| Other financing sources (uses): | | | | |
| Transfers in | 1,956,514 | 1,906,969 | 3,143,345 | 1,236,376 |
| Transfers out | (8,327,795) | (8,547,624) | (7,016,623) | 1,531,001 |
| Total other financing sources and (uses) | (6,371,281) | (6,640,655) | (3,873,278) | 2,767,377 |
| Net changes in fund balances | (24,287,934) | (23,619,071) | (2,498,609) | 21,120,462 |
| Fund balance, July 1, 2008 | 24,498,339 | 24,498,339 | 27,628,706 | 3,130,367 |
| Fund balance, June 30, 2009 | \$ 210,405 | \$ 879,268 | \$ 25,130,097 | \$ 24,250,829 |

See accompanying notes to Budgetary Comparison Schedule

Coconino County
Required Supplementary Information
Budgetary Comparison Schedule
Public Works/HURF Fund
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget |
|--|-------------------------|---------------------|---------------------|-------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Other taxes | \$ 2,317,525 | \$ 2,317,525 | \$ 2,036,697 | \$ (280,828) |
| Licenses and permits | 21,420 | 21,420 | 13,640 | (7,780) |
| Intergovernmental | 11,044,227 | 11,044,227 | 9,115,384 | (1,928,843) |
| Investment income | 250,000 | 250,000 | 599,318 | 349,318 |
| Miscellaneous | | | 2,234 | 2,234 |
| Total revenues | <u>13,633,172</u> | <u>13,633,172</u> | <u>11,767,273</u> | <u>(1,865,899)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Highways and Streets | | | | |
| Public works | <u>24,436,072</u> | <u>24,468,577</u> | <u>16,145,720</u> | <u>8,322,857</u> |
| Total expenditures | <u>24,436,072</u> | <u>24,468,577</u> | <u>16,145,720</u> | <u>8,322,857</u> |
| Excess (deficiency) of revenues over expenditures | (10,802,900) | (10,835,405) | (4,378,447) | 6,456,958 |
| Other financing sources (uses): | | | | |
| Sale of capital assets | 18,000 | 18,000 | 2,100 | (15,900) |
| Transfers in | 3,186,976 | 3,336,976 | 3,368,542 | 31,566 |
| Transfers out | <u>(255,729)</u> | <u>(265,733)</u> | <u>(1,146,663)</u> | <u>(880,930)</u> |
| Total other financing sources and (uses) | 2,949,247 | 3,089,243 | 2,223,979 | (865,264) |
| Net changes in fund balances | (7,853,653) | (7,746,162) | (2,154,468) | 5,591,694 |
| Fund balance, July 1, 2008 | <u>18,665,788</u> | <u>18,665,788</u> | <u>19,648,825</u> | <u>983,037</u> |
| Fund balance, June 30, 2009 | <u>\$10,812,135</u> | <u>\$10,919,626</u> | <u>\$17,494,357</u> | <u>\$ 6,574,731</u> |

See accompanying notes to Budgetary Comparison Schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedule
Jail District Fund
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget</u> |
|--|-------------------------|---------------------|---------------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Other taxes | \$12,884,933 | \$12,884,933 | \$11,486,444 | \$ (1,398,489) |
| Intergovernmental | | | 98,708 | 98,708 |
| Charges for services | 1,998,656 | 1,998,656 | 2,337,421 | 338,765 |
| Investment income | 70,073 | 70,078 | 205,892 | 135,814 |
| Miscellaneous | 300 | 300 | 3,720 | 3,420 |
| Total revenues | <u>14,953,962</u> | <u>14,953,967</u> | <u>14,132,185</u> | <u>(821,782)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Public safety | | | | |
| Sheriff | 12,866,245 | 13,241,465 | 12,175,349 | 1,066,116 |
| Debt Service: | | | | |
| Principal | 2,195,000 | 2,195,000 | 2,195,000 | |
| Interest and other charges | 381,320 | 381,320 | 383,992 | (2,672) |
| Total expenditures | <u>15,442,565</u> | <u>15,817,785</u> | <u>14,754,341</u> | <u>1,063,444</u> |
| Excess (deficiency) of revenues over expenditures | (488,603) | (863,818) | (622,156) | 241,662 |
| Other financing sources (uses): | | | | |
| Transfers in | 2,367,102 | 2,367,102 | 2,308,556 | (58,546) |
| Total other financing sources and (uses) | <u>2,367,102</u> | <u>2,367,102</u> | <u>2,308,556</u> | <u>(58,546)</u> |
| Net changes in fund balances | 1,878,499 | 1,503,284 | 1,686,400 | 183,116 |
| Fund balance, July 1, 2008 | <u>5,189,613</u> | <u>5,189,613</u> | <u>5,598,884</u> | <u>409,271</u> |
| Fund balance, June 30, 2009 | <u>\$ 7,068,112</u> | <u>\$ 6,692,897</u> | <u>\$ 7,285,284</u> | <u>\$ 592,387</u> |

See accompany notes to Budgetary Comparison Schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedule
Parks and Open Spaces Tax Fund
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget</u> |
|--|----------------------------|----------------------------|----------------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Other taxes | \$ 3,050,000 | \$ 3,050,000 | \$ 2,871,495 | \$ (178,505) |
| Investment income | 300,000 | 300,000 | 401,528 | 101,528 |
| Total revenues | <u>3,350,000</u> | <u>3,350,000</u> | <u>3,273,023</u> | <u>(76,977)</u> |
| Other financing sources (uses): | | | | |
| Transfers out | <u>(7,060,752)</u> | <u>(7,150,592)</u> | <u>(1,379,711)</u> | <u>5,770,881</u> |
| Total other financing sources and (uses) | <u>(7,060,752)</u> | <u>(7,150,592)</u> | <u>(1,379,711)</u> | <u>5,770,881</u> |
| Net changes in fund balances | (3,710,752) | (3,800,592) | 1,893,312 | 5,693,904 |
| Fund balance, July 1, 2008 | <u>8,852,772</u> | <u>8,852,772</u> | <u>8,458,819</u> | <u>(393,953)</u> |
| Fund balance, June 30, 2009 | <u><u>\$ 5,142,020</u></u> | <u><u>\$ 5,052,180</u></u> | <u><u>\$10,352,131</u></u> | <u><u>\$ 5,299,951</u></u> |

See accompanying notes to Budgetary Comparison Schedule.

Coconino County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
June 30, 2009

Note 1 – Budgeting and Budgetary Control

A.R.S. require 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. prohibit expenditures or liabilities in excess of the amounts budgeted.

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

Note 2 – Budgetary Basis of Accounting

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

Note 3 – Expenditures in Excess of Appropriations

For the year ended June 30, 2009 expenditures exceeded final budget amounts at the department level (the legal level of budgetary control) as follows:

| Fund/Department | Excess |
|------------------------|---------------|
| General Fund | |
| Superior Courts | \$ 102,581 |
| Medical Examiner | 47,008 |
| Constable | 3,275 |

Departments may exceed their department's budget for various reasons, including unexpected events. When departments exceed their budget then it is noted and this is addressed with the departments in their subsequent budget meetings with the County Manager and the Board of Supervisors.

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Coconino County
Nonmajor Governmental Funds
Year Ended June 30, 2009

Special Revenue Funds

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

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

Career Center Grants – accounts for various federal and state employment grants, such as the Workforce Investment Act and the Youthbuild Program.

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

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

Conciliation Court – this program provides a means for the reconciliation of spouses and the amicable settlement of domestic and family controversies. This program is funded by fees collected under A.R.S. 25-311.

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

County Improvement Districts – Special Revenue – accounts for the operation of various Road Maintenance Districts and the Kachina Village Water and Wastewater operations.

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

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

County Flood Control District – accounts for projects to regulate floodplains and prevent the flooding of property and endangering of lives. Funded by a secondary property tax levy.

Health Grants – accounts for numerous health services programs funded by federal, state and private grants.

Coconino County
Nonmajor Governmental Funds
Year Ended June 30, 2009

Health Services and Fees – accounts for numerous health services programs, food and water protection programs, and animal control programs funded by fees and transfers from the County General Fund.

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

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

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

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

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

National Forest Fees – accounts for funds received under the federal Secure Rural Schools and Community Self-Determination Act of 2000. These funds may be used to fund schools, roads, search and rescue, wildfire protection, and wildlife protection.

Parks Open Space Tax Projects – accounts primarily the use of the Parks and Open Spaces Tax for the operation, acquisition, construction or enhancement of County parks.

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

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

Recorder Storage and Retrieval – accounts for a recording surcharge, established by A.R.S. 11-475.01, to be used to defray the cost of converting the Recorder's document and storage retrieval system to micrographics or computer automation.

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

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

Coconino County
Nonmajor Governmental Funds
Year Ended June 30, 2009

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

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

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

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

Debt Service Fund

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

Capital Projects Funds

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

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

Parks Capital Projects – accounts for federal and state grants for the acquisition and construction of County parks.

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

Coconino County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009

| | Special Revenue | | | |
|---|------------------------------------|-----------------------------------|-------------------------|---|
| | Adult Probation Grants and Fees | Assessor Storage and Retrieval | Career Center Grants | Clerk of the Superior Court Grants and Fees |
| Assets | | | | |
| Cash and cash equivalents | \$ 749,655 | \$ 338,695 | | \$ 466,224 |
| Investments | | | | |
| Cash and investments held by trustee | | | | |
| Receivables (net of allowances for uncollectibles): | | | | |
| Property taxes | | | | |
| Accounts | | | | |
| Special assessments | | | | |
| Accrued interest | | | | |
| Advances to other funds | | | | |
| Due from: | | | | |
| Other funds | 52,777 | | \$ 1,161 | |
| Other governments | | | 305,763 | |
| Prepaid items | | | | |
| Total assets | \$ 802,432 | \$ 338,695 | \$ 306,924 | \$ 466,224 |
| Liabilities and Fund Balances | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 4,441 | \$ 1,341 | \$ 118,347 | \$ 88 |
| Accrued payroll and employee benefits | 110,869 | | 79,616 | 4,762 |
| Advances from other funds | | | | |
| Due to: | | | | |
| Other funds | 3,441 | 110,845 | 84,847 | 4,250 |
| Other governments | 8,864 | | | |
| Deposits held for others | | | | |
| Deferred revenue | | | | |
| Total liabilities | 127,615 | 112,186 | 282,810 | 9,100 |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Prepaid items | | | | |
| Debt service | | | | |
| Unreserved, reported in: | | | | |
| Special revenue funds | 674,817 | 226,509 | 24,114 | 457,124 |
| Capital projects funds | | | | |
| Total fund balances | 674,817 | 226,509 | 24,114 | 457,124 |
| Total liabilities and fund balances | \$ 802,432 | \$ 338,695 | \$ 306,924 | \$ 466,224 |

Special Revenue

| Community Services Grants and Fees | Conciliation Court | County Attorney Grants and Fees | County Improvement Districts-Special Revenue | County Library District |
|--|-----------------------|------------------------------------|---|----------------------------------|
| | \$ 150,096 | \$ 389,040 369,512 12,116 | \$ 993,608 | \$ 373,565 |
| \$ 425,902 | | 250 | 139,845 | 177,883 |
| 854,843 | | 253,573 | 13,875 | |
| 628,047 | 1,984 | 1,147,367 | | |
| 9,676 | | | | |
| <u>\$ 1,918,468</u> | <u>\$ 152,080</u> | <u>\$ 2,171,858</u> | <u>\$ 1,147,329</u> | <u>\$ 551,448</u> |
| \$ 171,626 | \$ 1,640 | \$ 11,274 | \$ 69,190 | |
| 145,545 | 3,109 | 35,613 | 20,250 | |
| 1,435,869 | | 157,515 | 1,054 9,930 68,893 | \$ 59,384 152,073 |
| <u>1,753,040</u> | <u>4,749</u> | <u>204,402</u> | <u>169,317</u> | <u>144,746</u> <u>356,203</u> |
| 9,676 | | | | |
| 155,752 | 147,331 | 1,967,456 | 978,012 | 195,245 |
| <u>165,428</u> | <u>147,331</u> | <u>1,967,456</u> | <u>978,012</u> | <u>195,245</u> |
| <u>\$ 1,918,468</u> | <u>\$ 152,080</u> | <u>\$ 2,171,858</u> | <u>\$ 1,147,329</u> | <u>\$ 551,448</u> |

Coconino County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009
(Continued)

| | Special Revenue | | | |
|---|------------------------------|----------------------------------|---------------|-----------------------------|
| | Emergency Services Grants | County Flood Control District | Health Grants | Health Services and Fees |
| Assets | | | | |
| Cash and cash equivalents | | \$ 1,463,153 | | |
| Investments | | | | |
| Cash and investments held by trustee | | | | |
| Receivables (net of allowances for uncollectibles): | | | | |
| Property taxes | | 85,063 | | |
| Accounts | | | \$ 9,886 | \$ 3,606 |
| Special assessments | | | | |
| Accrued interest | | | | |
| Advances to other funds | | | | |
| Due from: | | | | |
| Other funds | \$ 105,869 | | 159,026 | 2,491,322 |
| Other governments | 119,675 | | 971,037 | 8,061 |
| Prepaid items | 400 | | 300 | 440 |
| Total assets | \$ 225,944 | \$ 1,548,216 | \$ 1,140,249 | \$ 2,503,429 |
| Liabilities and Fund Balances | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 17,903 | \$ 2,410 | \$ 88,782 | \$ 89,419 |
| Accrued payroll and employee benefits | 7,351 | 7,891 | 182,458 | 135,565 |
| Advances from other funds | | | | |
| Due to: | | | | |
| Other funds | 135,238 | 340 | 336,412 | 2,190,423 |
| Other governments | | 15,178 | | |
| Deposits held for others | | | | |
| Deferred revenue | | 68,117 | | |
| Total liabilities | 160,492 | 93,936 | 607,652 | 2,415,407 |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Prepaid items | 400 | | 300 | 440 |
| Debt service | | | | |
| Unreserved, reported in: | | | | |
| Special revenue funds | 65,052 | 1,454,280 | 532,297 | 87,582 |
| Capital projects funds | | | | |
| Total fund balances | 65,452 | 1,454,280 | 532,597 | 88,022 |
| Total liabilities and fund balances | \$ 225,944 | \$ 1,548,216 | \$ 1,140,249 | \$ 2,503,429 |

Special Revenue

| <u>Inmate Welfare</u> | <u>Jail Enhancement</u> | <u>Justice Courts Grants and Fees</u> | <u>Juvenile Court Grants and Fees</u> | <u>Legal Defender Grants and Fees</u> |
|-----------------------|-----------------------------|---|---|---|
| \$ 219,122 | \$ 193,214 | \$ 692,576 | \$ 897,361 | \$ 15,588 |
| 22,814 | | 11 | 158 | |
| | 926 | 3,401 | 5,201 | 5,304 |
| | 23,830 | | 20,605 | 912 |
| | 1,959 | | | |
| <u>\$ 241,936</u> | <u>\$ 219,929</u> | <u>\$ 695,988</u> | <u>\$ 923,325</u> | <u>\$ 21,804</u> |
| \$ 2,595 | \$ 9,056 | \$ 9,052 | \$ 36,930 | \$ 1,097 |
| 5,548 | | 6,042 | 79,537 | |
| 23,319 | 70 | 259,075 | 28,381 | 8,807 |
| | | (420) | 126,919 | |
| <u>31,462</u> | <u>9,126</u> | <u>273,749</u> | <u>271,767</u> | <u>9,904</u> |
| | 1,959 | | | |
| 210,474 | 208,844 | 422,239 | 651,558 | 11,900 |
| <u>210,474</u> | <u>210,803</u> | <u>422,239</u> | <u>651,558</u> | <u>11,900</u> |
| <u>\$ 241,936</u> | <u>\$ 219,929</u> | <u>\$ 695,988</u> | <u>\$ 923,325</u> | <u>\$ 21,804</u> |

Coconino County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009
(Continued)

| | Special Revenue | | | |
|---|-------------------------|-------------------------------------|--|------------------------------------|
| | National Forest Fees | Parks Open Space Tax Projects | Parks and Recreation Grants and Fees | Public Defender Grants and Fees |
| Assets | | | | |
| Cash and cash equivalents | \$ 5,069,802 | \$ 1,017,724 | \$ 209,676 | \$ 98,392 |
| Investments | | | | |
| Cash and investments held by trustee | | | | |
| Receivables (net of allowances for uncollectibles): | | | | |
| Property taxes | | | | |
| Accounts | | | | 170 |
| Special assessments | | | | |
| Accrued interest | | | | |
| Advances to other funds | 456,394 | | | |
| Due from: | | | | |
| Other funds | 222,248 | 1,128,370 | 102,912 | 47,739 |
| Other governments | | | 75,100 | 7,283 |
| Prepaid items | | | | |
| Total assets | \$ 5,748,444 | \$ 2,146,094 | \$ 387,688 | \$ 153,584 |
| Liabilities and Fund Balances | | | | |
| Liabilities: | | | | |
| Accounts payable | | \$ 93,326 | \$ 40,154 | \$ 6,577 |
| Accrued payroll and employee benefits | | 12,705 | 19,542 | |
| Advances from other funds | | | | |
| Due to: | | | | |
| Other funds | \$ 1,430,001 | 113,025 | 62,341 | 53,991 |
| Other governments | | | | |
| Deposits held for others | | | | |
| Deferred revenue | | | | |
| Total liabilities | 1,430,001 | 219,056 | 122,037 | 60,568 |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Prepaid items | | | | |
| Debt service | | | | |
| Unreserved, reported in: | | | | |
| Special revenue funds | 4,318,443 | 1,927,038 | 265,651 | 93,016 |
| Capital projects funds | | | | |
| Total fund balances | 4,318,443 | 1,927,038 | 265,651 | 93,016 |
| Total liabilities and fund balances | \$ 5,748,444 | \$ 2,146,094 | \$ 387,688 | \$ 153,584 |

Special Revenue

| Recorder Storage and Retrieval | School Superintendent Grants and Fees | Sheriff Grants and Fees | Solid Waste | Superior Court Grants and Fees |
|--------------------------------------|---|----------------------------|---------------------|-----------------------------------|
| \$ 279,407 | \$ 780,103 | | | \$ 595,549 |
| | 1,339 | | | |
| | 3,231 | \$ 4,092 | \$ 59,670 | 3,106 |
| | | 66,648 | 853,827 | 278,487 |
| | 204,391 | 273,982 | 791,654 | 4,214 |
| | | | | 1,000 |
| <u>\$ 279,407</u> | <u>\$ 989,064</u> | <u>\$ 344,722</u> | <u>\$ 1,705,151</u> | <u>\$ 882,356</u> |
| | | | | |
| \$ 6,003 | \$ 135,346 | \$ 33,274 | \$ 258,626 | \$ 42,369 |
| | 13,120 | 16,612 | 24,197 | 25,892 |
| | | | | |
| 8,815 | | 194,844 | 1,422,328 | 16,529 |
| | 5,973 | 22,504 | | |
| | | | | |
| | 320 | | | |
| <u>14,818</u> | <u>154,759</u> | <u>267,234</u> | <u>1,705,151</u> | <u>84,790</u> |
| | | | | |
| | | | | 1,000 |
| 264,589 | 834,305 | 77,488 | | 796,566 |
| <u>264,589</u> | <u>834,305</u> | <u>77,488</u> | | <u>797,566</u> |
| <u>\$ 279,407</u> | <u>\$ 989,064</u> | <u>\$ 344,722</u> | <u>\$ 1,705,151</u> | <u>\$ 882,356</u> |

Coconino County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009
(Continued)

| | <u>Special Revenue</u> | | <u>Debt Service</u> | <u>Capital Projects</u> |
|---|--|--|--|---------------------------------|
| | <u>Taxpayer Information Fund</u> | <u>Other Special Revenue Funds</u> | <u>County Improvement Districts-Debt Service</u> | <u>Accommodation School</u> |
| Assets | | | | |
| Cash and cash equivalents | \$ 184,446 | | \$ 775,849 | \$ 68,442 |
| Investments | | | | |
| Cash and investments held by trustee | | | | |
| Receivables (net of allowances for uncollectibles): | | | | |
| Property taxes | | | | |
| Accounts | 6 | \$ 70 | 2,328 | |
| Special assessments | | | 2,533,716 | |
| Accrued interest | | 99,197 | | |
| Advances to other funds | | | | |
| Due from: | | | | |
| Other funds | | 137,251 | 319 | |
| Other governments | | | | |
| Prepaid items | | | | |
| Total assets | <u>\$ 184,452</u> | <u>\$ 236,518</u> | <u>\$ 3,312,212</u> | <u>\$ 68,442</u> |
| Liabilities and Fund Balances | | | | |
| Liabilities: | | | | |
| Accounts payable | | \$ 952 | | |
| Accrued payroll and employee benefits | | 6,759 | | |
| Advances from other funds | | | \$ 421,394 | |
| Due to: | | | | |
| Other funds | | 147,997 | 1,165 | |
| Other governments | | | | |
| Deposits held for others | | | | |
| Deferred revenue | | | 2,518,748 | |
| Total liabilities | | <u>155,708</u> | <u>2,941,307</u> | |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Prepaid items | | | | |
| Debt service | | | 370,905 | |
| Unreserved, reported in: | | | | |
| Special revenue funds | \$ 184,452 | 80,810 | | |
| Capital projects funds | | | | \$ 68,442 |
| Total fund balances | <u>184,452</u> | <u>80,810</u> | <u>370,905</u> | <u>68,442</u> |
| Total liabilities and fund balances | <u>\$ 184,452</u> | <u>\$ 236,518</u> | <u>\$ 3,312,212</u> | <u>\$ 68,442</u> |

Capital Projects

| County Improvement Districts-Capital Projects | Parks Capital Projects | Other Capital Projects Funds | Total Nonmajor Governmental Funds |
|--|---------------------------|---------------------------------|---|
| \$ 1,191,161 | \$ 486,929 | | \$ 17,699,377 |
| 72,889 | | \$ 160,762 | 603,163 |
| | | | 12,116 |
| | | | 264,285 |
| | | | 675,145 |
| | | | 2,533,716 |
| | | 2 | 99,200 |
| | | | 456,394 |
| 49,405 | 58,573 | | 6,893,057 |
| | 4,799 | | 4,588,704 |
| | | | 13,775 |
| <u>\$ 1,313,455</u> | <u>\$ 550,301</u> | <u>\$ 160,764</u> | <u>\$ 33,838,932</u> |
| \$ 74,925 | \$ 2,082 | | \$ 1,322,822 |
| 35,000 | | | 948,986 |
| | | | 456,394 |
| 435,320 | 295,525 | \$ 73,319 | 9,094,470 |
| | | | 341,021 |
| | | | 68,893 |
| | | | 2,731,931 |
| <u>545,245</u> | <u>297,607</u> | <u>73,319</u> | <u>14,964,517</u> |
| | | | 13,775 |
| | | | 370,905 |
| | | | 17,312,944 |
| 768,210 | 252,694 | 87,445 | 1,176,791 |
| <u>768,210</u> | <u>252,694</u> | <u>87,445</u> | <u>18,874,415</u> |
| <u>\$ 1,313,455</u> | <u>\$ 550,301</u> | <u>\$ 160,764</u> | <u>\$ 33,838,932</u> |

Coconino County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2009

| | Special Revenue | | | |
|--|------------------------------------|-----------------------------------|-------------------------|---|
| | Adult Probation Grants and Fees | Assessor Storage and Retrieval | Career Center Grants | Clerk of the Superior Court Grants and Fees |
| Property taxes | | | | |
| Other taxes | | | | |
| Special assessments | | | | |
| Licenses and permits | | | | |
| Fees, fines, and forfeits | | | | \$ 13,870 |
| Intergovernmental | \$ 1,911,909 | | \$ 1,373,847 | |
| Charges for services | 505,563 | \$ 148,669 | | 52,520 |
| Investment earnings | 24,493 | | 1,285 | 18,303 |
| Contributions | | | 5,300 | |
| Miscellaneous | | | | |
| Total revenues | <u>2,441,965</u> | <u>148,669</u> | <u>1,380,432</u> | <u>84,693</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | | 52,472 | | 120,512 |
| Public safety | 2,520,053 | | | |
| Highways and streets | | | | |
| Sanitation | | | | |
| Health | | | | |
| Welfare | | | 1,454,669 | |
| Culture and recreation | | | | |
| Education | | | | |
| Capital outlay | | | | |
| Debt service: | | | | |
| Principal | | | | |
| Interest and other charges | | | | |
| Total expenditures | <u>2,520,053</u> | <u>52,472</u> | <u>1,454,669</u> | <u>120,512</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(78,088)</u> | <u>96,197</u> | <u>(74,237)</u> | <u>(35,819)</u> |
| Other financing sources (uses): | | | | |
| Bond proceeds | | | | |
| Transfers in | 44,310 | | 3,520 | |
| Transfers out | | (110,845) | | (4,250) |
| Total other financing sources and (uses) | <u>44,310</u> | <u>(110,845)</u> | <u>3,520</u> | <u>(4,250)</u> |
| Net changes in fund balances | (33,778) | (14,648) | (70,717) | (40,069) |
| Fund balances, July 1, 2008 | 708,595 | 241,157 | 94,831 | 497,193 |
| Fund balances, June 30, 2009 | <u>\$ 674,817</u> | <u>\$ 226,509</u> | <u>\$ 24,114</u> | <u>\$ 457,124</u> |

Special Revenue

| Community Services Grants and Fees | Conciliation Court | County Attorney Grants and Fees | County Improvement Districts-Special Revenue | County Library District |
|--|--------------------|------------------------------------|---|----------------------------|
| | | | | \$ 4,651,502 1,622 |
| | | | \$ 11,000 | |
| | | \$ 1,389,216 | | |
| \$ 3,029,125 | \$ 15,106 | 494,413 | | |
| 1,209,671 | 51,763 | 42,390 | 1,191,151 | |
| 5,782 | 5,628 | 44,350 | 34,718 | 29,501 |
| 105,083 | | | | 73,145 |
| <u>4,349,661</u> | <u>72,497</u> | <u>1,970,369</u> | <u>1,184</u> <u>1,238,053</u> | <u>4,755,770</u> |
| | 73,590 | 1,246,836 | | |
| | | | 12,914 1,011,442 | |
| 5,079,630 | | | | 4,599,659 |
| <u>5,079,630</u> | <u>73,590</u> | <u>1,246,836</u> | <u>1,024,356</u> | <u>4,599,659</u> |
| <u>(729,969)</u> | <u>(1,093)</u> | <u>723,533</u> | <u>213,697</u> | <u>156,111</u> |
| 708,607 | | 284,076 | 651 | |
| (56,269) | | (188,523) | | (148,536) |
| <u>652,338</u> | | <u>95,553</u> | <u>651</u> | <u>(148,536)</u> |
| (77,631) | (1,093) | 819,086 | 214,348 | 7,575 |
| 243,059 | 148,424 | 1,148,370 | 763,664 | 187,670 |
| <u>\$ 165,428</u> | <u>\$ 147,331</u> | <u>\$ 1,967,456</u> | <u>\$ 978,012</u> | <u>\$ 195,245</u> |

Coconino County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2009
(Continued)

| | Special Revenue | | | |
|--|------------------------------|----------------------------------|-------------------|-----------------------------|
| | Emergency Services Grants | County Flood Control District | Health Grants | Health Services and Fees |
| Property taxes | | \$ 1,978,105 | | |
| Other taxes | | 145 | | |
| Special assessments | | | | |
| Licenses and permits | | | | \$ 714,785 |
| Fees, fines, and forfeits | | | \$ 200 | |
| Intergovernmental | \$ 289,491 | | 4,558,847 | 97,179 |
| Charges for services | | 750 | 622 | 557,351 |
| Investment earnings | | 79,426 | 7,129 | 2,803 |
| Contributions | | 5,869 | 103,513 | 27,322 |
| Miscellaneous | | | 3,293 | 9,737 |
| Total revenues | <u>289,491</u> | <u>2,064,295</u> | <u>4,673,604</u> | <u>1,409,177</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | | | | |
| Public safety | 397,122 | 635,368 | 24,118 | |
| Highways and streets | | | | |
| Sanitation | | | | |
| Health | | | 4,820,427 | 3,864,869 |
| Welfare | | | | |
| Culture and recreation | | | | |
| Education | | | | |
| Capital outlay | | | | |
| Debt service: | | | | |
| Principal | | | | |
| Interest and other charges | | | | |
| Total expenditures | <u>397,122</u> | <u>635,368</u> | <u>4,844,545</u> | <u>3,864,869</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(107,631)</u> | <u>1,428,927</u> | <u>(170,941)</u> | <u>(2,455,692)</u> |
| Other financing sources (uses): | | | | |
| Bond proceeds | | | | |
| Transfers in | 105,549 | | 193,649 | 2,484,643 |
| Transfers out | | (1,551,976) | (12,780) | (7,020) |
| Total other financing sources and (uses) | <u>105,549</u> | <u>(1,551,976)</u> | <u>180,869</u> | <u>2,477,623</u> |
| Net changes in fund balances | (2,082) | (123,049) | 9,928 | 21,931 |
| Fund balances, July 1, 2008 | 67,534 | 1,577,329 | 522,669 | 66,091 |
| Fund balances, June 30, 2009 | <u>\$ 65,452</u> | <u>\$ 1,454,280</u> | <u>\$ 532,597</u> | <u>\$ 88,022</u> |

| Special Revenue | | | | |
|-------------------|-------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Inmate Welfare | Jail Enhancement | Justice Courts Grants and Fees | Juvenile Court Grants and Fees | Legal Defender Grants and Fees |
| | \$ 273,555 | | \$ 1,912,072 | \$ 5,587 |
| \$ 61,793 | | \$ 430,712 | 123,222 | |
| 7,198 | 4,113 | 21,840 | 27,310 | 572 |
| 170,552 | | | 1,329 | |
| <u>239,543</u> | <u>277,668</u> | <u>452,552</u> | <u>2,063,933</u> | <u>6,159</u> |
| | | 131,777 | | 2,897 |
| 225,315 | 168,823 | | 2,008,237 | |
| <u>225,315</u> | <u>168,823</u> | <u>131,777</u> | <u>2,008,237</u> | <u>2,897</u> |
| 14,228 | 108,845 | 320,775 | 55,696 | 3,262 |
| | | (258,226) | 4,375 | 5,304 |
| | | (258,226) | (2) | (8,807) |
| | | (258,226) | 4,373 | (3,503) |
| 14,228 | 108,845 | 62,549 | 60,069 | (241) |
| 196,246 | 101,958 | 359,690 | 591,489 | 12,141 |
| <u>\$ 210,474</u> | <u>\$ 210,803</u> | <u>\$ 422,239</u> | <u>\$ 651,558</u> | <u>\$ 11,900</u> |

Coconino County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2009
(Continued)

| | Special Revenue | | | |
|--|-------------------------|----------------------------------|--|------------------------------------|
| | National Forest Fees | Parks Open Space Tax Projects | Parks and Recreation Grants and Fees | Public Defender Grants and Fees |
| Property taxes | | | | |
| Other taxes | | | | |
| Special assessments | | | | |
| Licenses and permits | | | | |
| Fees, fines, and forfeits | | | | |
| Intergovernmental | \$ 4,319,883 | | \$ 252,299 | \$ 46,884 |
| Charges for services | | | 780,572 | |
| Investment earnings | 173,241 | \$ 31,498 | 13,344 | 3,697 |
| Contributions | | | | |
| Miscellaneous | | | 20,498 | |
| Total revenues | <u>4,493,124</u> | <u>31,498</u> | <u>1,066,713</u> | <u>50,581</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | | | | 24,981 |
| Public safety | | | | |
| Highways and streets | | | | |
| Sanitation | | | | |
| Health | | | | |
| Welfare | | | | |
| Culture and recreation | | 1,202,116 | 1,179,303 | |
| Education | 1,802,547 | | | |
| Capital outlay | | | | |
| Debt service: | | | | |
| Principal | | | | |
| Interest and other charges | | | | |
| Total expenditures | <u>1,802,547</u> | <u>1,202,116</u> | <u>1,179,303</u> | <u>24,981</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>2,690,577</u> | <u>(1,170,618)</u> | <u>(112,590)</u> | <u>25,600</u> |
| Other financing sources (uses): | | | | |
| Bond proceeds | | | | |
| Transfers in | | 960,942 | 103,973 | 47,739 |
| Transfers out | (2,356,666) | (45,836) | (9,151) | (73,762) |
| Total other financing sources and (uses) | <u>(2,356,666)</u> | <u>915,106</u> | <u>94,822</u> | <u>(26,023)</u> |
| Net changes in fund balances | 333,911 | (255,512) | (17,768) | (423) |
| Fund balances, July 1, 2008 | <u>3,984,532</u> | <u>2,182,550</u> | <u>283,419</u> | <u>93,439</u> |
| Fund balances, June 30, 2009 | <u>\$ 4,318,443</u> | <u>\$ 1,927,038</u> | <u>\$ 265,651</u> | <u>\$ 93,016</u> |

Special Revenue

| Recorder Storage and Retrieval | School Superintendent Grants and Fees | Sheriff Grants and Fees | Solid Waste | Superior Court Grants and Fees |
|-----------------------------------|---|----------------------------|------------------|-----------------------------------|
| | \$ 189,318 | | | |
| \$ 153,232 | 2,322,357 | \$ 734,164 | \$ 1,236,662 | \$ 102,219 |
| 12,086 | 84,169 | 15,648 | 146,554 | 180,646 |
| | 25,821 | 2,259 | | 32,977 |
| | 5,000 | 7,200 | | |
| | 10,847 | | 4,799 | 1,346 |
| <u>165,318</u> | <u>2,637,512</u> | <u>759,271</u> | <u>1,388,015</u> | <u>317,188</u> |
| 258,893 | | | | 1,078,142 |
| | | 736,616 | | |
| | | | 2,135,139 | |
| | 2,403,838 | | | |
| <u>258,893</u> | <u>2,403,838</u> | <u>736,616</u> | <u>2,135,139</u> | <u>1,078,142</u> |
| <u>(93,575)</u> | <u>233,674</u> | <u>22,655</u> | <u>(747,124)</u> | <u>(760,954)</u> |
| (8,815) | | 50,807 | 853,827 | 361,368 |
| | | (419) | (106,703) | (11,275) |
| (8,815) | | 50,388 | 747,124 | 350,093 |
| (102,390) | 233,674 | 73,043 | | (410,861) |
| 366,979 | 600,631 | 4,445 | | 1,208,427 |
| <u>\$ 264,589</u> | <u>\$ 834,305</u> | <u>\$ 77,488</u> | | <u>\$ 797,566</u> |

Coconino County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2009
(Continued)

| | Special Revenue | | Debt Service | Capital Projects |
|--|-------------------------|--------------------------------|--|-------------------------|
| | Taxpayer Information | Other Special Revenue Funds | County Improvement Districts-Debt Service | Accommodation School |
| Property taxes | | | | |
| Other taxes | | | | |
| Special assessments | | | \$ 494,246 | |
| Licenses and permits | | | | |
| Fees, fines, and forfeits | | | | |
| Intergovernmental | | | | \$ 49,558 |
| Charges for services | \$ 17,921 | \$ 11,055 | | |
| Investment earnings | 6,280 | 24,238 | 44,109 | 2,980 |
| Contributions | | | | |
| Miscellaneous | | | | |
| Total revenues | 24,201 | 35,293 | 538,355 | 52,538 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 358 | 52,312 | | |
| Public safety | | | | |
| Highways and streets | | 92,478 | | |
| Sanitation | | | | |
| Health | | | | |
| Welfare | | | | |
| Culture and recreation | | | | |
| Education | | | | |
| Capital outlay | | | | 54,909 |
| Debt service: | | | | |
| Principal | | | 313,901 | |
| Interest and other charges | | | 128,264 | |
| Total expenditures | 358 | 144,790 | 442,165 | 54,909 |
| Excess (deficiency) of revenues over (under) expenditures | 23,843 | (109,497) | 96,190 | (2,371) |
| Other financing sources (uses): | | | | |
| Bond proceeds | | | 100,372 | |
| Transfers in | | 136,405 | | |
| Transfers out | | (16,985) | (375,112) | |
| Total other financing sources and (uses) | | 119,420 | (274,740) | |
| Net changes in fund balances | 23,843 | 9,923 | (178,550) | (2,371) |
| Fund balances, July 1, 2008 | 160,609 | 70,887 | 549,455 | 70,813 |
| Fund balances, June 30, 2009 | \$ 184,452 | \$ 80,810 | \$ 370,905 | \$ 68,442 |

Capital Projects

| County Improvement Districts-Capital Projects | Parks Capital Projects | Other Capital Projects Funds | Total Nonmajor Governmental Funds |
|--|---------------------------|---------------------------------|---|
| | | | \$ 6,818,925 |
| | | | 1,767 |
| \$ 28,000 | | | 533,246 |
| | | | 714,785 |
| | | | 1,403,286 |
| | \$ 254,823 | | 23,279,980 |
| | | | 5,765,974 |
| 44,896 | 13,066 | \$ 3,313 | 748,256 |
| | | | 332,432 |
| | | | 223,585 |
| <u>72,896</u> | <u>267,889</u> | <u>3,313</u> | <u>39,822,236</u> |
| | | | 3,042,770 |
| | | | 6,715,652 |
| | | | 105,392 |
| | | | 3,146,581 |
| | | | 8,685,296 |
| | | | 6,534,299 |
| | | | 6,981,078 |
| | | | 4,206,385 |
| 1,084,513 | 17,961 | 276,733 | 1,434,116 |
| | | | 313,901 |
| | | | 128,264 |
| <u>1,084,513</u> | <u>17,961</u> | <u>276,733</u> | <u>41,293,734</u> |
| <u>(1,011,617)</u> | <u>249,928</u> | <u>(273,420)</u> | <u>(1,471,498)</u> |
| 694,628 | | | 795,000 |
| 69,085 | 58,573 | 183,830 | 6,661,233 |
| (61,066) | (294,898) | (257,836) | (5,965,758) |
| <u>702,647</u> | <u>(236,325)</u> | <u>(74,006)</u> | <u>1,490,475</u> |
| (308,970) | 13,603 | (347,426) | 18,977 |
| 1,077,180 | 239,091 | 434,871 | 18,855,438 |
| <u>\$ 768,210</u> | <u>\$ 252,694</u> | <u>\$ 87,445</u> | <u>\$ 18,874,415</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Adult Probation Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 1,883,123 | \$ 1,883,123 | \$ 1,911,909 | \$ 28,786 |
| Charges for services | 520,400 | 520,400 | 505,563 | (14,837) |
| Investment income | 22,100 | 22,100 | 24,493 | 2,393 |
| Total revenues | <u>2,425,623</u> | <u>2,425,623</u> | <u>2,441,965</u> | <u>16,342</u> |
| Expenditures: | | | | |
| Current | | | | |
| Adult Probation | 3,004,838 | 3,004,838 | 2,520,053 | 484,785 |
| Total expenditures | <u>3,004,838</u> | <u>3,004,838</u> | <u>2,520,053</u> | <u>484,785</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(579,215)</u> | <u>(579,215)</u> | <u>(78,088)</u> | <u>501,127</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 245,897 | 244,783 | 44,310 | (200,473) |
| Total other financing sources (uses) | <u>245,897</u> | <u>244,783</u> | <u>44,310</u> | <u>(200,473)</u> |
| Net changes in fund balances | (333,318) | (334,432) | (33,778) | 300,654 |
| Fund balance, July 1, 2008 | <u>656,780</u> | <u>656,780</u> | <u>708,595</u> | <u>51,815</u> |
| Fund balance, June 30, 2009 | <u>\$ 323,462</u> | <u>\$ 322,348</u> | <u>\$ 674,817</u> | <u>\$ 352,469</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Assessor Storage and Retrieval
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|---|-------------------------|------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Charges for services | \$ 180,000 | \$ 180,000 | \$ 148,669 | \$ (31,331) |
| Total revenues | <u>180,000</u> | <u>180,000</u> | <u>148,669</u> | <u>(31,331)</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Assessor | 134,000 | 134,000 | 52,472 | 81,528 |
| Total expenditures | <u>134,000</u> | <u>134,000</u> | <u>52,472</u> | <u>81,528</u> |
| Excess of revenues over expenditures | <u>46,000</u> | <u>46,000</u> | <u>96,197</u> | <u>50,197</u> |
| Other financing sources (uses): | | | | |
| Transfers out | (137,800) | (137,800) | (110,845) | 26,955 |
| Total other financing sources (uses) | <u>(137,800)</u> | <u>(137,800)</u> | <u>(110,845)</u> | <u>26,955</u> |
| Net change in fund balances | (91,800) | (91,800) | (14,648) | 77,152 |
| Fund balance, July 1, 2008 | <u>180,823</u> | <u>180,823</u> | <u>241,157</u> | <u>60,334</u> |
| Fund balance, June 30, 2009 | <u>\$ 89,023</u> | <u>\$ 89,023</u> | <u>\$ 226,509</u> | <u>\$ 137,486</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Career Center Grants
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|--|-------------------------|------------------|-------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 1,559,843 | \$ 1,559,949 | \$ 1,373,847 | \$ (186,102) |
| Investment earnings | | | 1,285 | 1,285 |
| Contributions | | | 5,300 | 5,300 |
| Total revenues | <u>1,559,843</u> | <u>1,559,949</u> | <u>1,380,432</u> | <u>(179,517)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Welfare | | | | |
| Career center | 1,634,843 | 1,634,843 | 1,454,669 | 180,174 |
| Total expenditures | <u>1,634,843</u> | <u>1,634,843</u> | <u>1,454,669</u> | <u>180,174</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(75,000)</u> | <u>(74,894)</u> | <u>(74,237)</u> | <u>657</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 75,000 | 75,000 | 3,520 | (71,480) |
| Total other financing sources (uses) | <u>75,000</u> | <u>75,000</u> | <u>3,520</u> | <u>(71,480)</u> |
| Net change in fund balances | | 106 | (70,717) | (70,823) |
| Fund balance, July 1, 2008 | <u>44,467</u> | <u>44,467</u> | <u>94,831</u> | <u>50,364</u> |
| Fund balance, June 30, 2009 | <u>\$ 44,467</u> | <u>\$ 44,573</u> | <u>\$ 24,114</u> | <u>\$ (20,459)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Clerk of the Superior Court Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|--|--------------------------|--------------------------|--------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Fees, fines, and forfeits | \$ 75,000 | \$ 75,000 | \$ 13,870 | \$ (61,130) |
| Intergovernmental | 59,183 | | | |
| Charges for services | 53,400 | 53,400 | 52,520 | (880) |
| Investment earnings | 7,200 | 7,200 | 18,303 | 11,103 |
| Total revenues | <u>194,783</u> | <u>135,600</u> | <u>84,693</u> | <u>(50,907)</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Clerk of Superior Court | 203,784 | 144,601 | 120,512 | 24,089 |
| Total expenditures | <u>203,784</u> | <u>144,601</u> | <u>120,512</u> | <u>24,089</u> |
| Deficiency of revenues under expenditures | <u>(9,001)</u> | <u>(9,001)</u> | <u>(35,819)</u> | <u>(26,818)</u> |
| Other financing sources (uses): | | | | |
| Transfers out | | | (4,250) | (4,250) |
| Total other financing sources (uses) | | | <u>(4,250)</u> | <u>(4,250)</u> |
| Net change in fund balances | (9,001) | (9,001) | (40,069) | (31,068) |
| Fund balance, July 1, 2008 | <u>561,142</u> | <u>561,142</u> | <u>497,193</u> | <u>(63,949)</u> |
| Fund balance, June 30, 2009 | <u><u>\$ 552,141</u></u> | <u><u>\$ 552,141</u></u> | <u><u>\$ 457,124</u></u> | <u><u>\$ (95,017)</u></u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Community Services Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|---|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 3,125,575 | \$ 3,402,287 | \$ 3,029,125 | \$ (373,162) |
| Charges for services | 1,497,871 | 1,485,871 | 1,209,671 | (276,200) |
| Investment earnings | 3,400 | 3,400 | 5,782 | 2,382 |
| Contributions | 61,545 | 101,339 | 105,083 | 3,744 |
| Miscellaneous | 2,200 | 2,200 | | (2,200) |
| Total revenues | <u>4,690,591</u> | <u>4,995,097</u> | <u>4,349,661</u> | <u>(645,436)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Welfare | | | | |
| Community services | 5,515,331 | 5,527,883 | 5,079,630 | 448,253 |
| Total expenditures | <u>5,515,331</u> | <u>5,527,883</u> | <u>5,079,630</u> | <u>448,253</u> |
| Ddeficiency of revenues under expenditures | <u>(824,740)</u> | <u>(532,786)</u> | <u>(729,969)</u> | <u>(197,183)</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 955,102 | 697,601 | 708,607 | 11,006 |
| Transfers out | <u>(62,908)</u> | <u>(62,908)</u> | <u>(56,269)</u> | <u>6,639</u> |
| Total other financing sources (uses) | <u>892,194</u> | <u>634,693</u> | <u>652,338</u> | <u>17,645</u> |
| Net change in fund balances | 67,454 | 101,907 | (77,631) | (179,538) |
| Fund balance, July 1, 2008 | <u>260,889</u> | <u>260,889</u> | <u>243,059</u> | <u>(17,830)</u> |
| Fund balance, June 30, 2009 | <u>\$ 328,343</u> | <u>\$ 362,796</u> | <u>\$ 165,428</u> | <u>\$ (197,368)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Conciliation Court
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 7,793 | \$ 7,793 | \$ 15,106 | \$ 7,313 |
| Charges for services | 47,500 | 47,500 | 51,763 | 4,263 |
| Investment earnings | 1,000 | 1,000 | 5,628 | 4,628 |
| Total revenues | <u>56,293</u> | <u>56,293</u> | <u>72,497</u> | <u>16,204</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Superior Courts | 54,940 | 54,940 | 73,590 | (18,650) |
| Total expenditures | <u>54,940</u> | <u>54,940</u> | <u>73,590</u> | <u>(18,650)</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>1,353</u> | <u>1,353</u> | <u>(1,093)</u> | <u>(2,446)</u> |
| Other financing sources (uses): | | | | |
| Transfers out | <u>(34,280)</u> | <u>(34,280)</u> | <u></u> | <u>34,280</u> |
| Total other financing sources (uses) | <u>(34,280)</u> | <u>(34,280)</u> | <u></u> | <u>34,280</u> |
| Net change in fund balances | (32,927) | (32,927) | (1,093) | 31,834 |
| Fund balance, July 1, 2008 | <u>137,279</u> | <u>137,279</u> | <u>148,424</u> | <u>11,145</u> |
| Fund balance, June 30, 2009 | <u>\$ 104,352</u> | <u>\$ 104,352</u> | <u>\$ 147,331</u> | <u>\$ 42,979</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Attorney Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Fees, fines, and forfeits | \$ 500,000 | \$ 500,000 | \$ 1,389,216 | \$ 889,216 |
| Intergovernmental | 551,292 | 551,292 | 494,413 | (56,879) |
| Charges for services | 54,700 | 54,700 | 42,390 | (12,310) |
| Investment earnings | 12,900 | 12,900 | 44,350 | 31,450 |
| Total revenues | <u>1,118,892</u> | <u>1,118,892</u> | <u>1,970,369</u> | <u>851,477</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| County Attorney | <u>1,599,927</u> | <u>1,594,823</u> | <u>1,246,836</u> | <u>347,987</u> |
| Total expenditures | <u>1,599,927</u> | <u>1,594,823</u> | <u>1,246,836</u> | <u>347,987</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(481,035)</u> | <u>(475,931)</u> | <u>723,533</u> | <u>1,199,464</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 263,476 | 263,476 | 284,076 | 20,600 |
| Transfers out | <u>(154,662)</u> | <u>(154,662)</u> | <u>(188,523)</u> | <u>(33,861)</u> |
| Total other financing sources (uses) | <u>108,814</u> | <u>108,814</u> | <u>95,553</u> | <u>(13,261)</u> |
| Net change in fund balances | (372,221) | (367,117) | 819,086 | 1,186,204 |
| Fund balance, July 1, 2008 | <u>1,020,409</u> | <u>1,020,409</u> | <u>1,148,370</u> | <u>127,961</u> |
| Fund balance, June 30, 2009 | <u>\$ 648,188</u> | <u>\$ 653,292</u> | <u>\$ 1,967,456</u> | <u>\$ 1,314,164</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Improvement Districts - Special Revenue
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|--|-------------------------|-------------------|-------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Special assessments | \$ 11,000 | \$ 11,000 | \$ 11,000 | |
| Charges for services | 1,264,000 | 1,264,000 | 1,191,151 | (72,849) |
| Investment earnings | 22,190 | 22,190 | 34,718 | 12,528 |
| Miscellaneous | <u>2,000</u> | <u>2,000</u> | <u>1,184</u> | <u>(816)</u> |
| Total revenues | <u>1,299,190</u> | <u>1,299,190</u> | <u>1,238,053</u> | <u>(61,137)</u> |
| Expenditures: | | | | |
| Highways and streets | | | | |
| Improvement districts | <u>1,544,601</u> | <u>1,544,251</u> | <u>1,024,356</u> | <u>519,895</u> |
| Total expenditures | <u>1,544,601</u> | <u>1,544,251</u> | <u>1,024,356</u> | <u>(519,895)</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(245,411)</u> | <u>(245,061)</u> | <u>213,697</u> | <u>458,758</u> |
| Other financing sources (uses): | | | | |
| Transfers in | | | <u>651</u> | <u>651</u> |
| Total other financing sources (uses) | | | <u>651</u> | <u>651</u> |
| Net change in fund balances | (245,411) | (245,061) | 214,348 | 459,409 |
| Fund balance, July 1, 2008 | <u>837,691</u> | <u>837,691</u> | <u>763,664</u> | <u>(74,027)</u> |
| Fund balance, June 30, 2009 | <u>\$ 592,280</u> | <u>\$ 592,630</u> | <u>\$ 978,012</u> | <u>\$ 385,382</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Library District
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|--|-------------------------|-------------------|-------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Property Taxes | \$ 4,642,202 | \$ 4,642,202 | \$ 4,651,502 | \$ 9,300 |
| Other Taxes | | | 1,622 | 1,622 |
| Investment income | 20,000 | 20,000 | 29,501 | 9,501 |
| Contributions | | | 73,145 | 73,145 |
| Total revenues | <u>4,662,202</u> | <u>4,662,202</u> | <u>4,755,770</u> | <u>93,568</u> |
| Expenditures: | | | | |
| Current | | | | |
| Library District | <u>5,270,645</u> | <u>4,849,872</u> | <u>4,599,659</u> | <u>250,213</u> |
| Total expenditures | <u>5,270,645</u> | <u>4,849,872</u> | <u>4,599,659</u> | <u>250,213</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(608,443)</u> | <u>(187,670)</u> | <u>156,111</u> | <u>343,781</u> |
| Other financing sources (uses): | | | | |
| Transfers out | <u>(163,684)</u> | <u>(163,684)</u> | <u>(148,536)</u> | <u>15,148</u> |
| Total other financing sources (uses) | <u>(163,684)</u> | <u>(163,684)</u> | <u>(148,536)</u> | <u>15,148</u> |
| Net changes in fund balances | (772,127) | (351,354) | 7,575 | 358,929 |
| Fund balance, July 1, 2008 | <u>772,127</u> | <u>772,127</u> | <u>187,670</u> | <u>(584,457)</u> |
| Fund balance, June 30, 2009 | <u>\$</u> | <u>\$ 420,773</u> | <u>\$ 195,245</u> | <u>\$ (225,528)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Emergency Services Grants
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 88,163 | \$ 387,251 | \$ 289,491 | \$ (97,760) |
| Total revenues | <u>88,163</u> | <u>387,251</u> | <u>289,491</u> | <u>(97,760)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Public safety | | | | |
| Public works | 248,983 | 546,732 | 397,122 | 149,610 |
| Total expenditures | <u>248,983</u> | <u>546,732</u> | <u>397,122</u> | <u>149,610</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(160,820)</u> | <u>(159,481)</u> | <u>(107,631)</u> | <u>51,850</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 116,439 | 113,448 | 105,549 | (7,899) |
| Total other financing sources (uses) | <u>116,439</u> | <u>113,448</u> | <u>105,549</u> | <u>(7,899)</u> |
| Net change in fund balances | (44,381) | (46,033) | (2,082) | 43,951 |
| Fund balance, July 1, 2008 | <u>75,489</u> | <u>75,489</u> | <u>67,534</u> | <u>(7,955)</u> |
| Fund balance, June 30, 2009 | <u>\$ 31,108</u> | <u>\$ 29,456</u> | <u>\$ 65,452</u> | <u>\$ 35,996</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Flood Control District
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|---|-------------------------|--------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Property taxes | \$ 2,246,379 | \$ 2,246,379 | \$ 1,978,105 | \$ (268,274) |
| Other taxes | | | 145 | 145 |
| Charges for services | | | 750 | 750 |
| Investment earnings | 27,905 | 27,905 | 79,426 | 51,521 |
| Contributions | 5,999 | 5,999 | 5,869 | (130) |
| Total revenues | <u>2,280,283</u> | <u>2,280,283</u> | <u>2,064,295</u> | <u>(215,988)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Public safety | | | | |
| Community development | 744,925 | 744,925 | 635,368 | 109,557 |
| Non-departmental | <u>1,333,209</u> | <u>1,333,209</u> | <u>635,368</u> | <u>1,333,209</u> |
| Total expenditures | <u>2,078,134</u> | <u>2,078,134</u> | <u>635,368</u> | <u>1,442,766</u> |
| Excess of revenues over expenditures | <u>202,149</u> | <u>202,149</u> | <u>1,428,927</u> | <u>1,226,778</u> |
| Other financing sources (uses): | | | | |
| Transfers out | <u>(1,582,550)</u> | <u>(1,582,550)</u> | <u>(1,551,976)</u> | <u>30,574</u> |
| Total other financing sources (uses) | <u>(1,582,550)</u> | <u>(1,582,550)</u> | <u>(1,551,976)</u> | <u>30,574</u> |
| Net change in fund balances | (1,380,401) | (1,380,401) | (123,049) | 1,257,352 |
| Fund balance, July 1, 2008 | <u>1,335,872</u> | <u>1,335,872</u> | <u>1,577,329</u> | <u>241,457</u> |
| Fund balance, June 30, 2009 | <u>\$ (44,529)</u> | <u>\$ (44,529)</u> | <u>\$ 1,454,280</u> | <u>\$ 1,498,809</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Health Grants
Year Ended June 30, 2009

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- |
|--|-------------------|-------------------|-------------------|--------------------------------|
| | Original | Final | | Positive (Negative) |
| Revenues: | | | | |
| Fees, fines, and forfeits | | | \$ 200 | \$ 200 |
| Intergovernmental | 4,559,678 | 4,867,020 | 4,558,847 | (308,173) |
| Charges for services | 2,800 | 3,630 | 622 | (3,008) |
| Investment earnings | 4,455 | 4,570 | 7,129 | 2,559 |
| Contributions | 222,346 | 140,124 | 103,513 | (36,611) |
| Miscellaneous | | | 3,293 | 3,293 |
| Total revenues | <u>4,789,279</u> | <u>5,015,344</u> | <u>4,673,604</u> | <u>(341,740)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Public Safety | | | | |
| Health department | | 95,000 | 24,118 | 70,882 |
| Health | | | | |
| Health department | 4,961,574 | 5,231,602 | 4,820,427 | 411,175 |
| Total expenditures | <u>4,961,574</u> | <u>5,326,602</u> | <u>4,844,545</u> | <u>482,057</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(172,295)</u> | <u>(311,258)</u> | <u>(170,941)</u> | <u>140,317</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 60,127 | 215,031 | 193,649 | (21,382) |
| Transfers out | | | (12,780) | (12,780) |
| Total other financing sources (uses) | <u>60,127</u> | <u>215,031</u> | <u>180,869</u> | <u>(34,162)</u> |
| Net change in fund balances | (112,168) | (96,227) | 9,928 | 106,155 |
| Fund balance, July 1, 2008 | <u>399,676</u> | <u>399,676</u> | <u>522,669</u> | <u>122,993</u> |
| Fund balance, June 30, 2009 | <u>\$ 287,508</u> | <u>\$ 303,449</u> | <u>\$ 532,597</u> | <u>\$ 229,148</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Health Services and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|--------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Licenses and permits | \$ 845,278 | \$ 845,278 | \$ 714,785 | \$ (130,493) |
| Intergovernmental | 163,153 | 126,069 | 97,179 | (28,890) |
| Charges for services | 562,304 | 562,304 | 557,351 | (4,953) |
| Investment earnings | 1,200 | 1,200 | 2,803 | 1,603 |
| Contributions | 5,000 | 5,000 | 27,322 | 22,322 |
| Miscellaneous | 9,100 | 9,100 | 9,737 | 637 |
| Total revenues | <u>1,586,035</u> | <u>1,548,951</u> | <u>1,409,177</u> | <u>(139,774)</u> |
| Expenditures: | | | | |
| Health | | | | |
| Health department | 4,220,782 | 4,194,236 | 3,864,869 | 329,367 |
| Total expenditures | <u>4,220,782</u> | <u>4,194,236</u> | <u>3,864,869</u> | <u>329,367</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(2,634,747)</u> | <u>(2,645,285)</u> | <u>(2,455,692)</u> | <u>189,593</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 2,648,833 | 2,657,807 | 2,484,643 | (173,164) |
| Transfers out | | | (7,020) | (7,020) |
| Total other financing sources (uses) | <u>2,648,833</u> | <u>2,657,807</u> | <u>2,477,623</u> | <u>(180,184)</u> |
| Net change in fund balances | 14,086 | 12,522 | 21,931 | 9,409 |
| Fund balance, July 1, 2008 | <u>54,148</u> | <u>54,148</u> | <u>66,091</u> | <u>11,943</u> |
| Fund balance, June 30, 2009 | <u>\$ 68,234</u> | <u>\$ 66,670</u> | <u>\$ 88,022</u> | <u>\$ 21,352</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Inmate Welfare
Year Ended June 30, 2009

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- |
|------------------------------|------------------|------------|-------------------|--------------------------------|
| | Original | Final | | Positive (Negative) |
| Revenues: | | | | |
| Charges for services | \$ 60,000 | \$ 60,000 | \$ 61,793 | \$ 1,793 |
| Investment income | 5,000 | 5,000 | 7,198 | 2,198 |
| Miscellaneous | 168,000 | 168,000 | 170,552 | 2,552 |
| Total revenues | 233,000 | 233,000 | 239,543 | 6,543 |
| Expenditures: | | | | |
| Current | | | | |
| Sheriff | 311,282 | 311,671 | 225,315 | 86,356 |
| Total expenditures | 311,282 | 311,671 | 225,315 | 86,356 |
| Net changes in fund balances | (78,282) | (78,671) | 14,228 | 92,899 |
| Fund balance, July 1, 2008 | 199,714 | 199,714 | 196,246 | (3,468) |
| Fund balance, June 30, 2009 | \$ 121,432 | \$ 121,043 | \$ 210,474 | \$ 89,431 |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Jail Enhancement
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|------------------------------|-------------------------|----------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 200,000 | \$ 200,000 | \$ 273,555 | \$ 73,555 |
| Investment income | 8,500 | 8,500 | 4,113 | (4,387) |
| Total revenues | <u>208,500</u> | <u>208,500</u> | <u>277,668</u> | <u>69,168</u> |
| Expenditures: | | | | |
| Current | | | | |
| Sheriff | <u>439,321</u> | <u>479,521</u> | <u>168,823</u> | <u>310,698</u> |
| Total expenditures | <u>439,321</u> | <u>479,521</u> | <u>168,823</u> | <u>310,698</u> |
| Net changes in fund balances | (230,821) | (271,021) | 108,845 | 379,866 |
| Fund balance, July 1, 2008 | <u>271,021</u> | <u>271,021</u> | <u>101,958</u> | <u>(169,063)</u> |
| Fund balance, June 30, 2009 | <u>\$ 40,200</u> | <u>\$</u> | <u>\$ 210,803</u> | <u>\$ 210,803</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Justice Courts Grants and Fees
Year Ended June 30, 2009

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|---|------------------|------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Charges for services | \$ 428,800 | \$ 428,800 | \$ 430,712 | \$ 1,912 |
| Investment earnings | 11,600 | 11,600 | 21,840 | 10,240 |
| Total revenues | 440,400 | 440,400 | 452,552 | 12,152 |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Flagstaff Justice Court | 169,027 | 169,027 | 106,714 | 62,313 |
| Fredonia Justice Court | 21,658 | 21,658 | 4,037 | 17,621 |
| Page Justice Court | 18,580 | 18,580 | 7,969 | 10,611 |
| Williams Justice Court | 29,921 | 29,921 | 13,057 | 16,864 |
| Total expenditures | 239,186 | 239,186 | 131,777 | 107,409 |
| Excess of revenues over expenditures | 201,214 | 201,214 | 320,775 | 119,561 |
| Other financing sources (uses): | | | | |
| Transfers out | (231,145) | (231,145) | (258,226) | (27,081) |
| Total other financing sources (uses) | (231,145) | (231,145) | (258,226) | (27,081) |
| Net change in fund balances | (29,931) | (29,931) | 62,549 | 92,480 |
| Fund balance, July 1, 2008 | 338,797 | 338,797 | 359,690 | 20,893 |
| Fund balance, June 30, 2009 | \$ 308,866 | \$ 308,866 | \$ 422,239 | \$ 113,373 |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Juvenile Court Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|--------------------------|--------------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 2,020,818 | \$ 2,011,994 | \$ 1,912,072 | \$ (99,922) |
| Charges for services | 58,850 | 58,850 | 123,222 | 64,372 |
| Investment earnings | 16,750 | 16,750 | 27,310 | 10,560 |
| Miscellaneous | | | 1,329 | 1,329 |
| Total revenues | <u>2,096,418</u> | <u>2,087,594</u> | <u>2,063,933</u> | <u>(23,661)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Public safety | | | | |
| Juvenile probation | <u>2,690,977</u> | <u>2,680,893</u> | <u>2,008,237</u> | <u>672,656</u> |
| Total expenditures | <u>2,690,977</u> | <u>2,680,893</u> | <u>2,008,237</u> | <u>672,656</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(594,559)</u> | <u>(593,299)</u> | <u>55,696</u> | <u>648,995</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 268,295 | 265,661 | 4,375 | (261,286) |
| Transfers out | | | (2) | (2) |
| Total other financing sources (uses) | <u>268,295</u> | <u>265,661</u> | <u>4,373</u> | <u>(261,288)</u> |
| Net change in fund balances | (326,264) | (327,638) | 60,069 | 387,707 |
| Fund balance, July 1, 2008 | <u>535,493</u> | <u>535,493</u> | <u>591,489</u> | <u>55,996</u> |
| Fund balance, June 30, 2009 | <u><u>\$ 209,229</u></u> | <u><u>\$ 207,855</u></u> | <u><u>\$ 651,558</u></u> | <u><u>\$ 443,703</u></u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Legal Defender Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|--|-------------------------|------------------|-------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 38,381 | \$ 38,381 | \$ 5,587 | \$ (32,794) |
| Investment earnings | 514 | 514 | 572 | 58 |
| Total revenues | <u>38,895</u> | <u>38,895</u> | <u>6,159</u> | <u>(32,736)</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Legal Defender | 2,920 | 2,920 | 2,897 | 23 |
| Total expenditures | <u>2,920</u> | <u>2,920</u> | <u>2,897</u> | <u>23</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>35,975</u> | <u>35,975</u> | <u>3,262</u> | <u>(32,713)</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 5,145 | 5,145 | 5,304 | 159 |
| Transfers out | <u>(40,538)</u> | <u>(40,538)</u> | <u>(8,807)</u> | <u>31,731</u> |
| Total other financing sources (uses) | <u>(35,393)</u> | <u>(35,393)</u> | <u>(3,503)</u> | <u>31,890</u> |
| Net change in fund balances | 582 | 582 | (241) | (823) |
| Fund balance, July 1, 2008 | <u>12,174</u> | <u>12,174</u> | <u>12,141</u> | <u>(33)</u> |
| Fund balance, June 30, 2009 | <u>\$ 12,756</u> | <u>\$ 12,756</u> | <u>\$ 11,900</u> | <u>\$ (856)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
National Forest Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|---|-------------------------|---------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 2,778,905 | \$ 2,778,905 | \$ 4,319,883 | \$ 1,540,978 |
| Investment income | 141,343 | 141,343 | 173,241 | 31,898 |
| Total revenues | <u>2,920,248</u> | <u>2,920,248</u> | <u>4,493,124</u> | <u>1,572,876</u> |
| Expenditures: | | | | |
| Current | | | | |
| School Superintendent | <u>1,273,445</u> | <u>1,273,445</u> | <u>1,802,547</u> | <u>(529,102)</u> |
| Total expenditures | <u>1,273,445</u> | <u>1,273,445</u> | <u>1,802,547</u> | <u>(529,102)</u> |
| Excess of revenues over expenditures | <u>1,646,803</u> | <u>1,646,803</u> | <u>2,690,577</u> | <u>1,043,774</u> |
| Other financing sources (uses): | | | | |
| Transfers out | <u>(2,376,327)</u> | <u>(2,379,973)</u> | <u>(2,356,666)</u> | <u>23,307</u> |
| Total other financing sources (uses) | <u>(2,376,327)</u> | <u>(2,379,973)</u> | <u>(2,356,666)</u> | <u>23,307</u> |
| Net changes in fund balances | (729,524) | (733,170) | 333,911 | 1,067,081 |
| Fund balance, July 1, 2008 | <u>4,218,049</u> | <u>4,218,049</u> | <u>3,984,532</u> | <u>(233,517)</u> |
| Fund balance, June 30, 2009 | <u>\$ 3,488,525</u> | <u>\$ 3,484,879</u> | <u>\$ 4,318,443</u> | <u>\$ 833,564</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Parks Open Space Tax Projects
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|--------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Investment earnings | \$ 1,500 | \$ 1,500 | \$ 31,498 | \$ 29,998 |
| Total revenues | <u>1,500</u> | <u>1,500</u> | <u>31,498</u> | <u>29,998</u> |
| Expenditures: | | | | |
| Current | | | | |
| Culture and recreation | | | | |
| Parks and recreation | <u>7,896,025</u> | <u>7,546,930</u> | <u>1,202,116</u> | <u>6,344,814</u> |
| Total expenditures | <u>7,896,025</u> | <u>7,546,930</u> | <u>1,202,116</u> | <u>6,344,814</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(7,894,525)</u> | <u>(7,545,430)</u> | <u>(1,170,618)</u> | <u>6,374,812</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 6,588,779 | 6,239,684 | 960,942 | (5,278,742) |
| Transfers out | <u>(45,836)</u> | <u>(45,836)</u> | <u>(45,836)</u> | <u>(45,836)</u> |
| Total other financing sources (uses) | <u>6,588,779</u> | <u>6,239,684</u> | <u>915,106</u> | <u>(5,324,578)</u> |
| Net change in fund balances | (1,305,746) | (1,305,746) | (255,512) | 1,050,234 |
| Fund balance, July 1, 2008 | <u>2,142,799</u> | <u>2,142,799</u> | <u>2,182,550</u> | <u>39,751</u> |
| Fund balance, June 30, 2009 | <u>\$ 837,053</u> | <u>\$ 837,053</u> | <u>\$ 1,927,038</u> | <u>\$ 1,089,985</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Parks and Recreation Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|--------------------------|--------------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 203,944 | \$ 205,541 | \$ 252,299 | \$ 46,758 |
| Charges for services | 750,250 | 776,135 | 780,572 | 4,437 |
| Investment income | 8,788 | 9,550 | 13,344 | 3,794 |
| Miscellaneous | 190,375 | 190,375 | 20,498 | (169,877) |
| Total revenues | <u>1,153,357</u> | <u>1,181,601</u> | <u>1,066,713</u> | <u>(114,888)</u> |
| Expenditures: | | | | |
| Current | | | | |
| Parks and Recreation | 1,184,245 | 1,239,014 | 1,179,303 | 59,711 |
| Total expenditures | <u>1,184,245</u> | <u>1,239,014</u> | <u>1,179,303</u> | <u>59,711</u> |
| Deficiency of revenues under expenditures | <u>(30,888)</u> | <u>(57,413)</u> | <u>(112,590)</u> | <u>(55,177)</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 109,233 | 140,218 | 103,973 | (36,245) |
| Transfers out | | | (9,151) | (9,151) |
| Total other financing sources (uses) | <u>109,233</u> | <u>140,218</u> | <u>94,822</u> | <u>(45,396)</u> |
| Net changes in fund balances | 78,345 | 82,805 | (17,768) | (100,573) |
| Fund balance, July 1, 2008 | <u>213,362</u> | <u>213,362</u> | <u>283,419</u> | <u>70,057</u> |
| Fund balance, June 30, 2009 | <u><u>\$ 291,707</u></u> | <u><u>\$ 296,167</u></u> | <u><u>\$ 265,651</u></u> | <u><u>\$ (30,516)</u></u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Defender Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|---|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 37,900 | \$ 37,900 | \$ 46,884 | \$ 8,984 |
| Investment earnings | 3,000 | 3,000 | 3,697 | 697 |
| Total revenues | <u>40,900</u> | <u>40,900</u> | <u>50,581</u> | <u>9,681</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Public Defender | 30,000 | 30,000 | 24,981 | 5,019 |
| Total expenditures | <u>30,000</u> | <u>30,000</u> | <u>24,981</u> | <u>5,019</u> |
| Excess of revenues over expenditures | <u>10,900</u> | <u>10,900</u> | <u>25,600</u> | <u>14,700</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 65,900 | 65,900 | 47,739 | (18,161) |
| Transfers out | <u>(65,900)</u> | <u>(65,900)</u> | <u>(73,762)</u> | <u>(7,862)</u> |
| Total other financing sources (uses) | | | <u>(26,023)</u> | <u>(26,023)</u> |
| Net change in fund balances | 10,900 | 10,900 | (423) | (11,323) |
| Fund balance, July 1, 2008 | <u>89,338</u> | <u>89,338</u> | <u>93,439</u> | <u>4,101</u> |
| Fund balance, June 30, 2009 | <u>\$ 100,238</u> | <u>\$ 100,238</u> | <u>\$ 93,016</u> | <u>\$ (7,222)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Recorder Storage and Retrieval
Year Ended June 30, 2009

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|------------------|------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Charges for services | \$ 201,123 | \$ 201,123 | \$ 153,232 | \$ (47,891) |
| Investment earnings | 15,000 | 15,000 | 12,086 | (2,914) |
| Total revenues | 216,123 | 216,123 | 165,318 | (50,805) |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Recorder | 297,782 | 297,782 | 258,893 | 38,889 |
| Total expenditures | 297,782 | 297,782 | 258,893 | 38,889 |
| Deficiency of revenues under expenditures | (81,659) | (81,659) | (93,575) | (11,916) |
| Other financing sources (uses): | | | | |
| Transfers out | (9,150) | (9,150) | (8,815) | 335 |
| Total other financing sources (uses) | (9,150) | (9,150) | (8,815) | 335 |
| Net change in fund balances | (90,809) | (90,809) | (102,390) | (11,581) |
| Fund balance, July 1, 2008 | 346,930 | 346,930 | 366,979 | 20,049 |
| Fund balance, June 30, 2009 | \$ 256,121 | \$ 256,121 | \$ 264,589 | \$ 8,468 |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
School Superintendent Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|-----------------------------|-------------------------|-------------------|-------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Property taxes | | | \$ 189,318 | \$ 189,318 |
| Intergovernmental | \$ 2,058,600 | \$ 2,058,600 | 2,322,357 | 263,757 |
| Charges for services | | | 84,169 | 84,169 |
| Investment earnings | 7,000 | 7,000 | 25,821 | 18,821 |
| Contributions | 10,000 | 10,000 | 5,000 | (5,000) |
| Miscellaneous | 84,700 | 84,700 | 10,847 | (73,853) |
| Total revenues | <u>2,160,300</u> | <u>2,160,300</u> | <u>2,637,512</u> | <u>477,212</u> |
| Expenditures: | | | | |
| Current | | | | |
| Education | | | | |
| School Superintendent | 2,404,262 | 2,339,186 | 2,403,838 | (64,652) |
| Total expenditures | <u>2,404,262</u> | <u>2,339,186</u> | <u>2,403,838</u> | <u>(64,652)</u> |
| Net change in fund balances | (243,962) | (178,886) | 233,674 | 412,560 |
| Fund balance, July 1, 2008 | <u>169,032</u> | <u>169,032</u> | <u>600,631</u> | <u>431,599</u> |
| Fund balance, June 30, 2009 | <u>\$ (74,930)</u> | <u>\$ (9,854)</u> | <u>\$ 834,305</u> | <u>\$ 844,159</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Sheriff Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 417,221 | \$ 1,033,214 | \$ 734,164 | \$ (299,050) |
| Charges for services | 11,439 | 11,439 | 15,648 | 4,209 |
| Investment earnings | 2,100 | 2,100 | 2,259 | 159 |
| Contributions | 18,000 | 18,000 | 7,200 | (10,800) |
| Total revenues | <u>448,760</u> | <u>1,064,753</u> | <u>759,271</u> | <u>(305,482)</u> |
| Expenditures: | | | | |
| Public safety | | | | |
| Sheriff | 484,997 | 1,068,292 | 736,616 | 331,676 |
| Total expenditures | <u>484,997</u> | <u>1,068,292</u> | <u>736,616</u> | <u>331,676</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(36,237)</u> | <u>(3,539)</u> | <u>22,655</u> | <u>26,194</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 69,720 | 69,720 | 50,807 | (18,913) |
| Transfers out | | | (419) | (419) |
| Total other financing sources (uses) | <u>69,720</u> | <u>69,720</u> | <u>50,388</u> | <u>(19,332)</u> |
| Net change in fund balances | 33,483 | 66,181 | 73,043 | 6,862 |
| Fund balance, July 1, 2008 | <u>49,804</u> | <u>49,804</u> | <u>4,445</u> | <u>(45,359)</u> |
| Fund balance, June 30, 2009 | <u>\$ 83,287</u> | <u>\$ 115,985</u> | <u>\$ 77,488</u> | <u>\$ (38,497)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Solid Waste
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | Actual Amounts | Variance with Final Budget- |
|--|-------------------------|------------------|-------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 1,163,040 | \$ 1,163,040 | \$ 1,236,662 | \$ 73,622 |
| Charges for services | 162,042 | 162,042 | 146,554 | (15,488) |
| Miscellaneous | | | 4,799 | 4,799 |
| Total revenues | <u>1,325,082</u> | <u>1,325,082</u> | <u>1,388,015</u> | <u>62,933</u> |
| Expenditures: | | | | |
| Current | | | | |
| Sanitation | | | | |
| Public works | <u>2,275,597</u> | <u>2,275,597</u> | <u>2,135,139</u> | <u>140,458</u> |
| Total expenditures | <u>2,275,597</u> | <u>2,275,597</u> | <u>2,135,139</u> | <u>140,458</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(950,515)</u> | <u>(950,515)</u> | <u>(747,124)</u> | <u>203,391</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 950,515 | 950,515 | 853,827 | (96,688) |
| Transfers out | | | (106,703) | (106,703) |
| Total other financing sources (uses) | <u>950,515</u> | <u>950,515</u> | <u>747,124</u> | <u>(203,391)</u> |
| Net change in fund balances | | | | |
| Fund balance, July 1, 2008 | | | | |
| Fund balance, June 30, 2009 | <u><u>\$</u></u> | <u><u>\$</u></u> | <u><u>\$</u></u> | <u><u>\$</u></u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Superior Court Grants and Fees
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 205,657 | \$ 338,409 | \$ 102,219 | \$ (236,190) |
| Charges for services | 145,500 | 145,500 | 180,646 | 35,146 |
| Investment earnings | 13,500 | 13,500 | 32,977 | 19,477 |
| Miscellaneous | 500 | 500 | 1,346 | 846 |
| Total revenues | <u>365,157</u> | <u>497,909</u> | <u>317,188</u> | <u>(180,721)</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Superior Courts | <u>1,216,378</u> | <u>1,367,316</u> | <u>1,078,142</u> | <u>289,174</u> |
| Total expenditures | <u>1,216,378</u> | <u>1,367,316</u> | <u>1,078,142</u> | <u>289,174</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(851,221)</u> | <u>(869,407)</u> | <u>(760,954)</u> | <u>108,453</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 465,969 | 465,969 | 361,368 | (104,565) |
| Transfers out | <u>(49,310)</u> | <u>(49,310)</u> | <u>(11,275)</u> | <u>38,035</u> |
| Total other financing sources (uses) | <u>416,659</u> | <u>416,659</u> | <u>350,093</u> | <u>(66,530)</u> |
| Net change in fund balances | (434,562) | (452,748) | (410,861) | 41,923 |
| Fund balance, July 1, 2008 | <u>1,091,503</u> | <u>1,091,503</u> | <u>1,208,427</u> | <u>116,367</u> |
| Fund balance, June 30, 2009 | <u>\$ 656,941</u> | <u>\$ 638,755</u> | <u>\$ 797,566</u> | <u>\$ 158,290</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Taxpayer Information Fund
Year Ended June 30, 2009

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|-----------------------------|------------------|------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Charges for services | \$ 25,000 | \$ 25,000 | \$ 17,921 | \$ (7,079) |
| Investment earnings | 3,500 | 3,500 | 6,280 | 2,780 |
| Total revenues | 28,500 | 28,500 | 24,201 | (4,299) |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Treasurer | 20,000 | 20,000 | 358 | 19,642 |
| Total expenditures | 20,000 | 20,000 | 358 | 19,642 |
| Net change in fund balances | 8,500 | 8,500 | 23,843 | 15,343 |
| Fund balance, July 1, 2008 | 166,673 | 166,673 | 160,609 | (6,064) |
| Fund balance, June 30, 2009 | \$ 175,173 | \$ 175,173 | \$ 184,452 | \$ 9,279 |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Other Special Revenue Funds
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|------------------|---------------------------|--|
| | <u>Original</u> | <u>Final</u> | | <u>(Negative)</u> |
| Revenues: | | | | |
| Charges for services | \$ 20,000 | \$ 20,000 | \$ 11,055 | \$ (8,945) |
| Investment income | | | 24,238 | 24,238 |
| Total revenues | <u>20,000</u> | <u>20,000</u> | <u>35,293</u> | <u>15,293</u> |
| Expenditures: | | | | |
| Current | | | | |
| General government | | | | |
| Finance/budget | 51,750 | 51,750 | 52,312 | (562) |
| Highways and streets | | | | |
| County Manager | <u>86,858</u> | <u>95,972</u> | <u>92,478</u> | <u>3,494</u> |
| Total expenditures | <u>138,608</u> | <u>147,722</u> | <u>144,790</u> | <u>2,932</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(118,608)</u> | <u>(127,722)</u> | <u>(109,497)</u> | <u>18,225</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 118,608 | 130,393 | 136,405 | 6,012 |
| Transfers out | | | <u>(16,985)</u> | <u>(16,985)</u> |
| Total other financing sources (uses) | <u>118,608</u> | <u>130,393</u> | <u>119,420</u> | <u>(10,973)</u> |
| Net changes in fund balances | | 2,671 | 9,923 | 7,252 |
| Fund balance, July 1, 2008 | | | <u>70,887</u> | <u>70,887</u> |
| Fund balance, June 30, 2009 | <u>\$</u> | <u>\$ 2,671</u> | <u>\$ 80,810</u> | <u>\$ 78,139</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Improvement Distiricts - Debt service
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|---|-------------------------|-------------------|---------------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Special assessments | \$ 471,448 | \$ 471,448 | \$ 494,246 | \$ 22,798 |
| Investment earnings | 33,260 | 33,260 | 44,109 | 10,849 |
| Total revenues | <u>504,708</u> | <u>504,708</u> | <u>538,355</u> | <u>33,647</u> |
| Expenditures: | | | | |
| Debt service | | | | |
| Principal | 355,899 | 355,899 | 313,901 | 41,998 |
| Interest and other charges | 115,849 | 115,849 | 128,264 | (12,415) |
| Total expenditures | <u>471,748</u> | <u>471,748</u> | <u>442,165</u> | <u>29,583</u> |
| Excess of revenues over expenditures | <u>32,960</u> | <u>32,960</u> | <u>96,190</u> | <u>63,230</u> |
| Other financing sources (uses): | | | | |
| Bond proceeds | | | 100,372 | 100,372 |
| Transfers out | | | (375,112) | (375,112) |
| Total other financing sources (uses) | | | <u>(274,740)</u> | <u>(274,740)</u> |
| Net change in fund balances | 32,960 | 32,960 | (178,550) | (211,510) |
| Fund balance, July 1, 2008 | <u>375,527</u> | <u>375,527</u> | <u>549,455</u> | <u>173,928</u> |
| Fund balance, June 30, 2009 | <u>\$ 408,487</u> | <u>\$ 408,487</u> | <u>\$ 370,905</u> | <u>\$ (37,582)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Accommodation School
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|------------------------------|-------------------------|------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | | | \$ 49,558 | \$ 49,558 |
| Investment income | \$ 1,300 | \$ 1,300 | 2,980 | 1,680 |
| Total revenues | <u>1,300</u> | <u>1,300</u> | <u>52,538</u> | <u>51,238</u> |
| Expenditures: | | | | |
| Capital outlay | | | 54,909 | (54,909) |
| Total expenditures | | | <u>54,909</u> | <u>(54,909)</u> |
| Net changes in fund balances | 1,300 | 1,300 | (2,371) | (3,671) |
| Fund balance, July 1, 2008 | <u>38,656</u> | <u>38,656</u> | <u>70,813</u> | <u>32,157</u> |
| Fund balance, June 30, 2009 | <u>\$ 39,956</u> | <u>\$ 39,956</u> | <u>\$ 68,442</u> | <u>\$ 28,486</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Improvement Districts - Capital Projects
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Special assessments | \$ 1,620,878 | \$ 1,620,878 | \$ 28,000 | \$ (1,592,878) |
| Investment earnings | 39,831 | 39,831 | 44,896 | 5,065 |
| Total revenues | <u>1,660,709</u> | <u>1,660,709</u> | <u>72,896</u> | <u>(1,587,813)</u> |
| Expenditures: | | | | |
| Capital outlay | <u>1,716,762</u> | <u>1,716,762</u> | <u>1,084,513</u> | <u>632,249</u> |
| Total expenditures | <u>1,716,762</u> | <u>1,716,762</u> | <u>1,084,513</u> | <u>632,249</u> |
| Deficiency of revenues under expenditures | <u>(56,053)</u> | <u>(56,053)</u> | <u>(1,011,617)</u> | <u>(955,564)</u> |
| Other financing sources (uses): | | | | |
| Bond proceeds | | | 694,628 | 694,628 |
| Transfers in | 4,085 | 4,085 | 69,085 | 65,000 |
| Transfers out | | | <u>(61,066)</u> | <u>(61,066)</u> |
| Total other financing sources (uses) | <u>4,085</u> | <u>4,085</u> | <u>702,647</u> | <u>698,562</u> |
| Net change in fund balances | (51,968) | (51,968) | (308,970) | (257,002) |
| Fund balance, July 1, 2008 | <u>996,259</u> | <u>996,259</u> | <u>1,077,180</u> | <u>80,921</u> |
| Fund balance, June 30, 2009 | <u>\$ 944,291</u> | <u>\$ 944,291</u> | <u>\$ 768,210</u> | <u>\$ (176,081)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Parks Capital Projects
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | Variance with Final Budget- |
|--|-------------------------|-------------------|---------------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | | Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental | | \$ 500,000 | \$ 254,823 | \$ (245,177) |
| Investment earnings | \$ 10,200 | 10,200 | 13,066 | 2,866 |
| Total revenues | <u>10,200</u> | <u>510,200</u> | <u>267,889</u> | <u>(242,311)</u> |
| Expenditures: | | | | |
| Capital outlay | | 944,345 | 17,961 | 926,384 |
| Total expenditures | | <u>944,345</u> | <u>17,961</u> | <u>926,384</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>10,200</u> | <u>(434,145)</u> | <u>249,928</u> | <u>684,073</u> |
| Other financing sources (uses): | | | | |
| Transfers in | | 488,704 | 58,573 | (430,131) |
| Transfers out | | | (294,898) | (294,898) |
| Total other financing sources (uses) | | <u>488,704</u> | <u>(236,325)</u> | <u>(725,029)</u> |
| Net change in fund balances | 10,200 | 54,559 | 13,603 | (40,956) |
| Fund balance, July 1, 2008 | <u>302,691</u> | <u>302,691</u> | <u>239,091</u> | <u>(63,600)</u> |
| Fund balance, June 30, 2009 | <u>\$ 312,891</u> | <u>\$ 357,250</u> | <u>\$ 252,694</u> | <u>\$ (104,556)</u> |

Coconino County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Other Capital Projects Funds
Year Ended June 30, 2009

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|--------------------------|--------------------------|---------------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Investment earnings | \$ 4,000 | \$ 4,000 | \$ 3,313 | \$ (687) |
| Total revenues | <u>4,000</u> | <u>4,000</u> | <u>3,313</u> | <u>(687)</u> |
| Expenditures: | | | | |
| Capital outlay | 90,600 | 320,447 | 276,733 | 43,714 |
| Total expenditures | <u>90,600</u> | <u>320,447</u> | <u>276,733</u> | <u>43,714</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(86,600)</u> | <u>(316,447)</u> | <u>(273,420)</u> | <u>43,027</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 90,600 | 231,447 | 183,830 | (47,617) |
| Transfers out | <u>(14,108)</u> | <u>(14,108)</u> | <u>(257,836)</u> | <u>(243,728)</u> |
| Total other financing sources (uses) | <u>76,492</u> | <u>217,339</u> | <u>(74,006)</u> | <u>(291,345)</u> |
| Net change in fund balances | (10,108) | (99,108) | (347,426) | (248,318) |
| Fund balance, July 1, 2008 | <u>437,111</u> | <u>437,111</u> | <u>434,871</u> | <u>(2,240)</u> |
| Fund balance, June 30, 2009 | <u><u>\$ 427,003</u></u> | <u><u>\$ 338,003</u></u> | <u><u>\$ 87,445</u></u> | <u><u>\$ (250,558)</u></u> |

Coconino County
Combining Statement of Fiduciary Net Assets
Investment Trust Funds
June 30, 2009

| | <u>Treasurer's Investment Pool</u> | <u>Individual Investment Accounts</u> | <u>Total Investment Trust Funds</u> |
|-------------------------------------|--|---|---|
| Assets | | | |
| Cash and cash equivalents | \$ 84,172,686 | \$ 16,271,394 | \$ 100,444,080 |
| Interest receivable | 461,425 | | 461,425 |
| Total Assets | <u>84,634,111</u> | <u>16,271,394</u> | <u>100,905,505</u> |
| Liabilities | | | |
| Total liabilities | | | |
| Net assets | | | |
| Held in trust for pool participants | <u>\$ 84,634,111</u> | <u>\$ 16,271,394</u> | <u>\$ 100,905,505</u> |

Coconino County
Combining Statement of Changes in Fiduciary Net Assets
Investment Trust Funds
June 30, 2009

| | <u>Treasurer's Investment Pool</u> | <u>Individual Investment Accounts</u> | <u>Total Investment Trust Funds</u> |
|--------------------------------|--|---|---|
| Additions: | | | |
| Contribution from participants | \$ 316,954,949 | \$ 22,144,375 | \$ 339,099,324 |
| Investment income | 6,337,918 | 19,962 | 6,357,880 |
| Total additions | <u>323,292,867</u> | <u>22,164,337</u> | <u>345,457,204</u> |
| Deductions: | | | |
| Distributions to participants | <u>320,059,746</u> | <u>14,771,172</u> | <u>334,830,918</u> |
| Total deductions | <u>320,059,746</u> | <u>14,771,172</u> | <u>334,830,918</u> |
| Change in net assets | 3,233,121 | 7,393,165 | 10,626,286 |
| Net assets, July 1, 2008 | <u>81,400,990</u> | <u>8,878,229</u> | <u>90,279,219</u> |
| Net assets, June 30, 2009 | <u>\$ 84,634,111</u> | <u>\$ 16,271,394</u> | <u>\$ 100,905,505</u> |

Coconino County
Statement of Changes in Assets and Liabilities
Agency Fund
June 30, 2009

| | <u>Balance</u> <u>July 1, 2008</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>June 30, 2009</u> |
|--------------------------------------|---------------------------------------|----------------------|------------------------|--|
| Assets | | | | |
| Cash and cash equivalents | \$ 548,833 | \$ 48,814,257 | \$ (48,164,950) | \$ 1,198,140 |
| Cash and investments held by trustee | 1,783,112 | 1,627,832 | (2,752,208) | 658,736 |
| Total assets | <u>\$ 2,331,945</u> | <u>\$ 50,442,089</u> | <u>\$ (50,917,158)</u> | <u>\$ 1,856,876</u> |
| Liabilities | | | | |
| Deposits held for others | \$ 2,135,748 | \$ 4,388,452 | \$ (4,927,983) | \$ 1,596,217 |
| Due to other governments | 196,197 | 45,519,028 | (45,454,566) | 260,659 |
| Total liabilities | <u>\$ 2,331,945</u> | <u>\$ 49,907,480</u> | <u>\$ (50,382,549)</u> | <u>\$ 1,856,876</u> |

STATISTICAL SECTION

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Coconino County
Statistical Section
Year Ended June 30, 2009

This part of the Coconino 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. | 133-137 |
| Revenue Capacity | |
| These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax. | 138-141 |
| 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. | 142-144 |
| 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. | 145-146 |
| 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. | 147-149 |

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Coconino County
 Net Assets by Component
 Last Seven Fiscal Years
 (accrual basis of accounting) ¹

| | Fiscal Year | | | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2003 as restated | 2004 as restated | 2005 | 2006 as restated | 2007 | 2008 | 2009 |
| Primary government: | | | | | | | |
| Governmental activities | | | | | | | |
| Invested in capital assets, net of related debt | \$ 37,336,750 | \$ 51,758,593 | \$ 59,709,325 | \$ 109,735,410 | \$ 106,913,167 | \$ 128,198,350 | \$ 129,694,889 |
| Restricted | 9,902,462 | 38,233,250 | 42,603,789 | 39,761,272 | 36,994,894 | 29,929,358 | 28,345,559 |
| Unrestricted | 80,415,957 | 53,687,535 | 54,000,965 | 57,199,373 | 64,103,998 | 52,345,917 | 52,251,638 |
| Total governmental activities net assets | <u>\$ 127,655,169</u> | <u>\$ 143,679,378</u> | <u>\$ 156,314,079</u> | <u>\$ 206,696,055</u> | <u>\$ 208,012,059</u> | <u>\$ 210,473,625</u> | <u>\$ 210,292,086</u> |

Source: Coconino County Single Audit Reporting Package

1) Ten years of information is not available, the County did not implement GASB 34 until 2003.

Coconino County
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)¹

| | Fiscal year | | | | | | |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| Expenses | | | | | | | |
| Governmental activities: | | | | | | | |
| General government | \$ 22,208,018 | \$ 24,038,681 | \$ 25,093,451 | \$ 26,858,863 | \$ 30,137,861 | \$ 32,252,372 | \$ 32,364,030 |
| Public safety | 22,427,039 | 23,546,410 | 25,408,377 | 27,583,478 | 29,170,427 | 32,282,534 | 33,164,905 |
| Highways and streets | 10,424,490 | 14,276,404 | 11,814,903 | 9,551,859 | 18,699,298 | 17,990,951 | 16,655,737 |
| Sanitation | 2,607,577 | 2,743,348 | 2,710,356 | 3,014,199 | 3,138,878 | 3,216,176 | 3,274,456 |
| Health | 9,339,836 | 9,631,470 | 10,518,140 | 11,160,577 | 11,575,909 | 12,192,703 | 12,692,864 |
| Welfare | 4,474,322 | 3,967,458 | 4,519,831 | 5,590,510 | 5,902,878 | 6,666,186 | 7,615,522 |
| Culture and recreation | 3,643,292 | 4,298,993 | 4,580,555 | 4,933,059 | 5,628,042 | 6,957,602 | 7,814,879 |
| Education | 689,086 | 2,228,618 | 2,920,657 | 3,730,202 | 3,816,081 | 4,437,125 | 4,892,986 |
| Transportation | 2,142,540 | 2,708,420 | 3,012,154 | 4,163,891 | | | |
| Interest on long term debt | 2,120,561 | 1,998,810 | 1,928,292 | 1,761,726 | 1,602,303 | 603,969 | 512,256 |
| Defeasance of long-term debt | | | | | | 832,030 | |
| Total governmental activities expenses | <u>\$ 80,076,761</u> | <u>\$ 89,438,612</u> | <u>\$ 92,506,716</u> | <u>\$ 98,348,364</u> | <u>\$ 109,671,677</u> | <u>\$ 117,431,648</u> | <u>\$ 118,987,635</u> |
| Program Revenues | | | | | | | |
| Governmental activities: | | | | | | | |
| Charges for services: | | | | | | | |
| General government | 6,330,030 | 6,874,262 | 7,322,776 | 8,387,583 | 4,322,299 | 8,273,916 | 7,316,495 |
| Public safety | 3,743,388 | 3,787,242 | 3,671,837 | 3,643,195 | 4,132,207 | 2,986,695 | 3,421,790 |
| Highways and streets | 536,340 | 158,596 | 967,377 | 298,492 | 3,459,682 | 74,556 | 1,152,294 |
| Sanitation | 1,087,542 | 1,072,675 | 1,033,289 | 1,138,057 | 1,437,621 | 1,375,478 | 1,375,437 |
| Health | 1,026,224 | 1,289,677 | 1,318,990 | 1,403,315 | 1,520,902 | 1,340,236 | 1,316,870 |
| Welfare | 839,345 | 768,396 | 921,571 | 1,455,946 | 1,599,249 | 1,337,392 | 1,262,876 |
| Culture and recreation | 881,328 | 907,000 | 995,382 | 1,031,838 | 1,188,201 | 1,159,535 | 1,170,109 |
| Education | 26,395 | 5,925 | 8,309 | 71,232 | 107,301 | 115,216 | 95,016 |
| Transportation | 190,007 | 266,099 | 286,090 | 542,003 | | | |
| Operating grants and contributions | 28,615,150 | 32,101,547 | 31,800,725 | 39,359,052 | 33,695,469 | 34,185,253 | 34,581,839 |
| Capital grants and contributions | 924,048 | 6,019,139 | 4,310,727 | 1,937,161 | 134,120 | 898,314 | 118,520 |
| Total governmental activities program revenues | <u>\$ 44,199,797</u> | <u>\$ 53,250,558</u> | <u>\$ 52,637,073</u> | <u>\$ 59,267,874</u> | <u>\$ 51,597,051</u> | <u>\$ 51,746,591</u> | <u>\$ 51,811,246</u> |
| Net expenses | <u>\$ (35,876,964)</u> | <u>\$ (36,188,054)</u> | <u>\$ (39,869,643)</u> | <u>\$ (39,080,490)</u> | <u>\$ (58,074,626)</u> | <u>\$ (65,685,057)</u> | <u>\$ (67,176,389)</u> |

(Continued on next page)

Coconino County
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)¹
(Continued)

| | Fiscal year | | | | | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| General Revenues and Other Changes in Net Assets | | | | | | | |
| Governmental activities: | | | | | | | |
| Property taxes, levied for general purposes | 4,334,159 | 5,914,008 | 6,159,732 | 6,806,423 | 7,011,847 | 7,180,218 | 7,935,524 |
| Property taxes, levied for library | 2,109,658 | 2,242,657 | 2,408,492 | 2,539,393 | 1,263,035 | 3,847,035 | 4,708,037 |
| Property taxes, levied for flood control | 338,399 | 366,766 | 411,622 | 1,077,540 | 2,860,021 | 1,510,077 | 2,011,055 |
| Property taxes, levied for accommodation school | | | | | | | 189,318 |
| General county sales tax | 9,467,920 | 10,153,344 | 10,304,992 | 11,580,757 | 12,384,595 | 12,445,915 | 11,497,627 |
| Jail district sales tax | 5,692,968 | 6,086,834 | 6,183,905 | 6,946,353 | 9,691,689 | 12,395,931 | 11,486,443 |
| Parks and open spaces sales tax | 864,263 | 2,470,248 | 2,573,730 | 2,894,657 | 3,076,949 | 3,105,737 | 2,871,495 |
| Excise tax | | | 93,516 | 100,295 | 111,593 | 102,863 | 92,118 |
| Franchise tax | 84,311 | 102,781 | 115,300 | 141,758 | 134,640 | 46,966 | 41,944 |
| Shared revenue - state sales tax | 13,908,270 | 14,439,695 | 15,283,056 | 16,684,292 | 18,125,003 | 17,000,598 | 15,287,328 |
| Shared revenue - state vehicle license tax | 4,215,758 | 4,850,913 | 5,073,200 | 5,547,275 | 5,695,838 | 5,622,049 | 5,240,676 |
| Grants and contributions not restricted to specific programs | 1,532,902 | 1,688,999 | 1,720,959 | 1,809,330 | 1,646,585 | 1,727,679 | 2,866,290 |
| Investment earnings | 2,636,671 | 61,822 | 1,888,242 | 745,407 | 4,489,537 | 2,726,375 | 2,388,053 |
| Gain on disposal of capital assets | 399,985 | 1,269,042 | 206,469 | 749,146 | 158,415 | 209,636 | 2,100 |
| Miscellaneous | 107,258 | 17,606 | 81,129 | 47,325 | 23,279 | 225,544 | 376,842 |
| Special item | | | | | (7,282,396) | | |
| Total general revenues | <u>\$ 45,692,522</u> | <u>\$ 49,664,715</u> | <u>\$ 52,504,344</u> | <u>\$ 57,669,951</u> | <u>\$ 59,390,630</u> | <u>\$ 68,146,623</u> | <u>\$ 66,994,850</u> |
| Change in net assets | <u>\$ 9,815,558</u> | <u>\$ 13,476,661</u> | <u>\$ 12,634,701</u> | <u>\$ 18,589,461</u> | <u>\$ 1,316,004</u> | <u>\$ 2,461,566</u> | <u>\$ (181,539)</u> |

Source: Coconino County Single Audit Reporting Package

Notes: Financial statement amounts broken out to show individual property tax categories for 2003 and 2004.

1) Ten years of information is not available, the County did not implement GASB 34 until 2003.

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

| | Fiscal Year | | | | | | | | | |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2000 | 2001 | 2002 | 2003 as restated | 2004 as restated | 2005 | 2006 | 2007 | 2008 | 2009 |
| General fund | | | | | | | | | | |
| Reserved | \$ 180,934 | \$ 41,100 | \$ 31,821 | \$ 90,603 | | \$ 126,359 | \$ 48,359 | \$ 60,623 | \$ 133,364 | \$ 173,499 |
| Unreserved | 13,609,105 | 14,180,466 | 15,955,622 | 20,244,573 | \$ 24,114,908 | 27,492,971 | 29,626,015 | 33,986,837 | 27,495,342 | 24,963,275 |
| Total general fund | <u>\$ 13,790,039</u> | <u>\$ 14,221,566</u> | <u>\$ 15,987,443</u> | <u>\$ 20,335,176</u> | <u>\$ 24,114,908</u> | <u>\$ 27,619,330</u> | <u>\$ 29,674,374</u> | <u>\$ 34,047,460</u> | <u>\$ 27,628,706</u> | <u>\$ 25,136,774</u> |
| All other governmental funds | | | | | | | | | | |
| Reserved | \$ 58,065 | \$ 41,101 | \$ 16,692 | \$ 23,642,052 | \$ 769,789 | \$ 912,739 | | \$ 7,954,393 | \$ 549,455 | \$ 370,905 |
| Unreserved, reported in: | | | | | | | | | | |
| Special revenue funds | 27,365,293 | 37,610,305 | 39,961,845 | 38,663,685 | 39,435,620 | 38,335,351 | \$ 38,946,353 | 39,555,023 | 41,731,738 | 52,504,004 |
| Capital project funds | 8,688,263 | 3,371,979 | 622,670 | 2,009,720 | 2,992,244 | 4,248,949 | 2,097,854 | 1,968,757 | 10,265,707 | 1,176,745 |
| Debt service fund | 22,455,956 | 22,070,483 | 20,390,694 | | 22,630,545 | 18,511,896 | 19,967,912 | 12,318,744 | 15,066 | 46 |
| Total all other governmental funds | <u>\$ 58,567,577</u> | <u>\$ 63,093,868</u> | <u>\$ 60,991,901</u> | <u>\$ 64,315,457</u> | <u>\$ 65,828,198</u> | <u>\$ 62,008,935</u> | <u>\$ 61,012,119</u> | <u>\$ 61,796,917</u> | <u>\$ 52,561,966</u> | <u>\$ 54,051,700</u> |

Source: Coconino County Single Audit Reporting Package

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

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

| | Fiscal Year | | | | | | | | | |
|--|-----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|------------------------|-----------------------|
| | 2000 | 2001 | 2002 | 2003 as restated | 2004 as restated | 2005 | 2006 | 2007 | 2008 | 2009 |
| Revenues: | | | | | | | | | | |
| Property taxes | \$ 5,801,152 | \$ 6,041,030 | \$ 6,527,597 | \$ 6,773,059 | \$ 8,545,310 | \$ 8,986,089 | \$ 10,427,635 | \$ 10,944,924 | \$ 12,447,359 | \$ 14,683,323 |
| Other taxes | 16,568,011 | 16,888,296 | 17,158,055 | 20,379,490 | 23,665,944 | 24,344,667 | 27,211,403 | 31,096,502 | 33,726,601 | 31,235,155 |
| Special assessments | 226,423 | 158,154 | 169,207 | 378,246 | 2,513,620 | 1,176,966 | 1,055,453 | 800,422 | 697,085 | 533,246 |
| Licenses and permits | 1,679,497 | 1,633,385 | 1,819,072 | 1,844,588 | 2,875,039 | 2,552,808 | 2,794,699 | 2,412,270 | 2,028,139 | 1,596,184 |
| Fees, fines, and forfeits | 1,113,005 | 1,613,709 | 1,276,147 | 1,719,289 | 1,393,864 | 1,384,704 | 1,894,884 | 1,958,043 | 2,426,546 | 2,636,342 |
| Intergovernmental | 42,286,248 | 42,187,246 | 46,430,495 | 48,739,810 | 48,840,485 | 52,202,702 | 59,239,916 | 52,924,453 | 52,807,937 | 52,131,109 |
| Charges for services | 4,208,519 | 6,101,228 | 7,684,370 | 9,757,811 | 10,072,643 | 10,504,525 | 11,811,190 | 12,413,030 | 11,059,144 | 10,616,158 |
| Investment income | 3,585,063 | 4,873,287 | 4,373,339 | 3,437,152 | 249,074 | 2,421,063 | 1,316,328 | 5,076,801 | 3,426,238 | 2,941,346 |
| Contributions | 307,689 | 145,452 | 171,802 | 234,011 | 524,882 | 334,598 | 285,572 | 420,695 | 638,673 | 498,811 |
| Miscellaneous | 2,079,376 | 1,500,669 | 736,820 | 1,049,502 | 408,090 | 712,638 | 888,221 | 681,321 | 644,530 | 1,039,999 |
| Total revenues | \$ 77,854,983 | \$ 81,142,456 | \$ 86,346,904 | \$ 94,312,958 | \$ 99,088,951 | \$ 104,620,760 | \$ 116,925,301 | \$ 118,728,461 | \$ 119,902,252 | \$ 117,911,673 |
| Expenditures: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | \$ 18,990,124 | \$ 21,393,691 | \$ 21,585,395 | \$ 21,720,344 | \$ 23,584,036 | \$ 24,223,774 | \$ 26,124,976 | \$ 29,462,096 | \$ 31,775,048 | \$ 31,104,566 |
| Public safety | 17,120,986 | 20,185,290 | 21,357,162 | 21,484,339 | 22,650,149 | 23,967,742 | 26,768,092 | 28,039,150 | 31,240,851 | 31,374,919 |
| Highways and streets | 7,958,099 | 10,086,580 | 10,135,995 | 13,545,422 | 16,863,946 | 14,155,135 | 15,738,269 | 19,756,618 | 16,548,734 | 16,999,133 |
| Sanitation | 2,018,660 | 2,141,864 | 2,229,589 | 2,392,249 | 2,563,988 | 2,468,056 | 2,769,470 | 2,880,863 | 3,154,224 | 3,146,581 |
| Health | 7,933,128 | 8,366,909 | 8,756,774 | 9,242,964 | 9,489,392 | 10,322,173 | 11,029,368 | 11,403,856 | 12,077,635 | 12,361,518 |
| Welfare | 3,296,991 | 4,038,537 | 6,646,690 | 4,423,207 | 3,908,526 | 4,450,151 | 5,516,865 | 5,993,228 | 6,605,519 | 7,517,819 |
| Culture and recreation | 3,403,661 | 5,344,273 | 6,004,289 | 4,440,396 | 4,920,230 | 6,935,242 | 5,475,603 | 5,727,983 | 8,320,721 | 7,993,795 |
| Education | 553,941 | 409,730 | 590,981 | 689,479 | 2,220,609 | 6,003,942 | 3,425,244 | 3,618,428 | 4,273,975 | 4,730,288 |
| Transportation | | | | 2,450,514 | 3,224,686 | 2,927,659 | 8,351,299 | | | |
| Capital outlay | 15,221,564 | 13,855,406 | 3,743,630 | 633,722 | 2,304,376 | 4,004,214 | 4,940,004 | 359,940 | 1,711,967 | 1,434,116 |
| Debt service: | | | | | | | | | | |
| Principal | 2,240,000 | 3,212,800 | 3,363,356 | 3,498,472 | 3,611,446 | 4,082,543 | 4,280,700 | 4,303,256 | 18,545,471 | 2,508,901 |
| Interest and other charges | 1,828,581 | 2,098,262 | 2,269,133 | 2,120,561 | 1,998,810 | 1,928,292 | 1,761,725 | 1,602,303 | 1,435,999 | 512,256 |
| Total expenditures | \$ 80,565,735 | \$ 91,133,342 | \$ 86,682,994 | \$ 86,641,669 | \$ 97,340,194 | \$ 105,468,923 | \$ 116,181,615 | \$ 113,147,721 | \$ 135,690,144 | \$ 119,683,892 |
| Excess (deficiency) of revenues over expenditures | (2,710,752) | (9,990,886) | (336,090) | 7,671,289 | 1,748,757 | (848,163) | 743,686 | 5,580,740 | (15,787,892) | (1,772,219) |
| Other financing sources (uses): | | | | | | | | | | |
| Sale of capital assets | | | | | \$ 1,173,160 | \$ 150,405 | \$ 314,542 | \$ 368,694 | \$ 22,911 | \$ 2,100 |
| Bond proceeds | \$ 103,300 | \$ 15,404,950 | | | 2,298,623 | 382,917 | | (791,550) | | 795,000 |
| Special item - loss on closure of activity | | | | | | | | | | |
| Transfers in | 12,587,496 | 9,874,925 | \$ 9,531,935 | \$ 12,951,669 | 11,349,358 | 16,765,844 | 14,112,086 | 12,934,995 | 37,093,497 | 15,481,676 |
| Transfers out | (12,587,496) | (9,874,925) | (9,531,935) | (12,951,669) | (11,349,358) | (16,765,844) | (14,112,086) | (12,934,995) | (36,982,221) | (15,508,755) |
| Total other financing sources and uses | 103,300 | 15,404,950 | - | - | 3,471,783 | 533,322 | 314,542 | (422,856) | 134,187 | 770,021 |
| Net changes in fund balances | \$ (2,607,452) | \$ 5,414,064 | \$ (336,090) | \$ 7,671,289 | \$ 5,220,540 | \$ (314,841) | \$ 1,058,228 | \$ 5,157,884 | \$ (15,653,705) | \$ (1,002,198) |

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

| Fiscal Year Ended June 30, | Property Values Assessed | | | Total Direct Tax Rate | Total Secured and Unsecured Estimated Market Value | Total Assessed Value as a Percentage of Total Estimated Market Value |
|----------------------------------|-----------------------------|----------------|----------------|-----------------------------|---|--|
| | Secured | Unsecured | Total | | | |
| 2000 | \$ 728,849,082 | \$ 233,073,005 | \$ 961,922,087 | 0.6026 | \$ 7,134,964,247 | 13.5% |
| 2001 | 790,718,412 | 237,963,583 | 1,028,681,995 | 0.5947 | 7,535,970,001 | 13.7 |
| 2002 | 836,821,983 | 211,678,756 | 1,048,500,739 | 0.6245 | 7,860,165,430 | 13.3 |
| 2003 | 889,581,505 | 227,086,983 | 1,116,668,488 | 0.6849 | 8,526,469,615 | 13.1 |
| 2004 | 963,512,887 | 210,604,408 | 1,174,117,295 | 0.7449 | 9,238,836,376 | 12.7 |
| 2005 | 1,049,556,398 | 214,223,437 | 1,263,779,835 | 0.7449 | 10,034,154,715 | 12.6 |
| 2006 | 1,144,384,468 | 223,578,936 | 1,367,963,404 | 0.8652 | 11,396,633,513 | 12.0 |
| 2007 | 1,288,341,613 | 225,916,527 | 1,514,258,140 | 0.8521 | 13,799,610,572 | 11.0 |
| 2008 | 1,458,940,955 | 229,241,854 | 1,688,182,809 | 0.8588 | 16,687,281,012 | 10.1 |
| 2009 | 1,605,854,299 | 234,920,747 | 1,840,775,046 | 0.8791 | 17,790,931,957 | 10.3 |

Source: Coconino County Assessor

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

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

Direct Rates

| Fiscal Year | County Operating | Library District | Flood Control District | Total Direct |
|-------------|------------------|------------------|------------------------|--------------|
| 2000 | 0.3433 | 0.1899 | 0.0694 | 0.6026 |
| 2001 | 0.3433 | 0.1899 | 0.0615 | 0.5947 |
| 2002 | 0.3433 | 0.1899 | 0.0913 | 0.6245 |
| 2003 | 0.4153 | 0.1899 | 0.0797 | 0.6849 |
| 2004 | 0.4753 | 0.1899 | 0.0797 | 0.7449 |
| 2005 | 0.4753 | 0.1899 | 0.0797 | 0.7449 |
| 2006 | 0.4753 | 0.1899 | 0.2000 | 0.8652 |
| 2007 | 0.4622 | 0.1899 | 0.2000 | 0.8521 |
| 2008 | 0.4383 | 0.2205 | 0.2000 | 0.8588 |
| 2009 | 0.4338 | 0.2293 | 0.2160 | 0.8791 |

Overlapping Rates

| Fiscal Year | Fire District Assistance | School Equalization | Community College | Cities | Fire Districts | Other Special Districts | School Districts |
|-------------|--------------------------|---------------------|-------------------|------------|----------------|-------------------------|------------------|
| 2000 | 0.0812 | 0.5217 | 0.5947 | 0 - 1.7127 | .3000 - 2.6000 | 0 - 1.1730 | 1.9307 - 7.8837 |
| 2001 | 0.0881 | 0.5123 | 0.5724 | 0 - 1.7127 | .3000 - 2.6000 | 0 - 1.1730 | 1.9949 - 7.5653 |
| 2002 | 0.0645 | 0.4974 | 0.5717 | 0 - 1.7127 | .1501 - 2.5000 | 0 - 1.1730 | 1.9949 - 7.8089 |
| 2003 | 0.1000 | 0.4889 | 0.5809 | 0 - 1.7127 | .1500 - 2.5000 | 0 - 1.1730 | 2.0296 - 8.3052 |
| 2004 | 0.1000 | 0.4717 | 0.5775 | 0 - 1.7127 | .1500 - 3.0000 | 0 - 1.1730 | .0500 - 9.6289 |
| 2005 | 0.1000 | 0.4560 | 0.5659 | 0 - 1.7127 | .6500 - 3.0000 | 0 - 1.1730 | .0500 - 8.2761 |
| 2006 | 0.1000 | 0.4358 | 0.5525 | 0 - 1.6627 | .6500 - 3.0000 | 0 - 1.1730 | .0500 - 10.4246 |
| 2007 | 0.1000 | | 0.5269 | 0 - 1.5929 | .4700 - 3.0000 | 0 - 1.3500 | .0500 - 9.4606 |
| 2008 | 0.1000 | | 0.4865 | 0 - 1.5519 | .4100 - 2.7500 | 0 - 2.2300 | .0500 - 9.9025 |
| 2009 | 0.0972 | | 0.4643 | 0 - 1.5169 | .4100 - 2.7500 | 0 - 2.2300 | .0500 - 10.9896 |

Source: Coconino County adopted tax rate schedules.

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

Coconino County
Principal Property Tax Payers
Current Year and Nine Years Ago

| Taxpayer | 2009 | | | 2001 ¹ | | |
|--|-----------------------|------|--|-----------------------|------|--|
| | Total Assessed Value | Rank | Percentage of Total Primary Assessed Value | Total Assessed Value | Rank | Percentage of Total Primary Assessed Value |
| Arizona Public Service Company | \$ 77,017,813 | 1 | 4.18% | \$ 66,409,090 | 1 | 6.90% |
| Transwestern Pipeline Company | 35,331,053 | 2 | 1.92 | 17,015,899 | 4 | 0.92 |
| El Paso Natural Gas Company | 19,625,984 | 3 | 1.07 | 16,648,783 | 5 | 0.90 |
| Unisource Energy Corporation | 18,541,722 | 4 | 1.01 | | | |
| W.L. Gore & Associates Inc. | 18,043,975 | 5 | 0.98 | 10,749,737 | 9 | 0.58 |
| City of Los Angeles Dept of Wtr & Pwr | 18,018,149 | 6 | 0.98 | 35,498,139 | 2 | 1.93 |
| Burlington Northern/Santa Fe Railway Company | 16,356,913 | 7 | 0.89 | 18,065,085 | 3 | 0.98 |
| Qwest Corporation | 13,184,230 | 8 | 0.72 | | | |
| Nevada Power Company | 9,866,303 | 9 | 0.54 | 16,145,375 | 6 | 0.88 |
| HTS-CHC (Sedona) LLC | 5,431,114 | 10 | 0.30 | | | |
| Tucson Electric Power Company | | | | 13,951,943 | 7 | 0.76 |
| U.S. West Communication Inc. | | | | 13,127,814 | 8 | 0.71 |
| Northern Arizona Gas Division | | | | 10,260,086 | 10 | 0.56 |
| AT&T Inc. | | | | 6,899,382 | 11 | 0.37 |
| Total Principal Taxpayers | <u>\$ 231,417,256</u> | | <u>12.57%</u> | <u>\$ 224,771,333</u> | | <u>23.37%</u> |
| Total Coconino County Primary Assessed Value | \$ 1,840,775,046 | | | \$ 961,922,087 | | |

Source: Arizona Department of Revenue, Central Information Services

1) Information from 2000 and prior was not available.

Coconino County
Property Tax Levies and Collections
Last Ten Fiscal Years

| Fiscal Year Ended June 30, | County Tax Levied For the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|----------------------------------|---|---|-----------------------|---------------------------------------|---------------------------|-----------------------|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2000 | \$ 5,110,529 | \$ 5,104,025 | 99.87% | \$ 3,286 | \$ 5,107,311 | 99.94% |
| 2001 | 5,424,788 | 5,412,772 | 99.78 | 5,958 | 5,418,730 | 99.89 |
| 2002 | 5,885,271 | 5,657,528 | 96.13 | 170,088 | 5,827,617 | 99.02 |
| 2003 | 6,729,959 | 6,474,370 | 96.20 | 234,697 | 6,709,067 | 99.69 |
| 2004 | 7,873,568 | 7,684,016 | 97.59 | 175,710 | 7,859,726 | 99.82 |
| 2005 | 8,300,867 | 8,116,516 | 97.78 | 178,548 | 8,295,064 | 99.93 |
| 2006 | 9,579,684 | 9,416,476 | 98.30 | 153,627 | 9,570,103 | 99.90 |
| 2007 | 10,370,580 | 10,197,426 | 98.33 | 166,368 | 10,363,794 | 99.93 |
| 2008 | 11,986,446 | 11,693,983 | 97.56 | 269,276 | 11,963,259 | 99.81 |
| 2009 | 14,046,149 | 13,583,453 | 96.71 | | 13,583,453 | 96.71 |

| Fiscal Year Ended June 30, | County Tax Levied for the Fiscal Year | | | |
|----------------------------------|---------------------------------------|---------------------------|-------------------|--------------|
| | County Operating | Flood Control District | County Library | Total County |
| 2000 | \$ 3,113,450 | \$ 227,057 | \$ 1,770,023 | \$ 5,110,529 |
| 2001 | 3,311,241 | 221,685 | 1,891,862 | 5,424,788 |
| 2002 | 3,519,326 | 357,284 | 2,008,660 | 5,885,271 |
| 2003 | 4,338,790 | 337,979 | 2,053,190 | 6,729,959 |
| 2004 | 5,312,944 | 369,984 | 2,190,640 | 7,873,568 |
| 2005 | 5,577,257 | 404,689 | 2,318,921 | 8,300,867 |
| 2006 | 6,000,215 | 1,081,620 | 2,497,849 | 9,579,684 |
| 2007 | 6,331,198 | 1,237,327 | 2,802,055 | 10,370,580 |
| 2008 | 6,635,051 | 1,508,062 | 3,843,333 | 11,986,446 |
| 2009 | 7,321,260 | 2,011,780 | 4,713,109 | 14,046,149 |

Source: Taxes levied obtained from the Coconino County Adopted Budget. Collections obtained from the Coconino County Treasurer.

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

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

| Fiscal Year | Certificates of Participation | Jail District Revenue Bonds | Special Assessments | Total | Percentage of Personal Income ¹ | Per Capita |
|----------------|----------------------------------|--------------------------------|------------------------|---------------|---|------------|
| 2000 | \$ 17,220,000 | \$ 18,835,000 | \$ 773,300 | \$ 36,828,300 | 1.38% | \$ 315.57 |
| 2001 | 27,010,000 | 21,245,000 | 640,500 | 48,895,500 | 1.75% | 415.17 |
| 2002 | 25,390,000 | 19,645,000 | 497,144 | 45,532,144 | 1.57% | 378.38 |
| 2003 | 23,700,000 | 17,970,000 | 594,887 | 42,264,887 | 1.41% | 347.97 |
| 2004 | 21,940,000 | 16,210,000 | 3,373,420 | 41,523,420 | 1.27% | 336.95 |
| 2005 | 21,940,000 | 16,210,000 | 2,840,377 | 40,990,377 | 1.17% | 328.84 |
| 2006 | 20,100,000 | 14,370,000 | 2,490,948 | 36,960,948 | 0.97% | 293.42 |
| 2007 | 18,180,000 | 12,445,000 | 2,153,550 | 32,778,550 | 0.81% | 257.39 |
| 2008 | | 10,435,000 | 1,885,208 | 12,320,208 | 0.29% | 95.83 |
| 2009 | | 8,340,000 | 2,364,178 | 10,704,178 | NA ² | 76.79 |

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

- 1) Personal income and population information can be found in the Demographics and Economic Statistics schedule.
- 2) Personal income was not available for 2008.

Coconino County
Legal Debt Margin
Last Ten Fiscal Years

| Legal Debt Margin Calculation for Fiscal Year 2009 | |
|---|-----------------------|
| Assessed value | \$ 1,840,775,046 |
| Debt limit (6% of assessed value) | 110,446,503 |
| Debt applicable to limit: | |
| General obligation bonds | - |
| Less: Amount set aside for repayment of general obligation debt | - |
| Total net debt applicable to limit | <u>-</u> |
| Legal debt margin | <u>\$ 110,446,503</u> |

| | Fiscal Year | | | | | | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|
| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| Debt limit | \$ 57,715,325 | \$ 61,720,920 | \$ 62,910,044 | \$ 67,000,109 | \$ 70,447,038 | \$ 75,826,790 | \$ 82,077,804 | \$ 90,855,488 | \$ 101,290,969 | \$ 110,446,503 |
| Total net debt applicable to the limit | - | - | - | - | - | - | - | - | - | - |
| Legal debt margin | <u>\$ 57,715,325</u> | <u>\$ 61,720,920</u> | <u>\$ 62,910,044</u> | <u>\$ 67,000,109</u> | <u>\$ 70,447,038</u> | <u>\$ 75,826,790</u> | <u>\$ 82,077,804</u> | <u>\$ 90,855,488</u> | <u>\$ 101,290,969</u> | <u>\$ 110,446,503</u> |
| 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% |

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

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

Coconino County
Pledged Revenue Coverage
Last Ten Fiscal Years

| Jail District Revenue Bonds | | | | | | |
|-----------------------------|-------------------------------------|---------------------------------|-----------------------|--------------|------------|----------|
| Fiscal Year | Jail District Revenues ¹ | Less: Expenditures ² | Net Available Revenue | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2000 | \$ 21,514,205 | \$ 14,417,683 | \$ 7,096,522 | \$ 1,170,000 | \$ 890,484 | 3.44 |
| 2001 | 13,880,833 | 12,370,690 | 1,510,143 | 1,220,000 | 1,007,600 | 0.68 |
| 2002 | 14,659,344 | 10,365,752 | 4,293,592 | 1,600,000 | 978,344 | 1.67 |
| 2003 | 12,451,583 | 7,978,098 | 4,473,485 | 1,675,000 | 900,260 | 1.74 |
| 2004 | 13,506,384 | 10,259,298 | 3,247,086 | 1,760,000 | 816,031 | 1.26 |
| 2005 | 13,665,611 | 8,825,891 | 4,839,720 | 1,840,000 | 735,372 | 1.88 |
| 2006 | 13,951,974 | 9,742,506 | 4,209,468 | 1,920,000 | 956,555 | 1.46 |
| 2007 | 17,132,399 | 10,708,410 | 6,423,989 | 2,010,000 | 566,908 | 2.49 |
| 2008 | 20,714,914 | 12,543,072 | 8,171,842 | 2,095,000 | 477,958 | 3.18 |
| 2009 | 22,039,625 | 12,175,349 | 9,864,276 | 2,195,000 | 383,992 | 3.82 |

| Special Assessment Bonds | | | | |
|--------------------------|---|--------------|-----------|----------|
| Fiscal Year | Special Assessment Collections ¹ | Debt Service | | Coverage |
| | | Principal | Interest | |
| 2000 | \$ 140,773 | \$ 120,000 | \$ 87,070 | 0.68 |
| 2001 | 153,418 | 132,800 | 61,659 | 0.79 |
| 2002 | 138,159 | 143,356 | 46,188 | 0.73 |
| 2003 | 378,246 | 133,472 | 36,175 | 2.23 |
| 2004 | 650,739 | 133,916 | 33,168 | 3.89 |
| 2005 | 609,025 | 152,297 | 34,225 | 3.27 |
| 2006 | 1,055,453 | 393,571 | 155,405 | 1.92 |
| 2007 | 800,422 | 293,256 | 168,330 | 1.73 |
| 2008 | 697,085 | 270,471 | 126,011 | 1.76 |
| 2009 | 533,246 | 313,901 | 128,264 | 1.21 |

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

- 1) Revenues included beginning fund balances and transfers in.
- 2) Expenditures include transfers out.

Coconino County
Demographic and Economic Statistics
Last Ten Fiscal Years

| Year | Population | Personal Income (thousands of dollars) | Per Capita Personal Income | Unemployment Rate |
|------|------------|--|----------------------------------|----------------------|
| 2000 | 116,703 | \$ 2,661,712 | \$ 22,808 | 4.5% |
| 2001 | 117,771 | 2,787,863 | 23,672 | 4.8 |
| 2002 | 120,333 | 2,908,992 | 24,175 | 5.4 |
| 2003 | 121,460 | 2,999,350 | 24,694 | 5.7 |
| 2004 | 123,235 | 3,258,728 | 26,443 | 5.2 |
| 2005 | 124,653 | 3,511,729 | 28,172 | 4.9 |
| 2006 | 125,966 | 3,797,409 | 30,146 | 4.2 |
| 2007 | 127,350 | 4,056,682 | 31,855 | 3.7 |
| 2008 | 128,558 | 4,197,488 | 32,651 | 5.1 |
| 2009 | 139,388 | NA (1) | NA (1) | 7.1 |

Sources: Population and personal income through 2008 obtained from U.S. Department of Commerce, Bureau of Economic Analysis (BEA). Population for 2009 obtained from the Arizona Department of Commerce. Unemployment rate obtained from Arizona Unemployment Statistics Program, Research Administration.

1) Personal income estimates were not yet available for fiscal years 2009.

Coconino County
Principal Employers
Current Year and Three Years Ago

| Employer | 2009 (2) | | | 2006 (3) | | |
|-------------------------------------|-----------|------|---------------------------------------|-----------|------|---------------------------------------|
| | Employees | Rank | Percentage of Total County Employment | Employees | Rank | Percentage of Total County Employment |
| Northern Arizona University | 2,559 | 1 | 3.72% | 3,393 | 1 | 5.02% |
| Flagstaff Medical Center | 2,096 | 2 | 3.05% | 1,999 | 2 | 2.95% |
| W.L. Gore | 1,700 | 3 | 2.47% | 1,300 | 3 | 1.92% |
| Coconino County | 1,129 | 4 | 1.64% | 1,056 | 4 | 1.56% |
| City of Flagstaff | 875 | 5 | 1.27% | 948 | 5 | 1.40% |
| Coconino Community College | 400 | 6 | 0.58% | 400 | 6 | 0.59% |
| Walgreens Distribution Center | 400 | 6 | 0.58% | 400 | 6 | 0.59% |
| Grand Canyon Railway | 400 | 6 | 0.58% | 400 | 6 | 0.59% |
| SCA Tissue | 300 | 9 | 0.44% | 279 | 9 | 0.41% |
| United States Forest Service | 300 | 9 | 0.44% | | | |
| Total Employment in Coconino County | | | | | | |
| As of June 30 (1) | 68,783 | | | 67,652 | | |

Sources: (1) Employers and the Arizona Unemployment Statistics Program, Special Unemployment Report

(2) Flagstaff Chamber of Commerce

(3) Arizona Department of Economic Security, Workforce Arizona Statistics

Note: Information prior to 2006 was not available

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

| Function/Program | Full-time Equivalent Employees as of June 30 | | | | | | | | | |
|-------------------------------|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| General Government | | | | | | | | | | |
| Assessor | 17.00 | 18.00 | 18.75 | 20.75 | 24.00 | 24.00 | 24.00 | 26.00 | 27.00 | 27.08 |
| Board of Supervisors | 11.50 | 11.00 | 11.00 | 11.00 | 11.00 | 11.50 | 13.50 | 13.50 | 13.50 | 14.50 |
| Clerk of the Superior Court | 19.50 | 20.50 | 20.50 | 20.50 | 20.50 | 20.50 | 21.50 | 23.50 | 23.35 | 23.35 |
| Community Development | 17.00 | 17.00 | 19.00 | 19.50 | 20.75 | 19.50 | 19.50 | 21.50 | 23.00 | 23.50 |
| County Attorney | 39.75 | 39.75 | 42.38 | 42.38 | 42.25 | 40.75 | 42.00 | 42.00 | 42.75 | 43.00 |
| County Manager | 3.50 | 5.00 | 5.00 | 5.00 | 4.00 | 4.00 | 5.00 | 5.00 | 10.50 | 10.50 |
| Facilities Management | 28.00 | 31.00 | 28.00 | 28.00 | 26.50 | 27.00 | 28.00 | 28.00 | 28.00 | 28.00 |
| Finance | 16.25 | 16.50 | 17.00 | 17.00 | 18.00 | 18.00 | 17.00 | 19.00 | 19.00 | 18.00 |
| Human Resources | 10.13 | 9.13 | 9.00 | 10.00 | 11.00 | 10.00 | 10.00 | 10.00 | 11.00 | 10.00 |
| Information Technology | 16.00 | 19.00 | 19.00 | 19.00 | 18.00 | 19.00 | 27.50 | 28.00 | 28.00 | 30.00 |
| Justice Court - Flagstaff | 17.75 | 19.75 | 19.75 | 19.75 | 17.75 | 18.25 | 20.50 | 22.00 | 24.25 | 24.50 |
| Justice Court - Fredonia | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.50 | 2.50 | 2.50 |
| Justice Court - Page | 4.50 | 5.50 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 |
| Justice Court - Williams | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.75 | 4.75 | 5.00 | 5.00 | 5.00 |
| Legal Defender | 4.48 | 4.48 | 4.48 | 4.48 | 4.48 | 4.48 | 4.48 | 4.48 | 5.00 | 5.00 |
| Organizational Development | - | - | - | - | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| Public Defender | 21.00 | 21.00 | 21.00 | 21.00 | 21.00 | 21.00 | 22.00 | 22.00 | 22.00 | 22.00 |
| Recorder | 16.00 | 15.00 | 15.00 | 15.00 | 16.50 | 17.00 | 17.00 | 17.00 | 19.00 | 19.00 |
| Superintendent of Schools | 6.00 | 6.00 | 6.00 | 7.00 | 7.00 | 7.00 | 6.85 | 10.40 | 11.36 | 11.36 |
| Superior Court | 23.00 | 25.60 | 26.85 | 26.85 | 28.50 | 28.50 | 30.50 | 31.00 | 34.75 | 35.00 |
| Treasurer | 7.50 | 7.75 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 8.50 | 8.50 | 8.00 |
| Public Safety | | | | | | | | | | |
| Adult Probation | 59.00 | 59.50 | 59.10 | 59.10 | 60.00 | 59.60 | 58.60 | 59.60 | 60.10 | 60.10 |
| Constable | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| Jail District | 146.75 | 161.50 | 162.80 | 162.80 | 166.58 | 164.33 | 146.33 | 146.33 | 165.83 | 168.83 |
| Juvenile Court Services | 61.72 | 63.75 | 75.94 | 75.94 | 73.50 | 74.95 | 75.28 | 75.28 | 75.48 | 75.28 |
| Sheriff | 86.50 | 84.00 | 88.50 | 89.00 | 86.50 | 86.00 | 91.50 | 93.50 | 94.50 | 94.50 |
| Highways and Streets | | | | | | | | | | |
| Public Works | 106.00 | 105.00 | 109.00 | 110.00 | 134.90 | 136.40 | 136.40 | 136.40 | 136.40 | 136.40 |
| Sanitation | | | | | | | | | | |
| Kachina Village Imp. Dist. | 7.60 | 8.00 | 8.00 | 8.00 | 8.00 | 9.00 | 8.00 | 8.00 | 8.00 | 8.00 |
| Health | | | | | | | | | | |
| Health | 110.79 | 119.60 | 111.17 | 112.17 | 110.76 | 113.79 | 121.24 | 122.50 | 129.58 | 132.53 |
| Welfare | | | | | | | | | | |
| Career Center | 9.75 | 9.75 | 14.79 | 14.79 | 11.00 | 8.80 | 10.88 | 10.88 | 10.88 | 13.88 |
| Community Services | 59.25 | 83.26 | 90.36 | 90.36 | 91.87 | 51.32 | 58.13 | 47.92 | 49.15 | 51.65 |
| Culture and Recreation | | | | | | | | | | |
| Parks and Recreation | 9.00 | 11.00 | 14.50 | 14.50 | 16.75 | 17.25 | 19.00 | 19.00 | 20.50 | 21.00 |
| Total | 942.22 | 1,004.32 | 1,036.87 | 1,043.87 | 1,072.09 | 1,033.67 | 1,056.44 | 1,065.79 | 1,115.88 | 1,129.46 |

Source: Coconino County Budget Books 2000 - 2009

Coconino County
Operating Indicators by Function/Program
Last Five Fiscal Years

| Function/Program | Fiscal Year | | | | |
|---|-------------|------------|------------|------------|------------|
| | 2005 | 2006 | 2007 | 2008 | 2009 |
| General Government | | | | | |
| Clerk of the Superior Court | | | | | |
| New Cases Filed | 3,483 | 3,811 | 3,804 | 3,664 | 3,700 |
| Court Filings | 3,647 | 3,611 | 3,805 | 3,502 | 3,910 |
| Community Development | | | | | |
| Building Permits Issued | 1,923 | 2,061 | 1,934 | 1,650 | 1,583 |
| Building Inspection/Site Visits | 10,175 | 8,512 | 7,487 | 6,950 | 6,298 |
| County Attorney | | | | | |
| Adult Felony and Misdemeanor cases | 9,034 | 8,624 | 8,994 | 8,334 | 7,518 |
| \$ Victim Restitution Collected for Bad Checks | \$ 65,346 | \$ 95,474 | \$ 52,846 | \$ 49,833 | \$ 35,028 |
| Justice Courts | | | | | |
| Total Cases | 27,994 | 24,514 | 27,462 | 26,206 | 27,456 |
| Legal Defender | | | | | |
| Total Cases | 732 | 705 | 683 | 514 | 467 |
| Public Defender | | | | | |
| Total Cases | 4,727 | 4,567 | 4,562 | 4,123 | 3,889 |
| Recorder | | | | | |
| Documents Recorded by Fiscal Year | 59,131 | 61,336 | 54,356 | 42,701 | 37,929 |
| Active Registered Voters | 65,006 | 65,977 | 62,046 | 66,000 | 66,008 |
| Superior Court | | | | | |
| Total Number of Criminal Cases Filed | 1,275 | 1,291 | 1,192 | 1,108 | 1,100 |
| Total Number of Domestic Relations Cases Filed | 595 | 597 | 725 | 619 | 634 |
| Total Number of Civil Cases Filed | 747 | 1,030 | 998 | 874 | 1,048 |
| Treasurer | | | | | |
| Total Parcel Count / Notices | 70,043 | 71,111 | 72,518 | 74,000 | 77,100 |
| Public safety | | | | | |
| Adult Probation | | | | | |
| Monthly Average Probationers Supervised | 1,204 | 1,252 | 1,343 | 1,280 | 1,236 |
| Restitution Collected | \$ 241,440 | \$ 242,688 | \$ 244,527 | \$ 220,000 | \$ 276,215 |
| Jail District | | | | | |
| Average Local Population | 364 | 374 | 365 | 397 | 366 |
| Juvenile Court Services | | | | | |
| Delinquents and Incurable Petitions Filed | 904 | 860 | 878 | 786 | 817 |
| \$ Contributed to Community Through Restitution Hours | \$ 34,997 | \$ 34,779 | \$ 54,433 | \$ 55,898 | \$ 55,000 |
| Sheriff | | | | | |
| Calls for Service | 39,771 | 41,021 | 41,951 | 43,200 | 45,742 |
| Traffic Accidents | 336 | 379 | 516 | 568 | 278 |
| Culture and recreation | | | | | |
| Parks and Recreation | | | | | |
| County Fair participants | 42,000 | 40,839 | 43,126 | 45,049 | 41,711 |
| Horse Race participants | 14,841 | 15,362 | 13,754 | 14,304 | 12,785 |
| Highways and streets | | | | | |
| Public Works | | | | | |
| Number of miles graded | 2,350 | 2,521 | 1,712 | 2,114 | 2,100 |
| Number of miles resurfaced | 52 | 104 | 28 | 35 | 28 |
| Miles of road chip sealed | 22 | 22 | 24 | 75 | 21 |
| Health | | | | | |
| Health Department | | | | | |
| Vaccinations | 9,939 | 16,250 | 10,729 | 10,783 | 10,512 |
| Restaurant/Public Facility Inspections | 4,513 | 4,481 | 3,664 | 4,248 | 3,973 |
| Housekeeping Units Delivered | 1,840 | 2,949 | 3,591 | 3,000 | 3,618 |
| Welfare | | | | | |
| Community Services | | | | | |
| Home Delivered Meals | 23,171 | 21,520 | 21,227 | 24,400 | 20,806 |
| Congregate Meals | 20,137 | 21,071 | 23,612 | 25,100 | 24,366 |
| Cases Managed | 1,840 | 2,949 | 3,591 | 3,000 | 3,013 |

Source: County Department records

Note: Information was only available for five years.

Coconino County
Capital Asset and Infrastructure Statistics by Function
Last Five Fiscal Years

| | Fiscal Year | | | | |
|--------------------------------------|-------------|-----------|-----------|-----------|-----------|
| | 2005 | 2006 | 2007 | 2008 | 2009 |
| General government | | | | | |
| Facilities square footage managed | 6,827,573 | 7,031,358 | 7,030,321 | 6,849,142 | 6,849,142 |
| Public safety | | | | | |
| Jails | 2 | 2 | 2 | 2 | 2 |
| Substations | 8 | 8 | 8 | 8 | 8 |
| Patrol vehicles | 55 | 52 | 69 | 74 | 74 |
| Highways and streets | | | | | |
| Bridges | 30 | 30 | 30 | 30 | 30 |
| Miles of paved roads | 339 | 319 | 319 | 322 | 323 |
| Miles of unpaved roads | 723 | 710 | 711 | 711 | 711 |
| Sanitation | | | | | |
| Solid waste transfer stations | 10 | 10 | 10 | 10 | 10 |
| Wastewater treatment facilities | 1 | 1 | 1 | 1 | 1 |
| Wells | 5 | 5 | 5 | 5 | 5 |
| Health | | | | | |
| Public health facilities | 1 | 1 | 1 | 1 | 1 |
| Animal transport vehicles | 2 | 2 | 3 | 3 | 3 |
| Culture and recreation | | | | | |
| Parks | 5 | 5 | 7 | 9 | 9 |
| Acres protected as open space | 589 | 589 | 589 | 589 | 589 |
| Trail miles available for public use | 14 | 14 | 14 | 16 | 17 |
| Education | | | | | |
| Schools | 2 | 2 | 2 | 2 | 2 |

Source: Coconino County capital asset records and information from county departments.

Note: Information only available for five years.

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