

2009

CACHE COUNTY FINANCIAL
STATEMENTS



FINANCIAL STATEMENTS FOR THE YEAR
ENDED DECEMBER 31, 2009

CACHE COUNTY

FINANCIAL STATEMENTS

DECEMBER 31, 2009

CACHE COUNTY, UTAH
FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

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INDEPENDENT AUDITORS' REPORT

To the Cache County Council
Logan, Utah

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cache County, Utah (the County), as of and for the year ended December 31, 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 did not audit the financial statements of Bridgerland Community Ice Arena (a component unit of North Park Interlocal Cooperative), which represent 3 percent, 3 percent, and 6 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. We also did not audit the financial statements of Cache County Emergency Medical Service Authority, which represent 9 percent, 5 percent, and 18 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Bridgerland Community Ice Arena and Cache County Emergency Medical Service Authority is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Bridgerland Community Ice Arena were not audited in accordance with *Government Auditing Standards*. 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 and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of December 31, 2009, and the

respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated June 18, 2010, 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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "*Audits of States, Local Governments, and Non-Profit Organizations*," and is also not a required part of the basic financial statements. The accompanying schedule of expenditures of transient room taxes and tourism, recreation, cultural and convention facilities taxes is presented for purposes of additional analysis as required by the Utah Code section 17-31-5.5(3) and is also not a required part of the basic financial statements. The supplementary information and the schedules described above have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



JONES SIMKINS, P.C.
June 18, 2010

CACHE COUNTY, UTAH
MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

INTRODUCTION

The following discussion and analysis is presented as an overview of the financial performance of Cache County for the year ended December 31, 2009. Please consider information presented here in context with the financial statements and the notes to the financial statements for a full understanding of the condition of the County.

FINANCIAL HIGHLIGHTS

- The County's net assets in the amount of \$49,846,361 at year end represent an increase of \$5,979,516 over the prior year. The portion of these net assets which represents the amount the County can use to meet ongoing financial obligations is the unrestricted net assets. This amount was \$9,655,236 at the end of the year.
- Total bonded debt of the County was \$12,796,611, of which \$775,000 is due within one year. This amount represents a decrease of \$723,586 from the prior year. The County did not incur new debt, so the reduction is entirely due to debt payments made during the year.
- Combined fund balances of the County amounted to \$24,731,533, an increase of \$2,516,651 from the prior year. Approximately 60 percent, or \$14,962,052, is available to the County for future spending.
- Unreserved and undesignated fund balance of the General Fund was \$5,377,108. This amount was approximately 30 percent of the total expenditures of the fund.

USING THIS ANNUAL REPORT

This annual financial report consists of financial statements from two different perspectives. The Statement of Net Assets and the Statement of Activities, known as the government-wide financial statements, provide information to help assess a long-term view of the County's financial health. Fund financial statements are also provided to show how services are financed in the short-term as well as what financing is available for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds.

Government-wide Statements – Reporting the County as a Whole

These statements provide a broad overview with a long-term focus of the County's finances as a whole and are prepared using the accrual basis of accounting, similar to private sector companies. This means all revenues and expenses are recognized regardless of when cash is received or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level.

The government-wide statements report the County's net assets, the difference between total assets and total liabilities, and how they have changed from the prior year. Over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or declining.

The County's activities are divided into two basic groups, either governmental activities or component units.

Governmental Activities – The County's basic services are reported here and are principally supported by taxes and intergovernmental revenues such as state and federal grants. The activities include general government, public safety, highways and streets, health and welfare, and culture and recreation.

Component Units – Some separate legal entities are included in the County's report because the County is financially accountable for them. The entities include the Logan-Cache Airport Authority, North Park Interlocal Cooperative, which includes the Bridgerland Community Ice Arena as its own component unit, the Bear River Health Department, Cache County Emergency Medical Service Authority, and the Roads Special Service District.

A third common division is Business-type Activities. These types of activities are intended to recover all, or almost all, of the costs through user fees and charges. The County does not have any business-type activities.

CACHE COUNTY, UTAH
MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

Fund Financial Statements

A fund is a group of accounts that the County uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist, while others are established internally to maintain control over a particular activity. There are three broad classifications of fund types: governmental, proprietary, and fiduciary. All of the funds of the County can be classified as either a governmental fund or a fiduciary fund.

Governmental funds – Most of the County’s basic services are accounted for in governmental funds and are essentially the same functions reported as governmental activities in the government-wide statements. Governmental funds use the modified accrual basis of accounting, which measures the flow of current financial resources that can be converted to cash and the balances that are left at the end of the year that are available for future spending. This short-term view of the County’s financial position helps determine whether the County has sufficient resources to cover expenditures for its basic services in the near future.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The County’s fiduciary funds are agency funds. These funds are custodial in nature and do not involve measuring results of operations. Accordingly, a statement of fiduciary net assets is presented, but a statement of changes in fiduciary net assets is not. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the programs of the County.

Notes to the Financial Statements

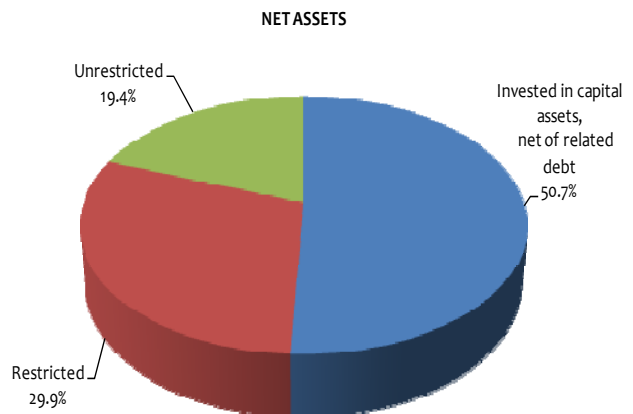
The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

THE COUNTY AS A WHOLE

As noted earlier, net assets may serve over time as a beneficial tool in determining whether the financial position of the County is improving or declining. Net assets are the difference between total assets and total liabilities. Total assets of the County amounted to \$66,654,493. More than half of those assets, \$38,377,999 or 57.6 percent, are capital assets used to provide services to residents of the County. Liabilities totaled \$16,808,132, of which \$14,498,408, or 86.3 percent, represents long-term liabilities. At the end of 2009, assets exceeded liabilities by \$49,846,361, an improvement of \$5,979,516 over the prior year.

Approximately half of the County’s net assets, \$25,286,203 or 50.7 percent, reflect its investment in capital assets (e.g. land, construction in process, buildings and improvements, machinery and equipment, and infrastructure) less any related, outstanding debt used to acquire the assets. The County uses these assets to provide services to its citizens and, consequently, these assets are not available for future spending.

An additional \$14,904,922, or 29.9 percent, represents the restricted net assets of the County. These assets are restricted because of various contracts and agreements with outside entities, or laws and regulations, which dictate how these resources may be used. The remaining balance of \$9,655,236, or 19.4 percent, may be used to meet the general, ongoing financial obligations of the County.



CACHE COUNTY, UTAH
MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

CACHE COUNTY'S NET ASSETS
Governmental Activities

	<u>2009</u>	<u>2008</u>	<u>% Change</u>
Assets			
Current and other assets	\$28,276,494	\$ 24,901,043	13.6
Capital assets	<u>38,377,999</u>	<u>36,118,522</u>	6.3
Total assets	<u>66,654,493</u>	<u>61,019,565</u>	9.2
Liabilities			
Current liabilities	2,309,724	1,880,588	22.8
Long-term liabilities	<u>14,498,408</u>	<u>15,272,132</u>	-5.1
Total liabilities	<u>16,808,132</u>	<u>17,152,720</u>	-2.0
Net Assets			
Invested in capital assets, net of related debt	25,286,203	21,794,238	16.0
Restricted	14,904,922	15,591,900	-4.4
Unrestricted	<u>9,655,236</u>	<u>6,480,707</u>	49.0
Total net assets	<u>\$49,846,361</u>	<u>\$43,866,845</u>	13.6

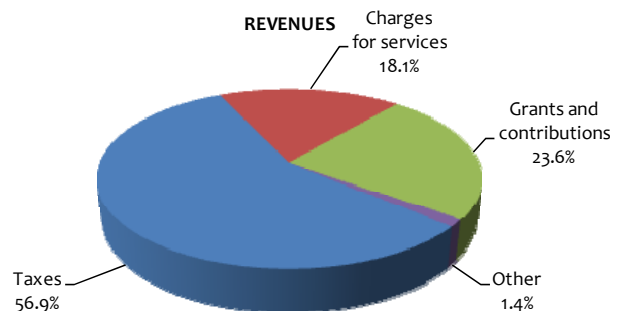
Governmental Activities

As discussed previously, activities can commonly be divided into either governmental-type or business-type activities. However, none of the operations of the County meet the definition of business-type activities. Therefore, the entire increase in net assets of \$5,979,516 over the prior year is attributable to governmental activities.

In total, revenues for the County increased \$1,727,481, or 4.6 percent, over the prior year. The primary reason for the increase is due to additional funds provided to the County for road projects. Funding sources included the federal, state, and local governmental entities. Federal dollars primarily funded road projects in the Cache National Forest. State money was mainly used for road maintenance inside the unincorporated areas of the County, while local funding was provided by contract to assist municipalities inside the County with their road maintenance projects.

Property tax revenue, the most significant tax revenue source, grew by \$664,523, or 5.3 percent, and totaled \$13,137,970. Sales tax revenue, the second most significant source of tax revenue, was relatively flat growing by only \$18,862, or 0.2 percent, and totaled \$8,954,026. The increase in property taxes was almost completely offset by decreases in the County's interest income. Interest rates realized by the County fell steadily during 2008 and were at very low levels during all of 2009. Interest income decreased by \$625,339 or 71.5 percent.

Combined property taxes, sales taxes, and other taxes the County collects create the majority of revenues for the County totaling \$22,409,915, or 56.9 percent of all revenues. Grants and contributions, totaling \$9,299,644 or 23.6 percent, always play an important role in financing the County's capital and operational needs, but are significantly larger than normal this year due to the capital contributions for roads discussed previously. Charges for services made a significant contribution to total revenues at \$7,146,416 or 18.1 percent.



CACHE COUNTY, UTAH
MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

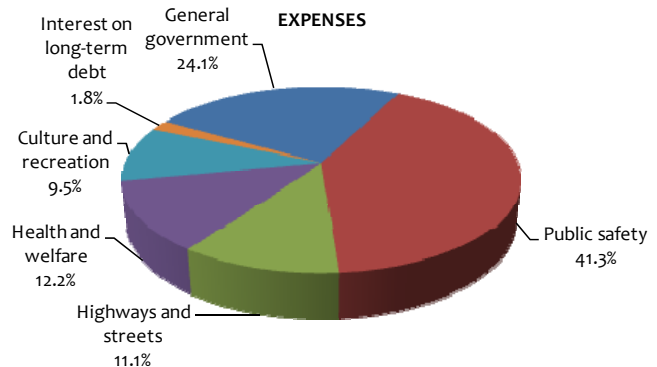
CHANGES IN CACHE COUNTY'S NET ASSETS
Governmental Activities

	<u>2009</u>	<u>2008</u>	<u>% Change</u>
Revenues			
Program revenues			
Charges for services	\$ 7,146,416	\$ 6,400,289	11.7
Operating grants and contributions	6,264,608	6,192,897	1.2
Capital grants and contributions	3,035,036	2,045,810	48.4
General revenues			
Property taxes	13,137,970	12,473,447	5.3
Sales taxes	8,954,026	8,935,164	0.2
Other taxes	317,919	305,738	4.0
Other general revenues	<u>519,816</u>	<u>1,294,965</u>	-59.9
Total revenues	<u>39,375,791</u>	<u>37,648,310</u>	4.6
Expenses			
General government	8,062,830	8,239,515	-2.1
Public safety	13,801,046	13,757,351	0.3
Highways and streets	3,681,128	2,285,942	61.0
Health and welfare	4,069,942	3,825,852	6.4
Culture and recreation	3,175,764	3,177,376	-0.1
Interest on long-term debt	<u>605,565</u>	<u>637,924</u>	-5.1
Total expenses	<u>33,396,275</u>	<u>31,923,960</u>	4.6
Increase in net assets	5,979,516	5,724,350	4.5
Net assets - January 1	<u>43,866,845</u>	<u>38,142,495</u>	15.0
Net assets - December 31	<u>\$49,846,361</u>	<u>\$43,866,845</u>	13.6

Total expenses also increased for the County by \$1,472,315, or 4.6 percent over the prior year. The activity with the largest increase was Highways and Streets, experiencing an increase of \$1,395,186, or 61.0 percent. The County saw a significant increase over the prior year in the amount of contract work provided to municipalities within the County for road work. In addition, the County spent \$827,154 for new road construction for roads that will be owned and maintained by other municipalities within the County. Funding for this expense came from a special road tax that was implemented in 2008.

Public safety services are the most significant expenses of the County at \$13,801,046, or 41.3 percent of total expenses. The most costly programs of the County's public safety activities are the Sheriff Patrol, the Support Services function, and the operation of the County jail. These costs are \$3,183,990, \$1,807,799, and \$5,974,290 respectively. Combined, these three functions account for 32.8 percent of the County's expenses. These costs remained relatively level from the prior year.

In General government activities, expenses had a net decrease from the prior year of \$176,685. The major difference between the two years is due to reduced election expenses. There is a significant cost associated to the presidential election in 2008 that was not experienced in 2009.



CACHE COUNTY, UTAH
MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

THE COUNTY'S FUNDS

As noted earlier, a fund is a group of accounts that the County uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist. The County uses fund accounting to ensure and demonstrate compliance with the Uniform Fiscal Procedures Act (Utah Code Title 17 Chapter 36). Other funds are established internally to maintain control over a particular activity, such as capital projects.

Governmental Funds

The focus of the governmental funds of the County is to provide information on near-term inflows, outflows and balances of resources available for appropriation. Such information is a useful measure of the net resources of the County available for spending at the end of the year.

As of December 31, 2009, the combined fund balance of the governmental funds of the County was \$24,731,533, an increase of \$2,516,651 in comparison with the prior year. Of that fund balance, \$14,962,052 was unreserved and undesignated and was available for appropriation by the County at its discretion. The remainder of the fund balance was either reserved or designated and was not available for new spending.

The general fund is the principal operating fund of the County. As of December 31, 2009, the unreserved and undesignated fund balance of the general fund was \$5,377,108. This amount represents 29.8 percent of the total expenditures of the general fund.

The municipal services fund accounts for services provided to residents in the unincorporated area of the County. At the end of the year, unreserved, undesignated fund balance in the municipal services fund was \$736,241.

General Fund Budgetary Highlights

The final adopted revenue budget decreased by \$368,664 over the original budget. The most significant decrease in budgeted revenues, almost \$340,000, was a reduction in anticipated interest income. Interest rates for the County fell from over 2.2 percent in January to about 1.1 percent midyear and less than 0.64 percent in December.

Budgeted expenditures increased by \$548,309 over the original budget. Increases in public safety account for approximately \$488,746, or 89.1 percent of the total increase. Nearly half of that increase was allocated to the Sheriff Patrol department for the purchase of capital equipment which was put into use during the year. At the end of the year, there was a positive variance from the final budget in public safety of \$719,576.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The investment in capital assets, net of accumulated depreciation, of the County for its governmental activities totaled \$38,377,999 at the end of the year. This investment in capital assets includes land, construction in process, buildings and improvements, machinery and equipment, and infrastructure. The total net amount increased from the prior year by \$2,259,477, or 6.3 percent. The largest portion of that net increase, \$2,476,549, is due to the construction of roads associated with the Forest Service.

Long-term Debt

Bonded debt outstanding at the end of the year, consisting of revenue bonds, had a balance of \$12,796,611 compared to \$13,520,197 at the prior year end. No additional bonds were issued in 2009, so the reduction represents payment on existing debt. Through the year, the County's bond rating for these revenue bonds, backed by sales tax, was AA.

Capital leases outstanding at the end of the year totaled \$295,185 compared to 434,284 at the prior year end. There was only one lease outstanding which was for the purchase of vehicles and equipment for the fire department.

In addition to the revenue bonds and the capital lease, the County's long-term obligations include an accrual for compensated absences in the amount of \$1,406,612.

CACHE COUNTY, UTAH
MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

CACHE COUNTY'S CAPITAL ASSETS
Governmental Activities
(net of depreciation)

	2009	2008
Land	\$ 2,477,015	\$ 2,477,015
Buildings and improvements	19,415,967	19,697,036
Machinery and equipment	5,162,120	5,098,123
Infrastructure	<u>11,322,897</u>	<u>8,846,348</u>
Total capital assets, net	<u>\$38,377,999</u>	<u>\$36,118,522</u>

CACHE COUNTY'S LONG-TERM DEBT
Governmental Activities

	2009	2008
Sales tax revenue bonds	\$ 12,796,611	\$ 13,520,197
Capital lease	<u>295,185</u>	<u>434,284</u>
Total long-term debt	<u>\$13,091,796</u>	<u>\$13,954,481</u>

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the County's finances for citizens, taxpayers, creditors and all others with an interest in the government's finances. Questions concerning any of the information in this report or requests for additional financial information should be addressed to the County Auditor's office at 179 North Main, Logan, Utah, 84321.

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BASIC FINANCIAL STATEMENTS

CACHE COUNTY, UTAH

STATEMENT OF NET ASSETS
As of December 31, 2009

	Primary Government		Component Units
	Governmental Activities	Total	
ASSETS			
Cash and cash equivalents.....	\$ 5,636,746	\$ 5,636,746	\$ 6,672,199
Equity in investment pool.....	18,014,058	18,014,058	1,138,441
Taxes receivable.....	2,709,239	2,709,239	55,123
Accounts receivable, net.....	163,103	163,103	1,577,953
Due from component units.....	133,875	133,875	-
Pledges receivable, net.....	-	-	189,978
Due from other governments.....	1,497,728	1,497,728	119,625
Restricted cash and investments.....	27,406	27,406	201,807
Inventory.....	-	-	186,342
Other assets.....	94,339	94,339	308,295
Noncurrent pledges receivable, net.....	-	-	59,773
Capital assets:			
Land.....	2,477,015	2,477,015	1,613,969
Construction in process.....	-	-	82,014
Buildings, improvements and equipment..	39,777,516	39,777,516	25,475,475
Infrastructure.....	14,691,889	14,691,889	-
Less: accumulated depreciation.....	<u>(18,568,421)</u>	<u>(18,568,421)</u>	<u>(7,201,998)</u>
Total assets.....	<u>66,654,493</u>	<u>66,654,493</u>	<u>30,478,996</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	1,809,866	1,809,866	1,507,960
Due to primary government.....	-	-	133,875
Payable to related parties.....	-	-	395,238
Due to other governments.....	498,358	498,358	-
Deferred revenue.....	1,500	1,500	65,600
Long-term liabilities:			
Due within one year.....	1,955,687	1,955,687	584,416
Due in more than one year.....	<u>12,542,721</u>	<u>12,542,721</u>	<u>1,363,284</u>
Total liabilities.....	<u>16,808,132</u>	<u>16,808,132</u>	<u>4,050,373</u>
NET ASSETS			
Invested in capital assets, net of related debt.....	25,286,203	25,286,203	19,043,363
Restricted for:			
General government.....	2,259,700	2,259,700	-
Highways and streets.....	8,634,307	8,634,307	-
Health and welfare.....	778,038	778,038	-
Culture and recreation.....	3,205,471	3,205,471	-
Capital projects.....	-	-	181,558
Debt service.....	27,406	27,406	201,807
Other purposes.....	-	-	726,303
Unrestricted.....	<u>9,655,236</u>	<u>9,655,236</u>	<u>6,275,592</u>
Total net assets.....	<u>\$ 49,846,361</u>	<u>\$ 49,846,361</u>	<u>\$ 26,428,623</u>

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

CACHE COUNTY, UTAH

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units
					Governmental Activities	Total	
Primary government:							
Governmental activities:							
General government.....	\$ 8,062,830	\$ 2,351,915	\$ 1,136,918	\$ 124,963	\$ (4,449,034)	\$ (4,449,034)	\$ -
Public safety.....	13,801,046	4,205,451	1,175,970	-	(8,419,625)	(8,419,625)	-
Highways and streets.....	3,681,128	35,162	1,213,598	2,910,073	477,705	477,705	-
Health and welfare.....	4,069,942	223,185	2,659,839	-	(1,186,918)	(1,186,918)	-
Culture and recreation.....	3,175,764	330,703	78,283	-	(2,766,778)	(2,766,778)	-
Interest and long-term debt.....	605,565	-	-	-	(605,565)	(605,565)	-
Total governmental activities.....	<u>33,396,275</u>	<u>7,146,416</u>	<u>6,264,608</u>	<u>3,035,036</u>	<u>(16,950,215)</u>	<u>(16,950,215)</u>	<u>-</u>
Total primary government.....	<u>\$ 33,396,275</u>	<u>\$ 7,146,416</u>	<u>\$ 6,264,608</u>	<u>\$ 3,035,036</u>	<u>(16,950,215)</u>	<u>(16,950,215)</u>	<u>-</u>
Component units:							
Airport Authority.....	\$ 839,012	\$ 98,720	\$ 134,708	\$ 579,130	-	-	(26,454)
North Park Interlocal Cooperative...	935,978	400,323	456,579	-	-	-	(79,076)
Bear River Health Department.....	8,453,115	2,509,315	6,562,271	-	-	-	618,471
CCEMS Authority.....	2,355,837	2,059,526	491,274	-	-	-	194,963
Roads Special Service District.....	331,208	-	312,518	-	-	-	(18,690)
Total component units.....	<u>\$ 12,915,150</u>	<u>\$ 5,067,884</u>	<u>\$ 7,957,350</u>	<u>\$ 579,130</u>	<u>-</u>	<u>-</u>	<u>689,214</u>
General revenues:							
Property taxes.....					13,137,970	13,137,970	-
Sales and use taxes.....					8,954,026	8,954,026	213,380
Other taxes.....					317,919	317,919	-
Interest income.....					249,333	249,333	53,686
Loss on disposal of assets.....					(27,217)	(27,217)	(23,932)
Miscellaneous.....					297,700	297,700	7,777
Total general revenues.....					<u>22,929,731</u>	<u>22,929,731</u>	<u>250,911</u>
Change in net assets.....					5,979,516	5,979,516	940,125
Net assets - beginning.....					<u>43,866,845</u>	<u>43,866,845</u>	<u>25,488,498</u>
Net assets - ending.....					<u>\$ 49,846,361</u>	<u>\$ 49,846,361</u>	<u>\$ 26,428,623</u>

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

CACHE COUNTY, UTAH

BALANCE SHEET
GOVERNMENTAL FUNDS
As of December 31, 2009

	Special Revenue					Other Governmental Funds	Total Governmental Funds
	General	Assessing and Collecting	Municipal Services	Mental Health	Capital Projects		
ASSETS							
Cash and cash equivalents.....	\$ 3,922,937	\$ 1,363,414	\$ 15,516	\$ -	\$ -	\$ 334,879	\$ 5,636,746
Equity in investment pool.....	2,156,996	1,004,062	4,943,120	207,595	5,816,255	3,886,030	18,014,058
Interfund receivable - investment pool.....	-	-	29,206	-	-	-	29,206
Taxes receivable, net.....	1,399,439	209,000	111,008	-	514,519	475,273	2,709,239
Accounts receivable, net.....	156,196	-	2,790	-	-	4,117	163,103
Due from component units.....	-	-	-	-	-	133,875	133,875
Due from other governments.....	682,065	11,466	255,037	422,825	-	126,335	1,497,728
Prepaid expenses.....	11,164	-	-	-	-	-	11,164
Restricted assets:							
Cash and investments - restricted.....	-	-	-	-	-	27,406	27,406
Total assets.....	<u>\$ 8,328,797</u>	<u>\$ 2,587,942</u>	<u>\$ 5,356,677</u>	<u>\$ 630,420</u>	<u>\$ 6,330,774</u>	<u>\$ 4,987,915</u>	<u>\$ 28,222,525</u>
LIABILITIES							
Interfund payable - investment pool.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,206	\$ 29,206
Accounts payable and accrued liabilities.....	1,238,481	139,714	125,280	-	-	306,391	1,809,866
Due to other governments.....	-	-	-	498,358	-	-	498,358
Deferred revenue.....	747,000	209,000	-	132,062	-	65,500	1,153,562
Total liabilities.....	<u>1,985,481</u>	<u>348,714</u>	<u>125,280</u>	<u>630,420</u>	<u>-</u>	<u>401,097</u>	<u>3,490,992</u>
FUND BALANCE							
Reserved for:							
Streets.....	-	-	4,433,333	-	4,200,974	-	8,634,307
Parks and recreation.....	-	-	61,823	-	-	98,335	160,158
Health and welfare programs.....	-	-	-	-	-	8,808	8,808
Unreserved, designated for:							
General government.....	850,000	-	-	-	-	-	850,000
Public safety.....	116,208	-	-	-	-	-	116,208
Unreserved, undesignated, reported in:							
General fund.....	5,377,108	-	-	-	-	-	5,377,108
Special revenue funds.....	-	2,239,228	736,241	-	-	4,309,140	7,284,609
Capital projects fund.....	-	-	-	-	2,129,800	-	2,129,800
Debt service fund.....	-	-	-	-	-	170,535	170,535
Total fund balances.....	<u>6,343,316</u>	<u>2,239,228</u>	<u>5,231,397</u>	<u>-</u>	<u>6,330,774</u>	<u>4,586,818</u>	<u>24,731,533</u>
Total liabilities and fund balances.....	<u>\$ 8,328,797</u>	<u>\$ 2,587,942</u>	<u>\$ 5,356,677</u>	<u>\$ 630,420</u>	<u>\$ 6,330,774</u>	<u>\$ 4,987,915</u>	<u>\$ 28,222,525</u>

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

CACHE COUNTY, UTAH

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
As of December 31, 2009**

Total Fund Balance - Governmental Funds..... \$ 24,731,533

Amounts reported for governmental activities in the Statement of Net Assets are different

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

Land.....	2,477,015	
Buildings, improvements and equipment.....	39,777,516	
Infrastructure.....	14,691,889	
Accumulated depreciation.....	<u>(18,568,421)</u>	
		38,377,999

Because the focus of governmental funds is on short-term financing, some revenues will not be available to pay for current-period expenditures and are therefore deferred in the funds. Conversely, the benefits of some expenditures of the current period will not be realized until future periods and are therefore deferred in the Statement of Net Assets.

Deferred revenues.....	1,152,062	
Deferred expenses.....	<u>83,175</u>	
		1,235,237

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

Bonds payable.....	(13,140,000)	
Unamortized bond premiums.....	(5,447)	
Deferred amount on refunding.....	348,836	
Capital leases.....	(295,185)	
Compensated absences.....	<u>(1,406,612)</u>	
		<u>(14,498,408)</u>

Net assets - Governmental activities..... \$ 49,846,361

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

CACHE COUNTY, UTAH

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2009

	Special Revenue						Total Governmental Funds
	General	Assessing and Collecting	Municipal Services	Mental Health	Capital Projects	Other Governmental Funds	
REVENUES							
Taxes:							
Property.....	\$ 9,175,648	\$ 2,863,452	\$ 20,063	\$ -	\$ -	\$ 774,807	\$12,833,970
Sales and use.....	3,633,989	-	565,176	-	2,715,935	2,038,926	8,954,026
Other.....	-	-	2,244	-	-	315,675	317,919
Total taxes.....	12,809,637	2,863,452	587,483	-	2,715,935	3,129,408	22,105,915
Other revenues:							
Intergovernmental.....	1,098,042	-	4,680,924	2,201,828	-	1,130,471	9,111,265
Charges for services.....	4,909,992	426,297	1,111,682	-	-	304,975	6,752,946
Licenses and permits.....	26,130	-	235,478	-	-	-	261,608
Fines and forfeitures.....	131,862	-	-	-	-	-	131,862
Interest income.....	193,778	4,411	49,727	-	-	1,417	249,333
Public contributions.....	50,903	-	-	-	-	5,414	56,317
Miscellaneous.....	241,716	1,517	332	-	-	54,135	297,700
Total revenues.....	19,462,060	3,295,677	6,665,626	2,201,828	2,715,935	4,625,820	38,966,946
EXPENDITURES							
General government.....	4,680,450	2,658,558	223,837	-	4,902	367,580	7,935,327
Public safety.....	11,837,935	-	863,085	-	-	666,044	13,367,064
Highways and streets.....	379,285	-	5,061,224	-	827,154	-	6,267,663
Health and welfare.....	329,090	-	-	2,201,828	-	1,504,101	4,035,019
Culture and recreation.....	824,370	-	540	-	-	2,525,648	3,350,558
Debt service:							
Principal.....	-	-	-	-	-	889,099	889,099
Interest.....	-	-	-	-	-	605,565	605,565
Total expenditures	18,051,130	2,658,558	6,148,686	2,201,828	832,056	6,558,037	36,450,295
Revenues over (under) expenditures..	1,410,930	637,119	516,940	-	1,883,879	(1,932,217)	2,516,651
OTHER FINANCING SOURCES (USES)							
Transfers in.....	291,851	-	9,347	-	-	2,062,247	2,363,445
Transfers out.....	(1,982,447)	-	(204,281)	-	-	(176,717)	(2,363,445)
Total other financing sources (uses).....	(1,690,596)	-	(194,934)	-	-	1,885,530	-
Net change in fund balances.....	(279,666)	637,119	322,006	-	1,883,879	(46,687)	2,516,651
Fund balances - Beginning.....	6,622,982	1,602,109	4,909,391	-	4,446,895	4,633,505	22,214,882
Fund balances - Ending.....	\$ 6,343,316	\$ 2,239,228	\$ 5,231,397	\$ -	\$ 6,330,774	\$ 4,586,818	\$ 24,731,533

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

CACHE COUNTY, UTAH

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009**

Net Changes in Fund Balances - Total Governmental Funds..... \$ 2,516,651

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In addition, donated capital assets are not recognized in governmental funds, but are recognized as revenue on the statement of activities. In the current year, these amounts were as follows:

Capital outlay.....	4,310,941	
Depreciation expense.....	<u>(2,024,247)</u>	2,286,694

In the Statement of Activities, only the gain or loss on the sale of assets is reported, whereas in governmental funds, the proceeds from the sales increase financial resources. Changes in net assets differ from changes in fund balance by the book value of assets sold... (27,217)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. In the current year, these amounts were as follows:

Payments of bond principal.....	750,000	
Payments of capital lease principal.....	<u>139,099</u>	889,099

Revenues in the Statement of Activities that do not provide current financial resources are deferred and not reported as revenues in governmental funds..... 436,062

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. The activities consist of the following:

Amortization of bond premiums and deferred interest.....	(26,414)	
Deferred costs of issuance.....	(6,398)	
Increase in compensated absences liability.....	<u>(88,961)</u>	(121,773)

Change in Net Assets of Governmental Activities..... \$ 5,979,516

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

CACHE COUNTY, UTAH

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
As of December 31, 2009

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents.....	\$ 22,608,089
Equity in investment pool.....	186,739
Accounts receivable.....	38,036
Taxes receivable.....	<u>633,754</u>
Total assets.....	<u>\$ 23,466,618</u>
LIABILITIES	
Due to other taxing units.....	\$ 22,783,482
Due to employees.....	5,076
Refunds payable.....	453,285
Other payables.....	<u>224,775</u>
Total liabilities.....	<u>\$ 23,466,618</u>

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

CACHE COUNTY, UTAH

COMBINING STATEMENT OF NET ASSETS
 COMPONENT UNITS
 As of December 31, 2009

	<u>Airport Authority</u>	<u>North Park Interlocal Cooperative</u>	<u>Bear River Health Department</u>	<u>CCEMS Authority</u>	<u>Roads Special Service District</u>	<u>Total</u>
ASSETS						
Cash and cash equivalents.....	\$ -	\$ 546,303	\$ 4,498,302	\$ 1,626,266	\$ 1,328	\$ 6,672,199
Equity in investment pool.....	1,138,441		-	-	-	1,138,441
Taxes receivable.....	-	55,123	-	-	-	55,123
Accounts receivable, net.....	4,422	3,763	276,358	623,024	-	907,567
Pledges receivable, net.....	-	189,978	-	-	-	189,978
Due from other governments.....	875	-	670,386	118,750	-	790,011
Restricted investments.....	-	201,807	-	-	-	201,807
Inventory.....	-	18,670	167,672	-	-	186,342
Other assets.....	-	283,971	-	24,324	-	308,295
Noncurrent pledges receivable, net.....	-	59,773	-	-	-	59,773
Capital assets:						
Land.....	1,289,262	-	324,707	-	-	1,613,969
Construction in process.....	-	-	82,014	-	-	82,014
Buildings and equipment.....	12,981,677	4,579,518	7,519,183	395,097	-	25,475,475
Less: accumulated depreciation.....	<u>(3,017,798)</u>	<u>(938,164)</u>	<u>(3,163,989)</u>	<u>(82,047)</u>	-	<u>(7,201,998)</u>
Total assets.....	<u>12,396,879</u>	<u>5,000,742</u>	<u>10,374,633</u>	<u>2,705,414</u>	<u>1,328</u>	<u>30,478,996</u>
LIABILITIES						
Accounts payable and accrued liabilities.....	793,854	40,065	426,465	247,576	-	1,507,960
Due to primary government.....	-	-	-	133,875	-	133,875
Payable to related parties.....	-	-	-	395,238	-	395,238
Deferred revenue.....	65,600	-	-	-	-	65,600
Noncurrent liabilities:						
Due within one year.....	-	256,000	214,000	114,416	-	584,416
Due in more than one year.....	-	<u>535,000</u>	<u>247,000</u>	<u>581,284</u>	-	<u>1,363,284</u>
Total liabilities.....	<u>859,454</u>	<u>831,065</u>	<u>887,465</u>	<u>1,472,389</u>	-	<u>4,050,373</u>
NET ASSETS						
Invested in capital assets, net of related debt....	11,253,141	2,950,354	4,761,915	77,953	-	19,043,363
Restricted for:						
Capital projects.....	-	181,558	-	-	-	181,558
Debt service.....	-	201,807	-	-	-	201,807
Other purposes.....	-	272,500	-	453,803	-	726,303
Unrestricted.....	<u>284,284</u>	<u>563,458</u>	<u>4,725,253</u>	<u>701,269</u>	<u>1,328</u>	<u>6,275,592</u>
Total net assets.....	<u>\$ 11,537,425</u>	<u>\$ 4,169,677</u>	<u>\$ 9,487,168</u>	<u>\$ 1,233,025</u>	<u>\$ 1,328</u>	<u>\$ 26,428,623</u>

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

CACHE COUNTY, UTAH

COMBINING STATEMENT OF ACTIVITIES
 COMPONENT UNITS
 For the Year Ended December 31, 2009

	<u>Airport Authority</u>	<u>North Park Interlocal Cooperative</u>	<u>Bear River Health Department</u>	<u>CCEMS Authority</u>	<u>Roads Special Service District</u>	<u>Total</u>
Expenses.....	\$ 839,012	\$ 935,978	\$ 8,453,115	\$ 2,355,837	\$ 331,208	\$ 12,915,150
Program revenues						
Charges for services.....	98,720	400,323	2,509,315	2,059,526	-	5,067,884
Operating grants and contributions.....	134,708	456,579	6,562,271	491,274	312,518	7,957,350
Capital grants and contributions.....	<u>579,130</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>579,130</u>
Total program revenues.....	<u>812,558</u>	<u>856,902</u>	<u>9,071,586</u>	<u>2,550,800</u>	<u>312,518</u>	<u>13,604,364</u>
Net revenues (expenses).....	<u>(26,454)</u>	<u>(79,076)</u>	<u>618,471</u>	<u>194,963</u>	<u>(18,690)</u>	<u>689,214</u>
General revenues						
Sales taxes.....	-	213,380	-	-	-	213,380
Interest income.....	10,728	13,406	18,625	8,193	2,734	53,686
Miscellaneous.....	-	-	7,777	-	-	7,777
Loss on disposal of assets.....	<u>-</u>	<u>-</u>	<u>(1,427)</u>	<u>(22,505)</u>	<u>-</u>	<u>(23,932)</u>
Total general revenues.....	<u>10,728</u>	<u>226,786</u>	<u>24,975</u>	<u>(14,312)</u>	<u>2,734</u>	<u>250,911</u>
Change in net assets.....	(15,726)	147,710	643,446	180,651	(15,956)	940,125
Net assets - beginning.....	<u>11,553,151</u>	<u>4,021,967</u>	<u>8,843,722</u>	<u>1,052,374</u>	<u>17,284</u>	<u>25,488,498</u>
Net assets - ending.....	<u>\$ 11,537,425</u>	<u>\$ 4,169,677</u>	<u>\$ 9,487,168</u>	<u>\$ 1,233,025</u>	<u>\$ 1,328</u>	<u>\$ 26,428,623</u>

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

**NOTES TO THE
FINANCIAL STATEMENTS**

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Cache County (the County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the County are described below.

Financial Reporting Entity

Cache County operates under a County Council/County Executive form of government. A brief description of this form of government follows:

1. The powers and duties of the government are divided between an elected seven member County Council and an elected County Executive.
2. The County Council exercises legislative and policy making powers and is composed of seven members elected for four-year terms from different geographical districts in the County on a population basis.
3. The County Executive exercises administrative powers and fiscal control of the County and may exercise a veto upon legislative actions of the County Council which in turn may be overridden by the affirmative vote of five council members. The Executive is elected to a four-year term in a County-wide vote.

As required by GAAP, these financial statements present Cache County, the primary government, and its component units. In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units.

As defined by GASB, component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A

component unit may be a government organization, a nonprofit corporation, or a for-profit corporation.

Based on the foregoing definition and additional guidance from GASB, the financial statements of the following organizations are included in the reporting entity either as blended component units, reported within the funds of the County, or as discretely presented component units, reported outside the funds of the County in a separate column.

Blended component units

Cache County Municipal Building Authority (MBA) – The MBA is a nonprofit corporation established to administer the sale of bonds and related construction and remodeling projects of the County. The Governing Board of the MBA is comprised of the County Council. Investment and debt service activity are accounted for in the Debt Service Fund. Construction activity is accounted for in the Capital Projects Fund.

Cache County Special Service District #1 (SSD) – SSD is organized under Utah law as a separate public corporation to provide garbage collection services to the citizens of the County. The County Council has appointed itself as the Board of Trustees for the District. SSD collects fees from citizens in the unincorporated areas of the County and has contracted with the City of Logan to provide garbage collection services for citizens of the County. It pays any uncollected fees to Logan City. The District's operations are accounted for in the Municipal Services Fund, a special revenue fund which is reported as a major governmental fund in the financial statements.

Cache County Fire Protection District (FPD) – FPD is organized as a separate public corporation under Utah law to provide fire protection to the citizens residing in the County. The County Council appoints the Board of Directors for FPD and has appointed two council members and the County Executive to the board. Distributions are made to local governments to provide fire protection services in their communities. The County also purchases and provides firefighting equipment for FPD. The revenues and expenses of FPD are reported in the Municipal Services Fund.

Community Foundation – The Community Foundation is a nonprofit corporation established to receive contributions to benefit certain community projects. The officers of the Community Foundation are

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2009

members of the County Council, the County Auditor, and the County Executive. The Community Foundation is reported as a nonmajor governmental fund of the County.

Discretely Presented Component Units

Logan-Cache Airport Authority – The Airport Authority has been organized as a separate corporate body under Utah law to facilitate the construction and operation of a public airport. The Board of Directors is appointed equally by the County Council and the Municipal Council of the City of Logan. The Airport Authority does not issue separate financial statements.

North Park Interlocal Cooperative (NPIC) – NPIC was organized to facilitate the construction and operation of a recreational ice arena facility and to finance the costs. The cooperative members are Cache County, the City of Logan, the City of North Logan, and the City of Hyde Park. NPIC is a separate legal entity created in accordance with Utah law. Cache County appoints 3 board members and each city appoints 2 board members. NPIC receives funding from an allocation of Restaurant Tax collections from Cache County and from dedicated sales tax collections from the other members and cities within the county limits. The County has entered into agreements to account for the dedicated sales tax collections. NPIC could be included in the financial statements of another member; however, the County has elected to include NPIC as a component unit. NPIC does not issue separate financial statements.

NPIC includes the financial statements of Bridgerland Community Ice Arena, Inc. (BCIA), which operates as a nonprofit organization for the purpose of raising money for the construction, maintenance, and operation of the ice arena owned by NPIC. NPIC evaluated BCIA in accordance with GASB statement 39 and determined that BCIA is a component unit of NPIC. BCIA's primary sources of funding are user fees and donations. BCIA's fiscal year ends June 30, of each year. BCIA issues separate financial statements, which can be obtained at 2825 North 200 East, North Logan, Utah, 84341.

Bear River Health Department (BRHD) – BRHD was organized to provide public health services, as allowed by state law, to Cache County, Box Elder County, and Rich County. BRHD is a separate legal entity created in accordance with Utah law and it issues separate

financial statements which can be obtained at 655 East 1300 North, Logan, Utah, 84341.

Cache County Emergency Medical Service Authority (CCEMS) – CCEMS is a jointly governed program by contractual agreement of the Office of the Cache County EMS Coordinator and the ambulance program of the City of Logan Fire Department. CCEMS operates under a 7-member governing board with the following composition: 2 members of the City of Logan Municipal Council, 2 members of the Cache County Council, 1 member appointed by the City of Logan Municipal Council, the Cache County Executive, 1 member appointed by the other 6 members with a minimum of 4 votes approving the appointment. CCEMS provides ambulance services to Cache County residents. CCEMS issues separate financial statements which can be obtained at 199 North Main, Logan, Utah, 84321.

Cache County Roads Special Service District (RSSD) – RSSD has been organized as a separate corporate body under Utah law. Directors of the board are appointed by the County Council and RSSD receives mineral lease revenues from the State of Utah which are dedicated for the improvement of roads within the district. RSSD does not issue separate financial statements.

The Logan-Cache Airport Authority, the Roads Special Service District, NPIC, and CCEMS have their books and records maintained by the County.

Interlocal Agreements

Cache County has fiduciary responsibilities for the following interlocal agreements and their activities are accounted for as nonmajor governmental funds.

Cache Valley Visitors Bureau – The Bureau, formerly called the Travel Council, has been formed by an agreement between Cache County and Rich County to promote tourism.

County Planner – The County Planner is operated under an agreement between Cache County and various cities of the County to provide planning and economic development services.

Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of activities)

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

report information on all of the non-fiduciary activities of the County and its component units. Primary government activities are distinguished between *governmental activities* and *business-type activities*. However, there are currently no County activities that meet the definition of business-type activities.

Governmental activities are usually financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Net Assets presents the reporting entities' non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are restricted when constraints placed upon them are either externally imposed or are imposed by constitutional provisions or enabling legislation.

The Statement of Activities demonstrates the degree to which the direct expense of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

Fund Financial Statements

The County's accounting system is organized on a fund basis. A fund is a fiscal and accounting entity with a self-balancing set of accounts that the government establishes for accountability purposes in accordance with statutes, laws, regulations, restrictions, or specific purposes.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. For governmental funds, the emphasis is on major individual funds with each displayed as a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Measurement Focus, Basis of Accounting, and Statement Presentation

Government-wide Financial Statements

The government-wide financial statements are reported using the *economic measurement resources focus* and the *accrual basis of accounting*, as are the component unit financial statements and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements

Governmental funds are reported using the *current economic resources focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible in the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes, franchise taxes, licenses, fees-in-lieu of taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Property taxes and fees-in-lieu of taxes associated with future periods are deferred. All other revenue items are considered to be measurable and available only when the County receives cash. Grants are usually reimbursable grants and are thus recognized as revenue at the time the related expenditures are made. Expenditures are generally recorded when a liability is incurred as under accrual accounting. However, debt service and compensated absences expenditures are recorded only when payment is due.

When both restricted and unrestricted resources are available for use, it is the policy of the County to use restricted resources first, then unrestricted resources as they are needed.

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2009

Major Funds

The County reports the following major governmental funds:

The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

The Assessing and Collecting Fund is a special revenue fund used to report expenditures related to the assessing and collecting of property taxes which are funded through a special tax at the state and local level.

The Municipal Services Fund is a special revenue fund used to report the municipal-type services provided by the County to residents living in unincorporated areas of the County.

The Mental Health Fund is a special revenue fund used to report the expenditures of state provided funding for mental health services in the Mental Health Authority jurisdiction, comprising Cache, Box Elder, and Rich counties.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Nonmajor Funds

The County's nonmajor governmental funds include other special revenue funds and a debt service fund. The nonmajor special revenue funds account for specific revenue sources that are legally restricted to expenditures for special purposes. Examples include certain taxes restricted for health or recreational purposes, federal grants and user charges, and state funding for a children's justice center. The debt service fund accounts for resources used for the payment of principal and interest on general long-term debt.

Fiduciary Fund Financial Statements

The fiduciary funds account for assets held by the County in a trustee capacity or as an agent for other individuals or organizations. The fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The following fiduciary funds are reported:

Agency Funds – Agency funds are used to account for assets held by the County as an agent for other governmental units, other organizations, or individuals. These funds include tax collections, refundable fees, and employee withholdings.

Component Unit Financial Statements

The combining component unit financial statements are presented in order to provide information on each of the major component units included in the component units column of the government-wide financial statements. The component unit financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The information is presented in order to be consistent with the government-wide financial statements. The fiscal years of the component units are the same as the primary government, except for BCIA, a component unit of NPIC, which has a fiscal year end of June 30.

Assets, Liabilities, and Net Assets/Fund Balances

Cash and Cash Equivalents

Cash and cash equivalents represent petty cash or demand deposits or other liquid investments that are kept in accounts separate from the investment pool of the County.

The County considers all investments with an original maturity of 3 months or less to be cash equivalents. The County follows the requirements of the Utah Money Management Act (Utah Code Annotated 1953, Section 541, Chapter 7) in handling its depository and temporary investment transactions. This law requires the depositing of County funds in a "qualified depository." The Act defines a "qualified depository" as any financial institution whose deposits are insured by an agency of the federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

Equity in Investment Pool

Cash in all funds except the Treasurer's Tax Agency Fund, certain restricted bond funds, and certain discretely presented component units, is pooled into common accounts in order to maximize investment opportunities. Each fund whose monies are deposited

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

in the investment pool cash accounts has equity therein. An individual fund's equity in the pooled cash accounts is available upon demand and is considered to be cash equivalent when preparing these financial statements. Negative balances incurred in pooled cash at year-end are treated as interfund payables of the deficit fund and as interfund receivables in other funds with positive equity. Investments of the pool are stated at fair value.

Receivables

All trade and property tax receivables are shown net of any allowance for uncollectible amounts. Property taxes are due by November 30 of each year, after which the applicable property is subject to lien and penalties and interest are assessed. At December 31, 2009, all receivables of the County were considered to be fully collectible and no allowance was established. BRHD has estimated that \$200,000 of its accounts receivable were uncollectible. These uncollectible receivables result primarily from services for substance abuse counseling and treatment. The CCEMS Authority has estimated that \$204,000 of its accounts receivable were uncollectible. These uncollectible receivables result from ambulance services.

Inventory

Inventory is valued at the lower of cost or market, using the first in, first out method. Inventory in the BRHD consists of immunization serum and is valued based on information provided by the State of Utah or the cost to purchase the serum.

Capital Assets

Capital assets which include land, buildings, equipment and infrastructure such as roads, bridges, and similar items, are reported in the governmental column or in the component units column of the government-wide Statement of Net Assets. Capital assets are defined by the County as assets that cost \$5,000 or more when acquired and have an estimated useful life of greater than one year. Purchased or constructed capital assets are recorded at historical cost or estimated historical costs where historical cost is not available. Donated assets are recorded at the estimated fair value on the date of donation.

Capital assets purchased by governmental funds are recorded as expenditures in the fund financial

statements. Associated interest expense is not capitalized.

Buildings, equipment and other depreciable assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and other improvements	15 – 40 years
Machinery and equipment	3 – 15 years
Infrastructure	80 – 100 years

Compensated Absences

In the government-wide financial statements, accumulated leave is recorded as a liability and an expense when vested with the employee. In the governmental fund financial statements, vested or accumulated leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a liability of the governmental fund that will pay it.

Long-term Liabilities

In the government-wide Statement of Net Assets, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premiums or discounts. Bond issuance costs are reported as other assets and amortized over the term of the related debt.

In the fund financial statements governmental fund types recognize bond premiums and discounts, as well as bond issuance costs incurred during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing uses. Issuance costs, whether withheld or not from the actual debt proceeds received, are reported as debt service expenditures.

Interfund Transactions

In the government-wide financial statements, interfund transactions have been eliminated to minimize the double counting of internal activity. Interfund receivables and payables have also been eliminated from the government-wide Statement of Net Assets.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

In the governmental fund financial statements, transfers between funds are used to report flows of cash or other assets between funds without equivalent flows of assets in return or a requirement for repayment.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities and the date of the financial statements and the reported amount of revenues and expenses during the reporting period.

NOTE 2 – PROPERTY TAX CALENDAR

The County complies with the following property tax calendar in establishing the budgetary data reflected in the financial statements:

Table with 2 columns: Event, Date. Rows include: Lien date (January 1), Levy date (June 22), Property valuation disclosure notice (target date) (July 22), Tax bills mailed (November 1), Taxes due and payable (November 30).

NOTE 3 – DEPOSITS AND INVESTMENTS

The State of Utah Money Management Council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the State and review the rules adopted by the State of Utah Money Management Act that relate to the deposit and investment of public funds.

The County follows the requirements of the Utah Money Management Act (Utah Code, Title 51, Chapter 7) in handling its depository and investment transactions. The Act requires the depositing of funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and has been certified by the State Commissioner of Financial Institutions as meeting the requirements of

the Act and adhering to the rules of the Utah Money Management Council.

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the County’s deposits may not be returned. The County does not have a formal policy relating to custodial credit risk. As of December 31, 2009, \$8,980,946 of the County’s bank balances of \$13,652,404 was uninsured and uncollateralized.

Investments

The Money Management Act defines the types of securities authorized as appropriate investments for the County and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with the issuers of investment securities.

State statutes authorize the County to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable deposits, repurchase and reverse repurchase agreements; commercial paper that is classified as ‘first tier’ by two nationally recognized statistical rating organizations, one of which must be Moody’s Investor Services or Standard and Poor’s ; bankers’ acceptances; obligations of the United States Treasury including bills, notes and bonds; bonds, notes and other evidence of indebtedness of political subdivisions of the State; fixed rate corporate obligations and variable rate securities rated ‘A’ or higher, or the equivalent of ‘A’ or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Act, and the Utah State Public Treasurer’s Investment Fund.

The Utah State Treasurer’s Office operates the Public Treasurer’s Investment Fund (PTIF). The PTIF is available for investment of funds administered by any Utah public treasurer.

The PTIF is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act. The Act established the Money Management Council, which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah and participants share proportionally in any realized gains or losses on investments. As of December 31, 2009, all investments held by the County were in the PTIF.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County’s policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State’s Money Management Act. Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all County investments in commercial paper, bankers acceptances, fixed rate negotiable deposits and fixed rate corporate obligations to 270-365 days or less. In addition, variable rate negotiable deposits and variable rate securities may not have a remaining term to final maturity exceeding 2 years.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County’s policy for reducing exposure to credit risk is to comply with the State’s Money Management Act as previously discussed. At December 31, 2009, all investments held by the County were held in the PTIF, an unrated investment.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of government’s investment in a single issuer. The County’s policy for reducing this risk is to comply with the Rules of the Money Management Council. Rule 17 limits investments in a single issuer of commercial paper and corporate obligations to 5 – 10 percent depending upon the total dollar amount held in the portfolio.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County does not have a formal policy relating to custodial credit risk. As of December 31, 2009, all of the County’s investments were in the PTIF.

Component Units

All component units follow the applicable laws and regulations of the Utah Money Management Act the same as described above for the County.

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the deposits of the component units may not be returned. The component units do not have formal policies relating to custodial credit risk. As of December 31, 2009, \$5,323,193 of the bank balances of \$6,581,057 of the component units was uninsured and uncollateralized.

Investments

All component units of the County adhere to the Utah Money Management Act as described previously. As of December 31, 2009, the only component units with investments were the Bear River Health Department and NPIC. All of the investments of both entities at that time were in the PTIF and have a maturity of less than one year.

The PTIF investment for NPIC was held in trust by US Bank, the counter party. The investment was not held in the name of NPIC.

NOTE 4 – INTERFUND RECEIVABLES PAYABLES AND TRANSFERS

At December 31, 2009, there were interfund balances of the investment pool between special revenue funds.

The Municipal Services fund had a receivable of \$29,206. That amount was payable by the Children’s Justice Center fund. During the year, the County made interfund transfers as shown in the schedule below. The most significant portion of transfers between funds was that of the General fund to the Debt Service fund. That transfer was made to finance debt payments for the sales tax revenue bonds as well as the capital lease. Transfers out from the Recreation and RAPZ Tax funds were to fund recreation improvements. Other transfers were to fund the normal operations of individual funds.

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

	<u>Transfers out reported in:</u>				
	<u>General Fund</u>	<u>Municipal Services</u>	<u>Recreation Fund</u>	<u>RAPZ Tax</u>	<u>Total Transfers In</u>
Transfers in reported in:					
Major Funds:					
General Fund	\$ -	\$ 204,281	\$ 70,000	\$ 17,570	\$ 291,851
Municipal Services	-	-	-	9,347	9,347
Nonmajor Funds:					
Water Development	206,281	-	-	-	206,281
Visitor's Bureau	-	-	75,000	-	75,000
Council on Aging	195,000	-	-	1,300	196,300
Planning and Development	59,500	-	3,500	-	63,000
Library	40,000	-	-	-	40,000
Debt Service	<u>1,481,666</u>	-	-	-	<u>1,481,666</u>
Total Transfers Out	<u>\$ 1,982,447</u>	<u>\$ 204,281</u>	<u>\$ 148,500</u>	<u>\$ 28,217</u>	<u>\$ 2,363,445</u>

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

NOTE 5 – CAPITAL ASSETS

Primary Government

A summary of changes in capital assets is as follows:

	<u>Balance</u> <u>01/01/09</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/09</u>
<i>Capital assets, nondepreciable</i>				
Land	\$ 2,477,015	\$ -	\$ -	\$ 2,477,015
<i>Capital assets, depreciable</i>				
Buildings	21,800,133	183,809	-	21,983,942
Improvements	1,652,146	143,204	-	1,795,350
Equipment	14,928,105	1,109,115	(38,996)	15,998,224
Infrastructure	<u>11,817,076</u>	<u>2,874,813</u>	<u>-</u>	<u>14,691,889</u>
Totals	<u>50,197,460</u>	<u>4,310,941</u>	<u>(38,996)</u>	<u>54,469,405</u>
<i>Accumulated depreciation:</i>				
Buildings	(3,278,234)	(537,584)	-	(3,815,818)
Improvements	(477,009)	(70,498)	-	(547,507)
Equipment	(9,829,982)	(1,017,901)	11,779	(10,836,104)
Infrastructure	<u>(2,970,728)</u>	<u>(398,264)</u>	<u>-</u>	<u>(3,368,992)</u>
Totals	<u>(16,555,953)</u>	<u>(2,024,247)</u>	<u>11,779</u>	<u>(18,568,421)</u>
Total capital assets, net	<u>\$ 36,118,522</u>	<u>\$ 2,286,694</u>	<u>\$ (27,217)</u>	<u>\$ 38,377,999</u>

Depreciation expense was charged to functions of the County as follows:

General government	\$ 378,511
Public safety	895,368
Highways and streets	644,583
Health and welfare	32,272
Culture and recreation	<u>73,513</u>
Total depreciation expense	<u>\$ 2,024,247</u>

Component Units

A summary of changes in capital assets of component units is as follows:

	<u>Balance</u> <u>01/01/09</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/09</u>
Land	\$ 1,613,969	\$ -	\$ -	\$ 1,613,969
Construction in process	82,014	-	-	82,014
Buildings and improvements	22,180,332	1,061,263	-	23,241,595
Equipment and machinery	1,930,639	384,609	(81,368)	2,233,880
Accumulated depreciation	<u>(6,112,628)</u>	<u>(1,144,017)</u>	<u>54,647</u>	<u>(7,201,998)</u>
Capital assets, net	<u>\$ 19,694,326</u>	<u>\$ 301,855</u>	<u>\$ (26,721)</u>	<u>\$ 19,969,460</u>

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

NOTE 6 – LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2009, was as follows:

	<u>Balance</u> <u>01/01/09</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/09</u>	<u>Due Within</u> <u>One Year</u>
Primary Government:					
Sales tax revenue bonds.....	\$ 13,890,000	\$ -	\$ (750,000)	\$ 13,140,000	\$ 775,000
Plus deferred amounts:					
Deferred interest.....	(375,669)	-	26,833	(348,836)	-
Premium.....	5,866	-	(419)	5,447	-
Total bonds payable.....	13,520,197	-	(723,586)	12,796,611	775,000
Capital leases.....	434,284	-	(139,099)	295,185	144,687
Compensated absences.....	1,317,651	1,059,638	(970,677)	1,406,612	1,036,000
Total long-term liabilities.....	<u>\$ 15,272,132</u>	<u>\$ 1,059,638</u>	<u>\$ (1,833,362)</u>	<u>\$ 14,498,408</u>	<u>\$ 1,955,687</u>
Component Units:					
Sales tax revenue bonds.....	\$ 887,000	\$ -	\$ (196,000)	\$ 691,000	\$ 206,000
Notes payable.....	-	100,000	-	100,000	50,000
Capital leases.....	-	695,700	-	695,700	114,416
Compensated absences.....	482,000	246,299	(267,299)	461,000	214,000
Total.....	<u>\$ 1,369,000</u>	<u>\$ 1,041,999</u>	<u>\$ (463,299)</u>	<u>\$ 1,947,700</u>	<u>\$ 584,416</u>

B. Sales Tax Revenue bonds

Proceeds from the 2002 sales tax revenue bonds were used in the acquisition, construction, and furnishing of the County Administration Building and the Public Safety Complex as well as the renovations to the County’s Historic Courthouse. The bond covenants require a sinking fund to provide for the \$2,970,000 balloon payment. The sinking fund requirement is effective December 15, 2020 to December 15, 2022 with payments ranging from \$940,000 to \$1,040,000.

Proceeds from the 2003 sales tax revenue bonds were used to expand the construction of the Public Safety Complex. The bond covenants require a sinking fund to provide for the \$780,000 balloon payment. The sinking fund requirement is effective December 15, 2015 to December 15, 2018 with payments ranging from

\$185,000 to \$205,000. The bond covenants also require a sinking fund to provide for the \$920,000 balloon payment. The sinking fund requirement is effective December 15, 2019 to December 15, 2022 with payments ranging from \$215,000 to \$245,000.

Proceeds from the 2007 sales tax revenue bonds were used to advance refund a portion of the Series 2002 sales tax revenue bonds.

The advance refunding will save the County \$305,340 over the life of the bonds and resulted in a net present value benefit of \$230,303.

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009**

<u>Purpose</u>	<u>Series</u>	<u>Maturity Date</u>	<u>Interest Rate %</u>	<u>Original Amount</u>	<u>Balance</u>
Construction of County jail and renovation to the historic courthouse.....	2002	12/15/22	3.50 - 5.00	\$ 13,835,000	\$ 3,220,000
Additions to County jail construction.....	2003	12/15/22	3.00 - 4.15	3,340,000	2,515,000
Advance refund a portion of the 2002 series.....	2007	12/15/22	4.00 - 4.50	7,580,000	<u>7,405,000</u>
Total sales tax revenue bonds outstanding.....					13,140,000
Add unamortized premium.....					5,447
Less deferred interest on refunding.....					<u>(348,836)</u>
Total sales tax revenue bonds payable.....					<u>\$ 12,796,611</u>

Sales Tax Revenue Bonds - Debt Service Requirements to Maturity

<u>Year</u>	<u>Series 2002</u>		<u>Series 2003</u>		<u>Series 2007</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2010.....	\$ 590,000	\$ 150,595	\$ 150,000	\$ 103,450	\$ 35,000	\$ 297,685	\$ 775,000	\$ 551,730
2011.....	615,000	125,225	155,000	98,650	35,000	296,198	805,000	520,073
2012.....	640,000	97,550	165,000	92,838	40,000	294,710	845,000	485,098
2013.....	670,000	68,750	170,000	86,650	40,000	293,010	880,000	448,410
2014.....	705,000	35,250	175,000	79,850	40,000	291,310	920,000	406,410
2015 - 2019...	-	-	995,000	284,777	4,245,000	1,122,450	5,240,000	1,407,227
2020 - 2022...	-	-	<u>705,000</u>	<u>62,920</u>	<u>2,970,000</u>	<u>243,335</u>	<u>3,675,000</u>	<u>306,255</u>
Total.....	<u>\$ 3,220,000</u>	<u>\$ 477,370</u>	<u>\$ 2,515,000</u>	<u>\$ 809,135</u>	<u>\$ 7,405,000</u>	<u>\$ 2,838,698</u>	<u>\$ 13,140,000</u>	<u>\$ 4,125,203</u>

Component Units

Sales tax revenue bonds payable at December 31, 2009, is comprised of the following issue:

<u>Purpose</u>	<u>Series</u>	<u>Maturity Date</u>	<u>Interest Rate %</u>	<u>Original Amount</u>	<u>Balance</u>
Construction of Eccles Ice Center.....	2001A	12/15/14	4.47 - 5.20	\$ 2,017,000	\$ 691,000

**Sales Tax Revenue Bonds -
Debt Service Requirements to Maturity**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010.....	\$ 206,000	\$ 32,392	\$ 238,392
2011.....	77,000	21,680	98,680
2012.....	81,000	18,238	99,238
2013.....	85,000	14,616	99,616
2014.....	<u>242,000</u>	<u>10,817</u>	<u>252,817</u>
Total	<u>\$ 691,000</u>	<u>\$ 97,743</u>	<u>\$ 788,743</u>

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009**

C. Note Payable

Component Units

In June of 2009, BCIA received a \$100,000, no-interest, unsecured loan from a foundation to make capital improvements. The loan is to be repaid in two annual installments of \$50,000, due on July 30, 2010 and 2011. The Cache County Council has pledged \$100,000 in future RAPZ funds to the Organization to pay these installments.

Maturities of long term debt are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2010	\$ 50,000
2011	<u>50,000</u>
Total	<u>\$ 100,000</u>

D. Capital Leases

Primary Government

The County entered into a capital lease agreement on May 23, 2007, in the amount of \$711,048 for the purchase of fire fighting vehicles and equipment. Lease payments are due annually on November 15, in the amount of \$156,544, until 2011, with an applicable interest rate of 3.92%. Total payments outstanding are \$313,090, including \$17,904 in interest. The present value of future payments is \$295,185.

Component Unit

The CCEMS Authority entered into a capital lease purchase agreement on November 24, 2009, in the amount of \$695,700 for the purchase of ambulance vehicles and equipment. Lease payments are due annually on November 24, in the amount of \$114,416, until 2016, with an applicable interest rate of 3.65%. Total payments outstanding are \$800,910, including \$105,210 in interest. The present value of future payments is \$695,700.

<u>Year</u>	<u>Debt Service Requirements to Maturity</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010.....	\$ 89,023	\$ 25,393	\$ 114,416
2011.....	92,272	22,144	114,416
2012.....	95,640	18,776	114,416
2013.....	99,131	15,285	114,416
2014.....	102,749	11,667	114,416
2015-2016.....	<u>216,885</u>	<u>11,945</u>	<u>228,830</u>
Total	<u>\$ 695,700</u>	<u>\$ 105,210</u>	<u>\$ 800,910</u>

NOTE 7 – NET ASSETS / FUND BALANCES

No amount of the total restricted net assets reported on the balance sheet is restricted by enabling legislation enacted by the County.

Reserved fund balances represent amounts that are legally restricted for specific purposes by external contracts, bond agreements, or county ordinances. The purposes for the reservations are noted on the face of the governmental funds balance sheet.

NOTE 8 – PENSION PLANS

Primary Government

Defined Benefit Plans

Cache County contributes to the following cost sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (URS): 1) Utah Public Employees Contributory Retirement, 2) Utah Public Employees Noncontributory Retirement, 3) Utah Public Safety Retirement, and 4) Utah Firefighters Retirement. URS provides refunds, retirement benefits, and cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes. The following briefly summarizes types of employees covered, benefit provisions, eligibility requirements, and vesting for the systems participated in by the County:

1) *Public Employees Contributory and Noncontributory* – All County employees hired to a position expected to last longer than 9 months and that work 30 or more hours per week are eligible to participate. Employees attaining age 60 to 65 with 4 to 20 years of service credit, or any age with 30 or more years of service credit are entitled to monthly benefits based on age, years of service credit, and final average monthly salary. Matching contributions made by the County are not vested in the employee’s name. All other contributions are fully vested at the time of contribution.

2) *Public Safety Employees* – All employees employed in the recognized public safety departments of the County who work 40 or more hours per week and are regularly assigned to hazardous duty are eligible to participate. Employees attaining age 60 to 65 with 4 to 10 years of credited service, or any age with 20 or more years of credited service, are entitled to monthly benefits based on years of credited service and final

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009**

average monthly salary. Matching contributions made by the County are not vested in the employee’s name. All other contributions are fully vested at the time of contribution.

3) *Firefighters* – All employees employed in the recognized fire department of the County who work 40 or more hours per week and are regularly assigned to hazardous duty are eligible to participate. Employees attaining age 60 to 65 with 4 to 10 years of credited service, or any age with 20 or more years of credited service, are entitled to monthly benefits based on years of credited service and final average monthly salary. Matching contributions made by the County are not vested in the employee’s name. All other contributions are vested at the time of contribution.

These URS systems are established and governed by respective sections of Chapter 49 of the Utah Code Annotated 1953 as amended. The Utah State Retirement Act Office in Chapter 49 provides for the administration of URS under the direction of the Utah State Retirement Board whose members are appointed by the Governor. URS issues a publicly available financial report that includes financial statements and required supplementary information for the Local Government Contributory Retirement System, the Local Government Noncontributory Retirement System, the Public Safety Retirement System, and the Firefighters Retirement System. A copy of the report

may be obtained by writing to URS, 540 East 200 South, Salt Lake City, Utah, 84102-2099, or by calling 1-800-365-8772.

Plan members in the Local Government Contributory Retirement System are required to contribute 6.00 percent of their annual covered salary (paid by the County) and the County was required to contribute 7.61% to 7.65% of their annual covered salary. In the Local Government Noncontributory Retirement System, the County was required to contribute 11.62% to 11.66% of the eligible employees’ annual covered salary. In the Public Safety Retirement System, contributory division members were required to contribute 12.29% of their annual covered salary (paid by the County) and the County was required to contribute 11.22% to 12.47% of their annual covered salary and 22.61 percent of the annual covered salary of noncontributory division members. In the firefighters Retirement System plan members were required to contribute 13.14% to 13.49% of their annual covered salary (paid by the County). The contribution rates are actuarially determined. The contribution requirements of URS are authorized by statute and specified by the board.

The County contributions to URS for the years ended December 31, 2009, 2008, and 2007 were as follows:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
A. Local Governmental - Contributory			
Employer paid for employee contributions	\$ 7,043	\$ 6,893	\$ 6,584
Employer contributions	8,956	8,743	8,335
B. Local Governmental - Noncontributory			
Employer contributions	587,653	590,979	529,928
C. Public Safety - Contributory			
Employer paid for employee contributions	6,859	6,715	6,402
Employer contributions	6,611	6,130	5,790
D. Public Safety - Noncontributory			
Employer contributions	947,432	908,759	857,830
E. Firefighter's			
Employer paid for employee contributions	6,812	11,652	11,993

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009**

All contributions by Cache County were paid by the due dates or within 30 days thereafter and were equal to the required contributions for each year. The Utah State Retirement Board of URS provides the County with the necessary retirement disclosures for this report.

Defined Contribution Plan

The County maintains a qualified cash or deferred compensation plan under section 401(k) of the Internal Revenue Code that is administered by URS. Under the plan, eligible employees may elect to defer a portion of their salary, subject to Internal Revenue Service limits. Contributions of \$668,373, \$699,289, and \$638,566, were made to the 401(k) plan during the years ended December 31, 2009, 2008, and 2007, respectively.

Of this amount \$294,270, \$309,467, and \$281,909, was contributed by employees and \$374,103, \$389,822, and \$356,657, was contributed by the County on behalf of employees, respectively.

Component Units

Defined Benefit Plans

BRHD also participated in the Local Government Systems retirement plans administered by URS. BRHD's required contribution rates are the same as the County's rates.

BRHD contributions to the system for the years ended December 31, 2009, 2008, and 2007 were as follows:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
A. Local Governmental System - Contributory			
Employer paid for employee contributions	\$ 1,600	\$ 1,454	\$ 1,372
Employer contributions	2,035	1,844	1,737
B. Local Governmental System - Noncontributory			
Employer contributions	442,403	421,820	375,125

All contributions by BRHD were paid by the due dates or within 30 days thereafter and were equal to the required contributions for each year.

BRHD maintains a qualified cash or deferred compensation plan under section 401(k) of the Internal Revenue code that is administered by URS. Under the plan, eligible employees may elect to defer a portion of their salary, subject to Internal Revenue Service limits. Contributions of \$419,070, \$337,693, and \$322,478, were made to the 401(k) plan during the years ended December 31, 2009, 2008, and 2007 respectively. Of this amount, \$177,060, \$107,443, and \$114,510, was contributed by employees and \$242,010, \$230,250, and \$207,968, was contributed by the Department on behalf of employees, respectively.

NOTE 9 – DEFERRED COMPENSATION PLAN

The County and BRHD offer employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plans are available to all employees and are administered by the

Utah Retirement Systems (URS). The plans permit employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The assets of the plans are not subject to the claims of the general creditors of the County or BRHD and are held by URS as trustee of the plans. The County's and BRHD's involvement is limited to withholding the amounts elected by employees and remitting those amounts to URS.

NOTE 10 – PUBLIC ENTITY RISK POOL

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters. The County participates in the Utah Counties Insurance Pool (UCIP), a public entity risk pool, to manage its risk of loss. The County pays an annual premium to the trust for its general insurance coverage. The pool was created to be self-sustaining through member

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2009

premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. In addition, the County has purchased additional commercial insurance related to airport operations, steam boiler usage, employee performance, and workers' compensation.

As of December 31, 2009, there were no outstanding unpaid claims in excess of insurance coverage. Also, the County had no claim settlements over the past three years that exceeded its insurance coverage.

NOTE 11 – COMMITMENTS & CONTINGENCIES

The County collects sales tax under the Restaurant Tax and RAPZ Tax programs allowed by the state and awards funds to various entities. Awards become payable by the County when the conditions of the award are met. At December 31, 2009, there were \$835,979 in Restaurant Tax funds and \$324,160 in RAPZ Tax funds that had been awarded but were not payable because applicable conditions had not been met.

The County has also committed future Restaurant Tax funds to certain organizations. These amounts include \$229,125 over the next 3 years to Logan City for payment of bonds financing the rehabilitation of the Eccles Theatre, \$464,265 to NPIC over the next 5 years for payment of the construction bonds of the Eccles Ice Center, and \$100,000 over the next two years to the Eccles Ice Center for payment of a loan where proceeds were used for capital improvements of the facility.

NOTE 12 – TAX ANTICIPATION NOTES

In February 2009, the County borrowed \$3,000,000 on tax anticipation notes to finance the operations of the County during 2009. The notes were paid in full in December 2009. Subsequent to year-end, the County did not participate in tax anticipation note borrowing to finance operations for 2010.

NOTE 13 – INDUSTRIAL REVENUE BONDS

On October 25, 2006, the County issued Industrial Revenue Bonds on behalf of Sunshine Terrace Foundation, Inc. in the amount of \$5,000,000. Sunshine Terrace is responsible for all bond payments and neither the County nor its resources are liable for repayment. The bonds are scheduled to mature on December 1, 2026.

On December 22, 2006, the County issued \$3,000,000 of Industrial Revenue Bonds on behalf of Lower Foods, Inc. Lower Foods is responsible for all bond payments and neither the County nor its resources are liable for repayment. The bonds are scheduled to mature on December 1, 2026.

NOTE 14 – COMPLIANCE RELATED MATTERS

Primary Government

In the General fund, County council expenditures exceeded its budget by \$33 and Human resources exceeded its budget by \$5,273. Total expenditures in the Mental Health fund exceeded its budget by \$7,611. The Children's Justice Center had a fund deficit of \$332.

Component Units

The Airport Authority exceeded its budget by \$70,548 and the CCEMS Authority exceeded its budget by \$134,162.

NOTE 15 – RELATED PARTY TRANSACTIONS

Primary Government

In addition to the transactions previously described in these notes, the County entered into the following significant transactions with component units:

Airport Authority – The County provided services and operating funds based on the budget adopted by the airport Authority and the agreement with Logan City.

NPIC – The County transferred tax revenues to NPIC in accordance with debt agreements.

BRHD – The County assessed and collected property taxes in its Health Fund. The County transferred the appropriated amount of property taxes to BRHD to provide operating funds.

CCEMS – The County provided operating funds based on the budget adopted by CCEMS and the agreement with Logan City. The County also receives contract payments for services provided to CCEMS.

Component Units

CCEMS – Logan City receives contract payments for services provided to CCEMS.

REQUIRED SUPPLEMENTARY INFORMATION

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 For the Year Ended December 31, 2009

	Budget Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes:				
Property.....	\$ 9,138,000	\$ 9,284,397	\$ 9,175,648	\$ (108,749)
Sales and use.....	<u>3,800,000</u>	<u>3,550,872</u>	<u>3,633,989</u>	<u>83,117</u>
Total taxes.....	12,938,000	12,835,269	12,809,637	(25,632)
Other revenues:				
Intergovernmental.....	1,375,108	1,286,505	1,098,042	(188,463)
Charges for services.....	4,530,650	4,633,843	4,909,992	276,149
Licenses and permits.....	32,000	32,000	26,130	(5,870)
Fines and forfeitures.....	170,000	159,382	131,862	(27,520)
Interest income.....	550,000	210,941	193,778	(17,163)
Public contributions.....	42,500	52,018	50,903	(1,115)
Miscellaneous.....	<u>237,000</u>	<u>296,636</u>	<u>241,716</u>	<u>(54,920)</u>
Total revenues.....	<u>19,875,258</u>	<u>19,506,594</u>	<u>19,462,060</u>	<u>(44,534)</u>
EXPENDITURES				
General government:				
Council.....	96,015	105,618	105,651	(33)
Public defender.....	303,479	353,479	310,888	42,591
Executive.....	208,293	211,146	207,474	3,672
Human resources.....	184,339	182,141	187,414	(5,273)
GIS.....	68,728	123,939	79,471	44,468
Information technology.....	156,998	166,318	152,246	14,072
Auditor.....	185,779	189,943	169,704	20,239
Clerk.....	153,357	156,369	155,646	723
Treasurer.....	18,768	22,779	18,594	4,185
Recorder.....	190,250	194,831	163,366	31,465
Attorney.....	947,775	965,566	921,126	44,440
Surveyor.....	185,150	187,569	145,319	42,250
Victim services.....	234,949	266,048	233,399	32,649
Elections.....	212,936	214,565	169,382	45,183
Economic development.....	35,000	35,000	35,000	-
USU Ag extension services.....	156,844	180,487	178,969	1,518
Agricultural promotion.....	55,900	80,650	51,036	29,614
Contributions to other units.....	754,354	756,451	681,414	75,037
General and administrative.....	<u>989,359</u>	<u>826,959</u>	<u>714,351</u>	<u>112,608</u>
	5,138,273	5,219,858	4,680,450	539,408
Public safety:				
Sheriff patrol.....	2,994,336	3,262,279	3,183,990	78,289
Support services.....	1,820,222	1,885,611	1,807,799	77,812
Search and rescue.....	53,500	66,673	51,246	15,427
Mounted posse.....	27,900	30,100	29,662	438
Liquor law enforcement.....	52,000	52,000	45,468	6,532
Fire department.....	516,799	376,229	287,140	89,089
County jail.....	6,190,351	6,309,594	5,974,290	335,304
Emergency management.....	<u>413,657</u>	<u>575,025</u>	<u>458,340</u>	<u>116,685</u>
	12,068,765	12,557,511	11,837,935	719,576

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 For the Year Ended December 31, 2009

	Budget Amounts		Actual	Variance With Final Budget
	Original	Final		
Streets:				
Road maintenance.....	448,723	199,432	170,891	28,541
Weed eradication.....	209,898	213,403	208,394	5,009
	658,621	412,835	379,285	33,550
Health and welfare:				
Mental health services.....	200,000	200,000	200,000	-
Health services.....	113,490	92,872	63,490	29,382
Welfare services.....	67,500	67,500	65,600	1,900
	380,990	360,372	329,090	31,282
Culture and recreation:				
Parks and recreation.....	443,992	684,889	589,828	95,061
Bookmobile.....	81,553	81,553	81,553	-
Recreation projects.....	150,143	153,628	152,989	639
	675,688	920,070	824,370	95,700
Total expenditures.....	18,922,337	19,470,646	18,051,130	1,419,516
Revenues over expenditures.....	952,921	35,948	1,410,930	1,374,982
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Municipal services fund.....	204,281	506,738	204,281	(302,457)
Recreation fund.....	-	70,000	70,000	-
RAPZ Tax.....	18,330	17,570	17,570	-
Total transfers in.....	222,611	594,308	291,851	(302,457)
Transfers out:				
Water development fund.....	(206,281)	(206,281)	(206,281)	-
Council on aging fund.....	(195,000)	(195,000)	(195,000)	-
Planning and development fund.....	(59,500)	(59,500)	(59,500)	-
Library fund.....	(40,000)	(40,000)	(40,000)	-
Debt service fund.....	(1,481,666)	(1,481,666)	(1,481,666)	-
Total transfers out.....	(1,982,447)	(1,982,447)	(1,982,447)	-
Total other financing sources (uses)....	(1,759,836)	(1,388,139)	(1,690,596)	(302,457)
Net change in fund balances.....	(806,915)	(1,352,191)	(279,666)	1,072,525
Fund balances - January 1.....	6,622,982	6,622,982	6,622,982	-
Fund balances - December 31.....	\$ 5,816,067	\$ 5,270,791	\$ 6,343,316	\$ 1,072,525

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
ASSESSING AND COLLECTING FUND
For the Year Ended December 31, 2009**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property.....	\$ 2,438,000	\$ 2,687,056	\$ 2,863,452	\$ 176,396
Other revenues:				
Charges for services.....	380,000	413,600	426,297	12,697
Interest income.....	-	-	4,411	4,411
Miscellaneous.....	<u>1,200</u>	<u>1,300</u>	<u>1,517</u>	<u>217</u>
Total revenues.....	<u>2,819,200</u>	<u>3,101,956</u>	<u>3,295,677</u>	<u>193,721</u>
EXPENDITURES				
General government:				
Council.....	10,668	10,668	11,231	(563)
Executive.....	36,758	36,758	36,613	145
Human resources.....	32,531	32,531	19,882	12,649
GIS.....	160,364	160,364	185,431	(25,067)
Information technology.....	470,993	470,993	456,736	14,257
Auditor.....	158,257	158,257	144,563	13,694
Treasurer.....	215,828	215,828	213,836	1,992
Recorder.....	126,834	126,834	108,912	17,922
Attorney.....	93,736	93,736	86,401	7,335
Assessor.....	1,195,325	1,412,719	1,222,394	190,325
General and administrative.....	127,193	127,193	109,854	17,339
Contribution to other units.....	-	-	<u>62,705</u>	<u>(62,705)</u>
Total expenditures.....	<u>2,628,487</u>	<u>2,845,881</u>	<u>2,658,558</u>	<u>187,323</u>
Revenues over expenditures.....	<u>190,713</u>	<u>256,075</u>	<u>637,119</u>	<u>381,044</u>
Net change in fund balances.....	190,713	256,075	637,119	381,044
Fund balances - January 1.....	<u>1,602,109</u>	<u>1,602,109</u>	<u>1,602,109</u>	-
Fund balances - December 31.....	<u>\$ 1,792,822</u>	<u>\$ 1,858,184</u>	<u>\$ 2,239,228</u>	<u>\$ 381,044</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
MUNICIPAL SERVICES FUND
For the Year Ended December 31, 2009

	Budget Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes:				
Property.....	\$ 14,000	\$ 14,000	\$ 20,063	\$ 6,063
Sales and use.....	635,000	635,000	565,176	(69,824)
Other.....	<u>1,500</u>	<u>1,800</u>	<u>2,244</u>	<u>444</u>
Total taxes.....	650,500	650,800	587,483	(63,317)
Other revenues:				
Intergovernmental.....	1,612,294	5,267,973	4,680,924	(587,049)
Charges for services.....	217,500	1,175,652	1,111,682	(63,970)
Licenses and permits.....	231,800	232,420	235,478	3,058
Interest income.....	230,000	230,000	49,727	(180,273)
Miscellaneous.....	<u>-</u>	<u>100</u>	<u>332</u>	<u>232</u>
Total revenues.....	<u>2,942,094</u>	<u>7,556,945</u>	<u>6,665,626</u>	<u>(891,319)</u>
EXPENDITURES				
General government:				
Zoning.....	215,888	219,473	170,550	48,923
Sanitation and waste collection.....	43,000	43,000	35,787	7,213
Miscellaneous.....	<u>25,742</u>	<u>17,500</u>	<u>17,500</u>	<u>-</u>
	284,630	279,973	223,837	56,136
Public safety:				
Sheriff patrol.....	337,426	337,426	336,097	1,329
Fire department.....	144,587	144,587	149,463	(4,876)
Building inspection.....	341,399	348,163	347,921	242
Animal control.....	<u>33,513</u>	<u>35,243</u>	<u>29,604</u>	<u>5,639</u>
	856,925	865,419	863,085	2,334
Streets:				
Class B roads.....	<u>2,461,778</u>	<u>6,110,949</u>	<u>5,061,224</u>	<u>1,049,725</u>
	2,461,778	6,110,949	5,061,224	1,049,725
Culture and recreation:				
Recreation projects.....	10,292	9,347	-	9,347
Library services.....	<u>-</u>	<u>3,000</u>	<u>540</u>	<u>2,460</u>
	<u>10,292</u>	<u>12,347</u>	<u>540</u>	<u>11,807</u>
Total expenditures.....	<u>3,613,625</u>	<u>7,268,688</u>	<u>6,148,686</u>	<u>1,120,002</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
MUNICIPAL SERVICES FUND
For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
OTHER FINANCING SOURCES (USES)				
Transfers in:				
RAPZ Tax.....	<u>10,292</u>	<u>9,347</u>	<u>9,347</u>	<u>-</u>
Total transfers in.....	<u>10,292</u>	<u>9,347</u>	<u>9,347</u>	<u>-</u>
Transfers out:				
General fund.....	<u>(204,281)</u>	<u>(506,738)</u>	<u>(204,281)</u>	<u>302,457</u>
Capital projects fund.....	<u>-</u>	<u>(1,200,000)</u>	<u>-</u>	<u>1,200,000</u>
Total transfers out.....	<u>(204,281)</u>	<u>(1,706,738)</u>	<u>(204,281)</u>	<u>1,502,457</u>
Total other financing sources (uses).....	<u>(193,989)</u>	<u>(1,697,391)</u>	<u>(194,934)</u>	<u>1,502,457</u>
Net change in fund balances.....	<u>(865,520)</u>	<u>(1,409,134)</u>	<u>322,006</u>	<u>1,731,140</u>
Fund balances - January 1.....	<u>4,909,391</u>	<u>4,909,391</u>	<u>4,909,391</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 4,043,871</u>	<u>\$ 3,500,257</u>	<u>\$ 5,231,397</u>	<u>\$ 1,731,140</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 MENTAL HEALTH FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 1,940,599	\$ 2,194,217	\$ 2,201,828	\$ 7,611
Total revenues.....	<u>1,940,599</u>	<u>2,194,217</u>	<u>2,201,828</u>	<u>7,611</u>
EXPENDITURES				
Health and welfare:				
Mental health services.....	1,940,599	2,194,217	2,201,828	(7,611)
Total expenditures.....	<u>1,940,599</u>	<u>2,194,217</u>	<u>2,201,828</u>	<u>(7,611)</u>
Revenues over (under) expenditures.....	-	-	-	-
Net change in fund balances.....	-	-	-	-
Fund balances - January 1.....	-	-	-	-
Fund balances - December 31.....	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2009

BUDGETS AND BUDGETARY ACCOUNTING

The County is required by state statute and the Uniform Fiscal Procedures Act for Utah Counties to adopt annual budgets for its governmental funds on or before December 15, for the ensuing fiscal year beginning January 1. This budget is shown as the original budget on the budgetary comparison schedules. Final budgets include the original budget amounts plus any amendments made to the budget during the year by the County Council through formal resolution.

The budgets for the County's funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). All annual appropriations lapse at year end. Project-length financial plans have been adopted for the Capital Projects Fund.

The County complies with the following procedures in establishing the budgetary data reflected in the financial statements:

1. On or before November 1, the County Executive prepares a tentative budget for the next budget year, with the assistance of the County Auditor and Finance Director.
2. A public hearing is then held on the adoption of the budget.
3. After the public hearing the County Council makes final adjustments to the tentative budget.

4. On or before December 15, the County Council adopts the budget by resolution.
5. Department heads may transfer unexpended budgeted amounts within their departments with approval of the County Council.
6. The County Council may transfer unexpended budgeted amounts from one department to another in the same fund by resolution.
7. Budget appropriations may be increased only after a public hearing has been held and followed by resolution of the County Council.

BUDGETED FUND BALANCE

Each fund had a balanced budget in accordance with state law. As allowed by state law, the County Council has authorized the use of unreserved fund balances to provide the necessary resources to balance each fund's budget.

ENCUMBRANCES

The County uses encumbrances during the year to recognize the use of appropriations. The County's policy is for all appropriations to lapse at year end. Therefore, there are no encumbrances at year end.

SUPPLEMENTARY INFORMATION

CACHE COUNTY, UTAH

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
As of December 31, 2009

	Special Revenue					
	Water Development	Health	Visitor's Bureau	Council on Aging	Recreation	Planning and Development
ASSETS						
Cash and cash equivalents.....	\$ -	\$ 328,314	\$ 225	\$ 40	\$ -	\$ 25
Equity in investment pool.....	131,444	440,916	319,530	87,526	1,201,646	106,650
Taxes receivable, net.....	-	64,000	42,695	-	162,169	-
Accounts receivable, net.....	-	-	-	21	-	4,096
Due from component units.....	-	-	-	-	-	-
Due from other governments.....	-	-	13,226	75,434	-	5,110
Restricted assets:						
Cash and investments - restricted.....	-	-	-	-	-	-
Total assets.....	<u>\$ 131,444</u>	<u>\$ 833,230</u>	<u>\$ 375,676</u>	<u>\$ 163,021</u>	<u>\$ 1,363,815</u>	<u>\$ 115,881</u>
LIABILITIES						
Interfund payable - investment pool.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable and accrued liabilities.....	3,479	-	15,679	22,068	18,505	3,224
Deferred revenue.....	-	64,000	200	1,300	-	-
Total liabilities.....	<u>3,479</u>	<u>64,000</u>	<u>15,879</u>	<u>23,368</u>	<u>18,505</u>	<u>3,224</u>
FUND BALANCE						
Reserved for:						
Health and welfare programs.....	-	-	-	8,808	-	-
Parks and recreation.....	-	-	-	-	-	98,335
Unreserved, undesignated, reported in:						
Special revenue funds.....	127,965	769,230	359,797	130,845	1,345,310	14,322
Debt service fund.....	-	-	-	-	-	-
Total fund balances.....	<u>127,965</u>	<u>769,230</u>	<u>359,797</u>	<u>139,653</u>	<u>1,345,310</u>	<u>112,657</u>
Total liabilities and fund balances.....	<u>\$ 131,444</u>	<u>\$ 833,230</u>	<u>\$ 375,676</u>	<u>\$ 163,021</u>	<u>\$ 1,363,815</u>	<u>\$ 115,881</u>

Special Revenue

Library	Children's Justice Center	RAPZ Tax	Ambulance	Community Foundation	Debt Service	Total Nonmajor Governmental Funds
\$ 25	\$ 100	\$ -	\$ -	\$ 6,150	\$ -	\$ 334,879
59,609	-	1,325,765	69,815	-	143,129	3,886,030
-	-	206,409	-	-	-	475,273
-	-	-	-	-	-	4,117
-	-	-	133,875	-	-	133,875
-	32,565	-	-	-	-	126,335
-	-	-	-	-	27,406	27,406
<u>\$ 59,634</u>	<u>\$ 32,665</u>	<u>\$ 1,532,174</u>	<u>\$ 203,690</u>	<u>\$ 6,150</u>	<u>\$ 170,535</u>	<u>\$ 4,987,915</u>
\$ -	\$ 29,206	\$ -	\$ -	\$ -	\$ -	\$ 29,206
893	3,791	191,968	46,784	-	-	306,391
-	-	-	-	-	-	65,500
<u>893</u>	<u>32,997</u>	<u>191,968</u>	<u>46,784</u>	<u>-</u>	<u>-</u>	<u>401,097</u>
-	-	-	-	-	-	8,808
-	-	-	-	-	-	98,335
58,741	(332)	1,340,206	156,906	6,150	-	4,309,140
-	-	-	-	-	170,535	170,535
<u>58,741</u>	<u>(332)</u>	<u>1,340,206</u>	<u>156,906</u>	<u>6,150</u>	<u>170,535</u>	<u>4,586,818</u>
<u>\$ 59,634</u>	<u>\$ 32,665</u>	<u>\$ 1,532,174</u>	<u>\$ 203,690</u>	<u>\$ 6,150</u>	<u>\$ 170,535</u>	<u>\$ 4,987,915</u>

CACHE COUNTY, UTAH

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2009

	Special Revenue					
	Water Development	Health	Visitor's Bureau	Council on Aging	Recreation	Planning and Development
REVENUES						
Taxes:						
Property.....	\$ -	\$ 774,807	\$ -	\$ -	\$ -	\$ -
Sales and use.....	-	-	-	-	943,579	-
Other.....	-	-	315,675	-	-	-
Total taxes.....	-	774,807	315,675	-	943,579	-
Other revenues:						
Intergovernmental.....	23,596	-	28,423	325,949	-	58,259
Charges for services.....	-	92,649	36,466	125,412	-	45,324
Interest income.....	-	1,417	-	-	-	-
Public contributions.....	-	-	5,414	-	-	-
Miscellaneous.....	-	-	2,000	44,146	651	46
Total revenues.....	23,596	868,873	387,978	495,507	944,230	103,629
EXPENDITURES						
General government.....	153,712	-	-	-	-	211,472
Public safety.....	-	-	-	-	-	-
Health and welfare.....	-	801,388	-	702,713	-	-
Culture and recreation.....	-	-	441,954	-	727,151	-
Debt service:						
Principal.....	-	-	-	-	-	-
Interest.....	-	-	-	-	-	-
Total expenditures.....	153,712	801,388	441,954	702,713	727,151	211,472
Revenues over (under) expenditures.....	(130,116)	67,485	(53,976)	(207,206)	217,079	(107,843)
OTHER FINANCING SOURCES (USES)						
Transfers in.....	206,281	-	75,000	196,300	-	63,000
Transfers out.....	-	-	-	-	(148,500)	-
Total other financing sources (uses).....	206,281	-	75,000	196,300	(148,500)	63,000
Net change in fund balances.....	76,165	67,485	21,024	(10,906)	68,579	(44,843)
Fund balances - Beginning.....	51,800	701,745	338,773	150,559	1,276,731	157,500
Fund balances - Ending.....	\$ 127,965	\$ 769,230	\$ 359,797	\$ 139,653	\$ 1,345,310	\$ 112,657

Special Revenue

<u>Library</u>	<u>Children's Justice Center</u>	<u>RAPZ Tax</u>	<u>Ambulance</u>	<u>Community Foundation</u>	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 774,807
-	-	1,095,347	-	-	-	2,038,926
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>315,675</u>
-	-	1,095,347	-	-	-	3,129,408
16,743	142,001	-	535,500	-	-	1,130,471
5,124	-	-	-	-	-	304,975
-	-	-	-	-	-	1,417
-	-	-	-	-	-	5,414
<u>2,132</u>	<u>-</u>	<u>399</u>	<u>150</u>	<u>4,378</u>	<u>233</u>	<u>54,135</u>
<u>23,999</u>	<u>142,001</u>	<u>1,095,746</u>	<u>535,650</u>	<u>4,378</u>	<u>233</u>	<u>4,625,820</u>
-	-	-	-	2,396	-	367,580
-	145,522	-	520,522	-	-	666,044
-	-	-	-	-	-	1,504,101
39,253	-	1,317,290	-	-	-	2,525,648
-	-	-	-	-	889,099	889,099
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>605,565</u>	<u>605,565</u>
<u>39,253</u>	<u>145,522</u>	<u>1,317,290</u>	<u>520,522</u>	<u>2,396</u>	<u>1,494,664</u>	<u>6,558,037</u>
<u>(15,254)</u>	<u>(3,521)</u>	<u>(221,544)</u>	<u>15,128</u>	<u>1,982</u>	<u>(1,494,431)</u>	<u>(1,932,217)</u>
40,000	-	-	-	-	1,481,666	2,062,247
<u>-</u>	<u>-</u>	<u>(28,217)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(176,717)</u>
<u>40,000</u>	<u>-</u>	<u>(28,217)</u>	<u>-</u>	<u>-</u>	<u>1,481,666</u>	<u>1,885,530</u>
24,746	(3,521)	(249,761)	15,128	1,982	(12,765)	(46,687)
<u>33,995</u>	<u>3,189</u>	<u>1,589,967</u>	<u>141,778</u>	<u>4,168</u>	<u>183,300</u>	<u>4,633,505</u>
<u>\$ 58,741</u>	<u>\$ (332)</u>	<u>\$ 1,340,206</u>	<u>\$ 156,906</u>	<u>\$ 6,150</u>	<u>\$ 170,535</u>	<u>\$ 4,586,818</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 WATER DEVELOPMENT FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 120,000	\$ 23,596	\$ 23,596	\$ -
Total revenues.....	<u>120,000</u>	<u>23,596</u>	<u>23,596</u>	<u>-</u>
EXPENDITURES				
General government:				
Water development.....	<u>336,281</u>	<u>214,501</u>	<u>153,712</u>	<u>60,789</u>
Total expenditures.....	<u>336,281</u>	<u>214,501</u>	<u>153,712</u>	<u>60,789</u>
Revenues over (under) expenditures.....	<u>(216,281)</u>	<u>(190,905)</u>	<u>(130,116)</u>	<u>60,789</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	<u>206,281</u>	<u>206,281</u>	<u>206,281</u>	<u>-</u>
Total other financing sources.....	<u>206,281</u>	<u>206,281</u>	<u>206,281</u>	<u>-</u>
Net change in fund balances.....	(10,000)	15,376	76,165	60,789
Fund balances - January 1.....	<u>51,800</u>	<u>51,800</u>	<u>51,800</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 41,800</u>	<u>\$ 67,176</u>	<u>\$ 127,965</u>	<u>\$ 60,789</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 HEALTH FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property.....	\$ 765,000	\$ 778,251	\$ 774,807	\$ (3,444)
Other revenues:				
Charges for services.....	150,000	92,649	92,649	-
Interest Income.....	-	-	1,417	1,417
Total revenues.....	<u>915,000</u>	<u>870,900</u>	<u>868,873</u>	<u>(2,027)</u>
EXPENDITURES				
Health and welfare:				
Miscellaneous.....	150,000	72,000	68,938	3,062
Bear River Health Department.....	<u>732,450</u>	<u>732,450</u>	<u>732,450</u>	-
Total expenditures.....	<u>882,450</u>	<u>804,450</u>	<u>801,388</u>	<u>3,062</u>
Revenues over expenditures.....	<u>32,550</u>	<u>66,450</u>	<u>67,485</u>	<u>1,035</u>
Net change in fund balances.....	32,550	66,450	67,485	1,035
Fund balances - January 1.....	<u>701,745</u>	<u>701,745</u>	<u>701,745</u>	-
Fund balances - December 31.....	<u>\$ 734,295</u>	<u>\$ 768,195</u>	<u>\$ 769,230</u>	<u>\$ 1,035</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 VISITOR'S BUREAU FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Other.....	\$ 310,000	\$ 310,000	\$ 315,675	\$ 5,675
Other revenues:				
Intergovernmental revenues.....	112,320	113,320	28,423	(84,897)
Charges for services.....	28,000	28,000	36,466	8,466
Public contributions.....	1,000	5,414	5,414	-
Miscellaneous.....	<u>500</u>	<u>2,416</u>	<u>2,000</u>	<u>(416)</u>
Total revenues.....	<u>451,820</u>	<u>459,150</u>	<u>387,978</u>	<u>(71,172)</u>
EXPENDITURES				
Culture and recreation:				
Cache Valley Visitor's Bureau.....	<u>453,717</u>	<u>550,396</u>	<u>441,954</u>	<u>108,442</u>
Total expenditures.....	<u>453,717</u>	<u>550,396</u>	<u>441,954</u>	<u>108,442</u>
Revenues over (under) expenditures.....	<u>(1,897)</u>	<u>(91,246)</u>	<u>(53,976)</u>	<u>37,270</u>
OTHER FINANCING SOURCES				
Transfers in:				
Recreation fund.....	<u>-</u>	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Total other financing sources.....	<u>-</u>	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Net change in fund balances.....	(1,897)	(16,246)	21,024	37,270
Fund balances - January 1.....	<u>338,773</u>	<u>338,773</u>	<u>338,773</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 336,876</u>	<u>\$ 322,527</u>	<u>\$ 359,797</u>	<u>\$ 37,270</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 COUNCIL ON AGING FUND
 For the Year Ended December 31, 2009

	Budget Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 317,378	\$ 366,666	\$ 325,949	\$ (40,717)
Charges for services.....	139,000	139,000	125,412	(13,588)
Miscellaneous.....	<u>36,000</u>	<u>43,386</u>	<u>44,146</u>	<u>760</u>
Total revenues.....	<u>492,378</u>	<u>549,052</u>	<u>495,507</u>	<u>(53,545)</u>
EXPENDITURES				
Health and welfare:				
Nutrition mandated.....	390,405	463,300	401,653	61,647
Senior center.....	108,166	110,461	102,129	8,332
Retired service volunteer program.....	45,450	50,950	48,966	1,984
Access mandated.....	92,003	93,865	92,134	1,731
County administrative support.....	<u>60,060</u>	<u>60,744</u>	<u>57,831</u>	<u>2,913</u>
Total expenditures.....	<u>696,084</u>	<u>779,320</u>	<u>702,713</u>	<u>76,607</u>
Revenues over (under) expenditures.....	<u>(203,706)</u>	<u>(230,268)</u>	<u>(207,206)</u>	<u>23,062</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	195,000	195,000	195,000	-
RAPZ tax fund.....	-	<u>1,300</u>	<u>1,300</u>	-
Total other financing sources.....	<u>195,000</u>	<u>196,300</u>	<u>196,300</u>	-
Net change in fund balances.....	(8,706)	(33,968)	(10,906)	23,062
Fund balances - January 1.....	<u>150,559</u>	<u>150,559</u>	<u>150,559</u>	-
Fund balances - December 31.....	<u>\$ 141,853</u>	<u>\$ 116,591</u>	<u>\$ 139,653</u>	<u>\$ 23,062</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 RECREATION FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Restaurant.....	\$ 900,000	\$ 900,000	\$ 943,579	\$ 43,579
Other revenues:				
Miscellaneous.....	-	-	651	651
Total revenues.....	<u>900,000</u>	<u>900,000</u>	<u>944,230</u>	<u>44,230</u>
EXPENDITURES				
Culture and recreation:				
Program administration.....	-	2,912	1,456	1,456
Awards.....	<u>900,000</u>	<u>1,654,579</u>	<u>725,695</u>	<u>928,884</u>
Total expenditures.....	<u>900,000</u>	<u>1,657,491</u>	<u>727,151</u>	<u>930,340</u>
Revenues over (under) expenditures.....	-	<u>(757,491)</u>	<u>217,079</u>	<u>974,570</u>
OTHER FINANCING USES				
Transfers out:				
General fund.....	-	(70,000)	(70,000)	-
Visitor's bureau fund.....	-	(75,000)	(75,000)	-
Planning and development fund.....	-	(3,500)	(3,500)	-
Total other financing uses.....	-	<u>(148,500)</u>	<u>(148,500)</u>	-
Net change in fund balances.....	-	(905,991)	68,579	974,570
Fund balances - January 1.....	<u>1,276,731</u>	<u>1,276,731</u>	<u>1,276,731</u>	-
Fund balances - December 31.....	<u>\$ 1,276,731</u>	<u>\$ 370,740</u>	<u>\$ 1,345,310</u>	<u>\$ 974,570</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 PLANNING AND DEVELOPMENT FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ -	\$ 55,000	\$ 58,259	\$ 3,259
Charges for services.....	59,500	63,596	45,324	(18,272)
Miscellaneous.....	-	-	46	46
Total revenues.....	<u>59,500</u>	<u>118,596</u>	<u>103,629</u>	<u>(14,967)</u>
EXPENDITURES				
General government:				
Planning and development services.....	<u>174,981</u>	<u>311,903</u>	<u>211,472</u>	<u>100,431</u>
Total expenditures.....	<u>174,981</u>	<u>311,903</u>	<u>211,472</u>	<u>(100,431)</u>
Revenues over (under) expenditures.....	<u>(115,481)</u>	<u>(193,307)</u>	<u>(107,843)</u>	<u>85,464</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	59,500	59,500	59,500	-
Recreation fund.....	-	<u>3,500</u>	<u>3,500</u>	-
Total other financing sources.....	<u>59,500</u>	<u>63,000</u>	<u>63,000</u>	-
Net change in fund balances.....	(55,981)	(130,307)	(44,843)	85,464
Fund balances - January 1.....	<u>157,500</u>	<u>157,500</u>	<u>157,500</u>	-
Fund balances - December 31.....	<u>\$ 101,519</u>	<u>\$ 27,193</u>	<u>\$ 112,657</u>	<u>\$ 85,464</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 LIBRARY FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 16,743	\$ 16,743	\$ 16,743	\$ -
Charges for services.....	4,400	4,400	5,124	724
Miscellaneous.....	600	2,759	2,132	(627)
Total revenues.....	<u>21,743</u>	<u>23,902</u>	<u>23,999</u>	<u>97</u>
EXPENDITURES				
Culture and recreation:				
Library services.....	<u>50,686</u>	<u>52,845</u>	<u>39,253</u>	<u>13,592</u>
Total expenditures.....	<u>50,686</u>	<u>52,845</u>	<u>39,253</u>	<u>13,592</u>
Revenues over (under) expenditures.....	<u>(28,943)</u>	<u>(28,943)</u>	<u>(15,254)</u>	<u>13,689</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Total other financing sources.....	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Net change in fund balances.....	11,057	11,057	24,746	13,689
Fund balances - January 1.....	<u>33,995</u>	<u>33,995</u>	<u>33,995</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 45,052</u>	<u>\$ 45,052</u>	<u>\$ 58,741</u>	<u>\$ 13,689</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 CHILDREN'S JUSTICE CENTER FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 177,547	\$ 167,547	\$ 142,001	\$ (25,546)
Miscellaneous.....	-	129	-	(129)
Total revenues.....	<u>177,547</u>	<u>167,676</u>	<u>142,001</u>	<u>(25,675)</u>
EXPENDITURES				
Public safety:				
Children's services.....	<u>168,311</u>	<u>158,440</u>	<u>145,522</u>	<u>12,918</u>
Total expenditures.....	<u>168,311</u>	<u>158,440</u>	<u>145,522</u>	<u>(12,918)</u>
Revenues over (under) expenditures.....	<u>9,236</u>	<u>9,236</u>	<u>(3,521)</u>	<u>(12,757)</u>
Net change in fund balances.....	9,236	9,236	(3,521)	(12,757)
Fund balances - January 1.....	<u>3,189</u>	<u>3,189</u>	<u>3,189</u>	-
Fund balances - December 31.....	<u>\$ 12,425</u>	<u>\$ 12,425</u>	<u>\$ (332)</u>	<u>\$ (12,757)</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 RAPZ TAX FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Sales and use.....	\$ 1,222,000	\$ 1,171,000	\$ 1,095,347	\$ (75,653)
Other revenues:				
Miscellaneous.....	-	-	399	399
Total revenues.....	<u>1,222,000</u>	<u>1,171,000</u>	<u>1,095,746</u>	<u>(75,653)</u>
EXPENDITURES				
Culture and recreation:				
Awards.....	<u>1,203,670</u>	<u>1,643,068</u>	<u>1,317,290</u>	<u>325,778</u>
Total expenditures.....	<u>1,203,670</u>	<u>1,643,068</u>	<u>1,317,290</u>	<u>325,778</u>
Revenues over (under) expenditures.....	<u>18,330</u>	<u>(472,068)</u>	<u>(221,544)</u>	<u>250,524</u>
OTHER FINANCING USES				
Transfers out:				
General fund.....	(18,330)	(17,570)	(17,570)	-
Municipal services fund.....	-	(9,347)	(9,347)	-
Council on aging fund.....	-	(1,300)	(1,300)	-
Total other financing uses.....	<u>(18,330)</u>	<u>(28,217)</u>	<u>(28,217)</u>	<u>-</u>
Net change in fund balances.....	-	(500,285)	(249,761)	250,524
Fund balances - January 1.....	<u>1,589,967</u>	<u>1,589,967</u>	<u>1,589,967</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 1,589,967</u>	<u>\$ 1,089,682</u>	<u>\$ 1,340,206</u>	<u>\$ 250,524</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 AMBULANCE FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 535,500	\$ 535,500	\$ 535,500	\$ -
Miscellaneous.....	-	-	150	150
Total revenues.....	<u>535,500</u>	<u>535,500</u>	<u>535,650</u>	<u>150</u>
EXPENDITURES				
Public safety:				
Ambulance services.....	<u>535,500</u>	<u>555,500</u>	<u>520,522</u>	<u>34,978</u>
Total expenditures.....	<u>535,500</u>	<u>555,500</u>	<u>520,522</u>	<u>34,978</u>
Revenues over (under) expenditures.....	-	(20,000)	15,128	35,128
Net change in fund balances.....	-	(20,000)	15,128	35,128
Fund balances - January 1.....	<u>141,778</u>	<u>141,778</u>	<u>141,778</u>	-
Fund balances - December 31.....	<u>\$ 141,778</u>	<u>\$ 121,778</u>	<u>\$ 156,906</u>	<u>\$ 35,128</u>

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE
 DEBT SERVICE FUND
 For the Year Ended December 31, 2009

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Miscellaneous.....	\$ 13,000	\$ 13,000	\$ 233	\$ (12,767)
Total revenues.....	13,000	13,000	233	(12,767)
EXPENDITURES				
General government				
Principal.....	889,099	889,099	889,099	-
Interest and fiscal charges.....	605,567	605,567	605,565	2
Total expenditures.....	1,494,666	1,494,666	1,494,664	2
Revenues over (under) expenditures.....	(1,481,666)	(1,481,666)	(1,494,431)	(12,765)
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	1,481,666	1,481,666	1,481,666	-
Total other financing sources.....	1,481,666	1,481,666	1,481,666	-
Net change in fund balances.....	-	-	(12,765)	(12,765)
Fund balances - January 1.....	183,300	183,300	183,300	-
Fund balances - December 31.....	\$ 183,300	\$ 183,300	\$ 170,535	\$ (12,765)

CACHE COUNTY, UTAH

COMBINING SCHEDULE OF FIDUCIARY NET ASSETS

AGENCY FUNDS

As of December 31, 2009

	Fee Trust Fund	Health Department 125 Plan	Treasurer's Tax Fund	Total
ASSETS				
Cash and cash equivalents.....	\$ -	\$ 5,076	\$22,603,013	\$ 22,608,089
Equity in investment pool.....	186,739	-	-	186,739
Accounts receivable.....	38,036	-	-	38,036
Taxes receivable.....	-	-	633,754	633,754
Total assets.....	<u>\$ 224,775</u>	<u>\$ 5,076</u>	<u>\$23,236,767</u>	<u>\$ 23,466,618</u>
LIABILITIES				
Due to other taxing units.....	\$ -	\$ -	\$22,783,482	\$ 22,783,482
Due to employees.....	-	5,076	-	5,076
Refunds payable.....	-	-	453,285	453,285
Other payables.....	224,775	-	-	224,775
Total liabilities.....	<u>\$ 224,775</u>	<u>\$ 5,076</u>	<u>\$23,236,767</u>	<u>\$ 23,466,618</u>

CACHE COUNTY, UTAH

TREASURER'S TAX FUND SCHEDULE OF TAXES CHARGED, COLLECTED AND DISBURSED For the Year Ended December 31, 2009

CURRENT YEAR TAXES											
1	2	3	4	5	6	7	8	9	10	11	12
Taxing Entities	Year-End Real Property Value	Year-End Centrally Assessed Property Value	Total Real and Centrally Assessed RDA Value	Total Adjusted Real and Centrally Assessed Value (2 + 3 - 4)	Year-End Personal Property Value	Personal Property RDA Value	Total Adjusted Personal Property Value (6 - 7)	Total Adjusted Value (5 + 8)	Current Year Real & Cent. Ass'd Property Tax Rate	Prior Year Personal Property Tax Rate	Real & Cent. Ass'd Prop Taxes Charged (5 * 10)
County Funds											
Cache County General Fund	4,939,725,085	149,456,995	186,176,282	4,903,005,798	431,438,262	80,153,647	351,284,615	5,254,290,413	0.001574	0.001664	7,717,331
Cache County Health	4,939,725,085	149,456,995	186,176,282	4,903,005,798	431,438,262	80,153,647	351,284,615	5,254,290,413	0.000134	0.000142	657,003
Multi-Co A & C	4,939,725,085	149,456,995	-	5,089,182,080	431,438,262	-	431,438,262	5,520,620,342	0.000142	0.000121	723,664
Assess & Coll County	4,939,725,085	149,456,995	-	5,089,182,080	431,438,262	-	431,438,262	5,520,620,342	0.000300	0.000300	1,526,755
Cities and Towns											
Amalga	24,330,815	1,038,695	-	25,369,510	11,282,232	-	11,282,232	36,651,742	0.000595	0.000501	15,095
Clarkston	19,098,785	719,005	-	19,817,790	56,151	-	56,151	19,873,941	0.001683	0.001702	33,353
Cornish	9,380,225	1,424,095	-	10,804,320	12,635	-	12,635	10,816,955	0.002104	0.002061	22,732
Hyde Park	213,134,695	2,561,785	-	215,696,480	5,145,549	-	5,145,549	220,842,029	0.000917	0.001100	197,794
Hyrum	247,322,765	2,812,145	-	250,134,910	11,450,158	-	11,450,158	261,585,068	0.001437	0.001623	359,444
Lewiston	70,732,795	4,182,905	-	74,915,700	9,574,219	-	9,574,219	84,489,919	0.002115	0.002115	158,447
Logan	1,889,850,555	31,967,255	168,748,133	1,753,069,677	264,153,772	72,496,808	191,656,964	1,944,726,641	0.002157	0.002189	3,781,371
Mendon	49,042,635	959,550	-	50,002,185	235,315	-	235,315	50,237,500	0.001579	0.001574	78,953
Millville	80,294,105	1,793,160	-	82,087,265	2,278,312	-	2,278,312	84,365,577	0.000632	0.000651	51,879
Newton	23,246,320	717,930	-	23,964,250	487,468	-	487,468	24,451,718	0.001285	0.001320	30,794
Nibley	212,266,020	2,809,920	-	215,075,940	4,217,668	-	4,217,668	219,293,608	0.001426	0.001667	306,698
North Logan	560,646,660	7,933,755	-	568,580,415	30,887,081	-	30,887,081	599,467,496	0.001616	0.001815	918,826
Paradise	35,957,395	930,515	-	36,887,910	403,247	-	403,247	37,291,157	0.000948	0.000971	34,970
Providence	380,270,230	4,829,065	-	385,099,295	8,860,253	-	8,860,253	393,959,548	0.001039	0.001029	400,118
Richmond	85,910,970	3,545,455	-	89,456,425	4,471,268	-	4,471,268	93,927,693	0.001057	0.001046	94,555
River Heights	68,769,635	1,103,015	-	69,872,650	420,401	-	420,401	70,293,051	0.001194	0.001360	83,428
Smithfield	343,899,065	8,170,375	17,428,151	334,641,289	21,634,710	7,656,839	13,977,871	348,619,160	0.001486	0.001534	497,277
Trenton	15,877,265	2,300,100	-	18,177,365	759,870	-	759,870	18,937,235	0.000817	0.000813	14,851
Wellsville	140,934,075	3,838,640	-	144,772,715	3,293,054	-	3,293,054	148,065,769	0.001072	0.001097	155,196
Special Districts											
Drainage #3	-	-	-	-	-	-	-	-	1.000000	1.000000	1,393
Drainage #4	-	-	-	-	-	-	-	-	3.000000	3.000000	4,886
Drainage #5	-	-	-	-	-	-	-	-	0.500000	0.500000	1,697
Drainage #6	-	-	-	-	-	-	-	-	0.500000	0.500000	1,391
Wellsville Mendon	-	-	-	-	-	-	-	-	19.000000	18.000000	130,054
Noxious Weeds	-	-	-	-	-	-	-	-	1.000000	1.000000	1,355
Garbage	-	-	-	-	-	-	-	-	1.000000	1.000000	39,403
Greenbelt Rollback	-	-	-	-	-	-	-	-	1.000000	1.000000	153,872
Logan Special Improve #1	-	-	-	-	-	-	-	-	1.000000	1.000000	18,456
Logan Special Improve #2	-	-	-	-	-	-	-	-	1.000000	1.000000	17,160
Logan Temple Improvement	-	-	-	-	-	-	-	-	1.000000	1.000000	7,063
Logan 600W 100 S Impr	-	-	-	-	-	-	-	-	1.000000	1.000000	48
State Assessed Revision	-	-	-	-	-	-	-	-	1.000000	0.000000	691
Penalty	-	-	-	-	-	-	-	-	1.000000	0.000000	4,145
Delinquent Benson Culinary	-	-	-	-	-	-	-	-	1.000000	0.000000	-
Powder Mountain	1,904,570	66,200	-	1,970,770	5,119,617	-	5,119,617	7,090,387	0.000311	0.000247	493
Cache Mosquito Abatement	2,904,248,090	113,375,810	-	3,017,623,900	166,460,842	-	166,460,842	3,184,084,742	0.000065	0.000070	9,051
Mosquito Abatement	40,899,410	2,080,400	-	42,979,810	-	-	-	42,979,810	0.000227	0.000240	-
Benson Culinary H2o	-	-	-	-	57,096	-	57,096	57,096	0.000000	0.000000	191,728
Cache Valley Transit District	-	-	-	-	-	-	-	-	0.000000	0.000000	-
Cemetery Districts											
Avon Cemetery	51,596,300	805,065	-	52,401,365	5,152,010	-	5,152,010	57,553,375	0.000119	0.000120	6,236
Cornish Cemetery	11,210,085	9,837,665	-	21,047,750	12,635	-	12,635	21,060,385	0.000367	0.000357	7,725
Hyde Park Cemetery	313,354,695	3,741,240	-	317,095,935	5,145,549	-	5,145,549	322,241,484	0.000189	0.000227	59,931
Millville Nibley Cemetery	267,511,535	5,816,465	-	273,328,000	6,495,980	-	6,495,980	279,823,980	0.000089	0.000099	24,326
Newton Cemetery	35,923,840	6,871,265	-	42,795,105	487,468	-	487,468	43,282,573	0.000095	0.000095	4,066
Paradise Cemetery	75,059,820	4,913,315	-	79,973,135	403,247	-	403,247	80,376,382	0.000086	0.000087	6,878
Richmond Cemetery	145,017,285	8,323,250	-	153,340,535	17,820,368	-	17,820,368	171,160,903	0.000122	0.000119	18,708
School Districts											
Cache County Schools	3,108,151,015	117,702,610	25,879,592	3,199,974,033	169,766,308	9,518,202	160,284,510	3,360,222,139	0.004780	0.004732	15,295,876
Cache Statewide Schools	3,108,151,015	117,702,610	25,879,592	3,199,974,033	169,766,308	9,518,202	160,284,510	3,360,222,139	0.001433	0.001250	4,585,563
Logan City Schools	1,831,574,070	31,754,385	160,296,687	1,703,031,768	261,671,954	70,635,445	191,036,509	1,894,068,277	0.0005871	0.0006054	9,998,500
Logan Statewide Schools	1,831,574,070	31,754,385	160,296,687	1,703,031,768	261,671,954	70,635,445	191,036,509	1,894,068,277	0.001433	0.001250	2,440,445
Redevelopment Districts											
Cache County	-	-	(186,176,283)	186,176,283	-	(80,153,648)	80,153,648	266,329,931	0.001708	0.001806	317,989
Logan City	-	-	(168,748,133)	168,748,133	-	(72,496,809)	72,496,809	241,244,942	0.002157	0.002189	363,990
Smithfield City	-	-	(17,428,150)	17,428,150	-	(7,656,839)	7,656,839	25,084,989	0.001486	0.001534	25,898
Logan City Schools	-	-	(160,296,687)	160,296,687	-	(70,635,446)	70,635,446	230,932,133	0.007304	0.007304	1,170,807
Cache County Schools	-	-	(25,879,592)	25,879,592	-	(9,518,202)	9,518,202	35,397,794	0.006213	0.005982	160,790
TOTALS											\$ 52,930,148

13	14	15				16				17	18		19	20	21	22	23		24
		Personal Property Taxes Charged (8 * 11)	Total Taxes Charged (12 + 13)	Unpaid Taxes	Treasurer's Relief		Total Relief	Taxes Collected (14 -18)	Annual Collection Rate (19 / 14)		Fee-in-lieu	Misc. Collections					Tax	Interest / Penalty	
Abatements	Other				Tax	Interest / Penalty													
584,538	8,301,869	434,956	54,159	7,914	497,029	7,804,840	94.01%	987,449	107,126	205,383	61,109								
49,882	706,885	37,029	4,611	674	42,314	664,571	94.01%	84,266	9,199	17,698	521								
52,204	774,868	39,240	4,886	657	44,783	730,085	94.22%	71,804	8,527	15,212	457								
129,431	1,656,186	82,901	10,322	1,475	94,699	1,561,487	94.28%	178,026	20,402	36,255	1,021								
5,652	20,747	662	14	4	679	20,068	96.73%	1,677	166	19	0								
96	33,449	661	754	5	1,421	32,028	95.75%	7,686	(1)	209	12								
26	22,758	359		14	372	22,386	98.36%	2,423	763	127	9								
5,660	203,454	13,046	1,351	76	14,473	188,981	92.89%	29,427	5,013	5,448	151								
18,584	378,028	27,710	3,717	153	31,580	346,448	91.65%	66,048	6,398	11,441	226								
20,249	178,696	2,643	1,734	49	4,426	174,270	97.52%	21,544	2,224	1,756	24								
419,537	4,200,908	220,327	27,548	7,255	255,129	3,945,779	93.93%	397,432	40,844	107,015	2,915								
370	79,323	2,018	562	8	2,588	76,735	96.74%	13,796	1,257	2,424	58								
1,483	53,362	1,184	230	10	1,424	51,938	97.33%	8,765	550	711	8								
643	31,437	589	462	22	1,073	30,364	96.59%	6,938	250	626	7								
7,031	313,729	26,216	1,915	36	28,167	285,562	91.02%	42,026	6,316	8,123	296								
56,060	974,886	55,306	3,600	805	59,710	915,176	93.88%	89,501	4,356	27,639	764								
392	35,362	1,291	507	5	1,803	33,559	94.90%	8,268	1,691	646	11								
9,117	409,235	22,968	3,339	56	26,364	382,871	93.56%	54,491	3,684	3,863	75								
4,677	99,232	2,233	1,395	31	3,658	95,574	96.31%	16,050	875	2,439	140								
572	84,000	1,733	951	7	2,691	81,309	96.80%	14,513	1,724	2,044	69								
21,442	518,719	22,534	5,081	385	28,001	490,718	94.60%	90,070	6,215	10,293	313								
618	15,469	562	145	7	714	14,755	95.39%	2,378	283	266	5								
3,612	158,808	9,858	1,122	18	10,998	147,810	93.07%	33,047	1,327	5,702	320								
-	1,393	5	-	-	5	1,388	99.64%	-	-	154	-								
-	4,886	45	-	-	45	4,841	99.08%	-	-	-	-								
-	1,697	-	-	-	-	1,697	100.00%	-	-	751	-								
-	1,391	20	-	-	20	1,371	98.56%	-	-	380	-								
-	130,054	4,220	-	-	4,220	125,834	96.76%	-	-	239	-								
-	1,355	252	-	-	252	1,103	81.39%	-	-	7,663	-								
-	39,403	24,874	-	-	24,874	14,529	36.87%	-	-	-	-								
-	153,872	-	-	-	-	153,872	100.00%	-	-	-	-								
-	18,456	-	-	-	-	18,456	100.00%	-	-	-	-								
-	17,160	3,994	-	-	3,994	13,166	76.72%	-	-	-	-								
-	7,063	-	-	-	-	7,063	100.00%	-	-	-	-								
-	48	138	-	-	138	(90)	-186.56%	-	-	95	-								
-	691	-	-	-	-	691	100.00%	-	-	-	-								
-	4,145	-	-	-	-	4,145	100.00%	-	-	174	-								
-	-	-	-	-	-	-	0.00%	-	-	5,023	-								
1,265	1,758	590	-	-	590	1,167	66.40%	-	11	-	-								
11,652	20,703	11,072	1,310	102	12,483	8,220	39.70%	27,296	3,085	4,981	148								
-	-	238	36	7	281	(281)	0.00%	654	169	117	6								
-	191,728	-	-	-	-	191,728	100.00%	-	-	-	-								
-	-	-	-	-	-	-	0.00%	-	-	-	-								
618	6,854	930	16	1	947	5,907	86.18%	273	346	176	9								
5	7,730	66	-	30	96	7,634	98.75%	445	109	22	2								
1,168	61,099	3,997	354	40	4,391	56,708	92.81%	8,260	1,512	1,718	57								
643	24,969	1,009	147	4	1,160	23,809	95.35%	3,747	510	632	22								
46	4,112	151	37	4	192	3,920	95.33%	586	64	74	1								
35	6,913	362	46	1	409	6,504	94.08%	1,006	80	159	2								
2,121	20,829	763	169	4	936	19,893	95.51%	2,428	318	483	19								
758,294	16,054,170	856,229	104,527	7,502	968,258	15,085,912	93.97%	1,955,340	227,852	357,852	10,595								
200,310	4,785,873	256,690	31,336	2,166	290,191	4,495,682	93.94%	516,521	62,949	97,457	3,026								
1,156,535	11,155,035	570,723	73,626	19,886	664,236	10,490,799	94.05%	1,090,946	107,385	285,898	7,705								
238,796	2,679,241	139,303	17,971	4,519	161,793	2,517,448	93.96%	225,253	22,453	61,264	1,780								
144,757	462,746					462,746	100.00%												
158,696	522,686					522,686	100.00%												
11,746	37,644					37,644	100.00%												
515,921	1,686,728					1,686,728	100.00%												
56,938	217,728					217,728	100.00%												
\$ 4,651,422	\$ 57,581,570	\$ 2,881,698	\$ 357,980	\$ 53,932	\$ 3,293,610	\$ 54,287,960	94.28%	\$ 6,060,380	\$ 656,033	\$ 1,290,650	\$ 91,883								

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COMPONENT UNITS

CACHE COUNTY, UTAH

COMBINING STATEMENT OF NET ASSETS
 NORTH PARK INTERLOCAL COOPERATIVE
 As of December 31, 2009

	<u>North Park Interlocal Cooperative</u>	<u>Bridgerland Community Ice Arena</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents.....	\$ 290,803	\$ 255,500	\$ 546,303
Taxes receivable.....	55,123	-	55,123
Accounts receivable, net.....	-	3,763	3,763
Pledges receivable, net.....	-	189,978	189,978
Restricted investments.....	201,807	-	201,807
Inventory.....	-	18,670	18,670
Other assets.....	-	283,971	283,971
Noncurrent pledges receivable, net.....	-	59,773	59,773
Capital assets:			
Buildings and equipment.....	4,273,172	306,346	4,579,518
Less: accumulated depreciation.....	<u>(740,349)</u>	<u>(197,815)</u>	<u>(938,164)</u>
Total assets.....	<u>4,080,556</u>	<u>920,186</u>	<u>5,000,742</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	-	40,065	40,065
Noncurrent liabilities:			
Due within one year.....	206,000	50,000	256,000
Due in more than one year.....	<u>485,000</u>	<u>50,000</u>	<u>535,000</u>
Total liabilities.....	<u>691,000</u>	<u>140,065</u>	<u>831,065</u>
NET ASSETS			
Invested in capital assets, net of related debt....	2,841,823	108,531	2,950,354
Restricted for:			
Capital projects.....	-	181,558	181,558
Debt service.....	201,807	-	201,807
Other purposes.....	-	272,500	272,500
Unrestricted.....	<u>345,926</u>	<u>217,532</u>	<u>563,458</u>
Total net assets.....	<u>\$ 3,389,556</u>	<u>\$ 780,121</u>	<u>\$ 4,169,677</u>

CACHE COUNTY, UTAH

COMBINING STATEMENT OF ACTIVITIES
 NORTH PARK INTERLOCAL COOPERATIVE
 For the Year Ended December 31, 2009

	<u>North Park Interlocal Cooperative</u>	<u>Bridgerland Community Ice Arena</u>	<u>Total</u>
Expenses.....	\$ 225,851	\$ 710,127	\$ 935,978
Program revenues			
Charges for services.....	-	400,323	400,323
Operating grants and contributions.....	-	456,579	456,579
Total program revenues	<u>-</u>	<u>856,902</u>	<u>856,902</u>
Net revenues (expenses)	<u>(225,851)</u>	<u>146,775</u>	<u>(79,076)</u>
General revenues			
Sales taxes.....	213,380	-	213,380
Interest income.....	5,594	7,812	13,406
Total general revenues	<u>218,974</u>	<u>7,812</u>	<u>226,786</u>
Change in net assets	(6,877)	154,587	147,710
Net assets - beginning	<u>3,396,433</u>	<u>625,534</u>	<u>4,021,967</u>
Net assets - ending	<u>\$ 3,389,556</u>	<u>\$ 780,121</u>	<u>\$ 4,169,677</u>

CACHE COUNTY
SINGLE AUDIT REPORTS

CACHE COUNTY, UTAH

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2009**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
U.S. Department of Agriculture (USDA)			
<i>Direct Program</i>			
Federal Forest Reserve - School & Roads Cluster	10.665	FY 2009	\$ 48,296
Forest Service Recovery Act Project	10.687	09-RO-110482B1-010	2,910,073
<i>Passed through Bear River Association of Governments</i>			
Elderly Feeding Program, Cash-In-Lieu	10.550	FY 08-09	19,922
Elderly Feeding Program, Cash-In-Lieu	10.550	FY 09-10	13,882
<i>Passed through Utah Department of Health</i>			
Special Supplemental Food Program for Women, Infants and Children:			
Food Vouchers 2009	10.557	C7	1,957,178
Food Vouchers 2010	10.557	C7	686,510
Administrative Costs 2009	10.557	C7	677,297
Administrative Costs 2010	10.557	C7	218,626
Total USDA			6,531,784
U.S. Department of Health & Human Services (HHS)			
<i>Passed through Bear River Association of Governments</i>			
<i>Aging Cluster</i>			
Special Programs for Aging, Title III, Part B	93.044	FY 09-10	17,095
Special Programs for Aging, Title III, Part C	93.045	FY 08-09	50,672
Special Programs for Aging, Title III, Part C	93.045	FY 09-10	29,632
Health Insurance Counseling	93.779	FY 08-09	119
Title XX Discretionary Fund	93.667	FY 08-09	4,500
<i>Passed through State Department of Health</i>			
General Federal Block MHF	93.958	05-2441	52,853
General Federal Block MHF	93.958	05-2442	53,139
Federal Block Children MHX	93.958	05-2441	13,766
Federal Block Children MHX	93.958	05-2442	13,840
<i>Passed through Utah Department of Health and Human Services</i>			
Substance Abuse - Drug Free Schools 2009	84.186B	052366	9,361
Substance Abuse - Drug Free Schools 2010	84.186B	052366	7,028
Public Health Emergency Response 2009	93.069	101119	147,192
Public Health Emergency Response 2010	93.069	101288	273,914
TB Elimination 2009	93.116	C5-I	3,942
SPF SIG 2009	93.243	081919	48,057
UT CAN 2009	93.243	081773	24,167

CACHE COUNTY, UTAH

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2009

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
U.S. Department of Health & Human Services (HHS) (continued)			
Immunization Cluster			
Immunization 2009	93.268	C4-II	31,908
Immunization 2010	93.268	C4-II	50,208
Arthritis 2009	93.283	C3-VI	11,337
Arthritis 2010	93.283	C3-VI	9,045
Bioterrorism 2009	93.283	C8-I	158,897
Bioterrorism 2010	93.283	C8-I	83,515
Pandemic Flu 2009	93.283	80944	1,526
Cancer Control 2009	93.283	C3-I	15,590
Cancer Control 2010	93.283	C3-I	9,190
Tobacco Control 2009	93.283	C3-V	35,694
Tobacco Control 2010	93.283	C3-V	20,204
TB Special Populations 2009	93.566	C5-IV	3,750
TB Special Populations 2010	93.566	C5-IV	16,250
Medicaid Cluster			
Case Management 2009	93.778	CI-II	18,851
Case Management 2010	93.778	CI-II	57,926
CHEC 2009	93.778	CI-I	3,244
CHEC 2010	93.778	CI-I	16,398
Medical Reserve Corp. 2009	93.888	C1ARH10421	31,312
State Medical Reserve Corp. 2009	93.889	C8	17,198
State Medical Reserve Corp. 2010	93.889	C8	11,106
Regional Healthcare Preparedness	93.889	101367	1,611
AIDS 2009	93.940	C5-III	4,989
Substance Abuse - SAPT Block Grant 2009	93.959	052366	59,507
Substance Abuse - SAPT Block Grant 2010	93.959	052366	617,867
STD Basic 2009	93.977	C5-II	1,200
Diabetes 2009	93.988	C3-VI	3,091
Diabetes 2010	93.988	C3-VI	3,134
Injury Prevention 2009	93.991	C3-III	6,197
Injury Prevention 2010	93.991	C3-III	7,700
Preventive Block Grant 2009	93.991	C3-II	2,337
Preventive Block Grant 2010	93.991	C3-II	3,934

CACHE COUNTY, UTAH

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2009**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
U.S. Department of Health & Human Services (HHS) (continued)			
Home Visitation 2009	93.994	C4-I	11,368
Home Visitation 2010	93.994	C4-I	10,603
MCH Community Injury 2009	93.994	C3-III	14,552
MCH Community Injury 2010	93.994	C3-III	14,815
Maternal & Child Health 2009	93.994	C4-I	23,550
Maternal & Child Health 2010	93.994	C4-I	47,099
Total HHS			2,185,980
U.S. Dept of Housing and Urban Development (HUD)			
<i>Passed through State Department of Community and Economic Development</i>			
CDBG - State Administered Small Cities Program Cluster			
Community Development Block Grant	14.228	08-0450	100,000
Community Development Block Grant	14.228	10-0007	19,963
Total HUD			119,963
U.S. Department of the Interior (DOI)			
<i>Passed through State Division of Wildlife Resources</i>			
Fish & Wildlife Cluster			
Pittman-Robertson Program	15.611	FY 2008	626
Pittman-Robertson Program	15.611	FY 2009	9,053
Total DOI			9,679
U.S. Department of Justice (DOJ)			
<i>Direct Program</i>			
Edward Byrne Memorial Justice Assistance	16.804	2009-SB-B9-0383	27,736
<i>Passed through State Office of the Attorney General</i>			
State Criminal Alien Assistance Program	16.606	2009-AP-BX-0084	62,224
Victim Assistance Services Grant	16.575	08-VOCA-03	25,515
Victim Assistance Services Grant	16.575	09-VOCA-04	56,577
Violence Against Women Grant (Detective)	16.588	08-VAWA-04	31,226
Violence Against Women Grant (Special Prosecutor)	16.588	08-VAWA-03	46,864
Total DOJ			250,142

CACHE COUNTY, UTAH

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2009

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
U.S. Department of Transportation (DOT)			
<i>Direct Program</i>			
Airport Improvement Project #18	20.106	DOT-FA07NM-1068	105,171
Airport Improvement Project #19	20.106	DOT-FA08NM-1039	27,746
Airport Improvement Project #20	20.106	DOT-FA09NM-1093	12,126
<i>Passed through State Department of Transportation</i>			
Highway Planning & Construction Cluster			
Logan Canyon Scenic Byway - Corridor	20.205	07-8669	1,000
Logan Canyon Scenic Byway - Corridor	20.205	05-8377	305
Highway Safety Cluster			
BC Occupant Protection 2009	20.600	CP080204	16,358
BC Occupant Protection 2010	20.600	CP100204	6,465
Hispanic Outreach 2009	20.600	CP100213	1,892
Total DOT			171,063
U.S. Department of Environmental Protection Agency			
<i>Passed through Utah Division of Environmental Quality</i>			
DEQ Drinking Water 2009	66.468	050580	5,600
DEQ Drinking Water 2010	66.468	050580	5,655
DEQ Environmental Services 2010	66.605	050580	3,000
Total EPA			14,255
The Corporation for National and Community Service			
<i>Direct Program</i>			
Retired Service Volunteer Program	94.002	06SRPUT001	38,741
Total Action Program			38,741
U.S. Department of Homeland Security			
<i>Passed through Utah Department of Public Safety</i>			
Homeland Security Cluster			
2007 State Homeland Security	97.067	FY 2008	55,321
2008 State Homeland Security	97.067	FY 2009	250,795
Utah Citizen Corps	97.067	STAT-207-SHSP-00	7,007
Emergency Management Performance Grant	97.042	FY 2009	29,000
Total Homeland Security			342,123
GRAND TOTAL			\$ 9,663,730

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2009

NOTE 1 – PURPOSE OF THE SCHEDULE

The Schedule of Expenditures of Federal Awards (the Schedule) is a supplementary schedule to the basic financial statements designed to provide expenditure information for each federal program in which the County participated. The schedule is required by the U.S. Office of Management and Budget (OMB) Circular A-133 *Audits of States, Local Governments, and Non-Profit Organizations*.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Schedule is prepared using the same accounting policies and basis of accounting as the basic financial statements.

CFDA Numbers

The schedule shows the total expenditures for each of the County's federal financial assistance programs as identified in the Catalog of Federal Domestic Assistance (CFDA). The CFDA is a government-wide compendium of individual federal programs. Each program included in the CFDA is assigned a five-digit program identification number (CFDA number).

Major Programs

OMB Circular A-133 establishes the levels of expenditures or expenses and other criteria to be used in defining major federal financial assistance. Major programs have been noted on the Schedule of Findings and Questioned Costs in accordance with those definitions.

Indirect Costs

The Schedule includes a portion of costs associated with general activities that are allocated to federal financial assistance programs using direct labor as a basis of allocation.

WIC Vouchers

Expenditures are recorded for WIC vouchers on the schedule based on information provided by the State of Utah Department of Health. The value of WIC vouchers is excluded from grant revenue or grant expenditures in the financial statements of Bear River Health Department.



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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Cache County Council
Logan, Utah

We have audited the financial statements of Cache County, Utah (the County), as of and for the year ended December 31, 2009, and have issued our report thereon dated June 18, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of Bridgerland Community Ice Arena (a component unit of North Park Interlocal Cooperative), and Cache County Emergency Medical Service Authority, as described in our report on the County's financial statements. The financial statements of Bridgerland Community Ice Arena were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We consider the deficiencies in internal control described in the accompanying schedule of findings and questioned costs as items 09-01 and 09-04 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control described in the accompanying schedule of findings and questioned costs as items 09-02 and 09-03 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to the management of the County in a separate letter dated June 18, 2010.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended for the information and use of management, the County Council, others within the organization, federal awarding agencies and pass-through entities, and State agencies and is not intended to be and should not be used by anyone other than these specified parties.



JONES SIMKINS, P.C.
June 18, 2010



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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Cache County Council
Logan, Utah

Compliance

We have audited the compliance of Cache County, Utah (the County), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2009. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2009.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the County Council, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



JONES SIMKINS, P.C.
June 18, 2010

CACHE COUNTY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2009

A. Summary of Audit Findings:

1.	Type of report issued	Unqualified
2.	Internal control over financial reporting: Material weaknesses identified: Significant deficiencies identified that were not considered to be material weaknesses:	Yes – Two Yes – Two
3.	Non-compliance material to financial statements noted:	No
4.	Internal control over major programs: Material weaknesses identified: Significant deficiencies identified that were not considered to be material weaknesses:	No None reported
5.	Type of auditors’ report issued on compliance for major programs:	Unqualified
6.	Any audit findings disclosed that are required to be reported in accordance with section 510(d) of Circular A-133:	None
7.	Federal programs tested as major programs	WIC 10.557 Centers for Disease Control and Prevention 93.283 Public Health Emergency Response 93.069 Recovery Act of 2009: Capital Improvement and Maintenance 10.687 Homeland Security Cluster 97.067
8.	Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
9.	Auditee qualification as high or low risk	High

CACHE COUNTY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2009

B. Findings related to the financial statements required to be reported in accordance with Government Auditing Standards:

Finding 09-01

Condition: Controls over financial close and reporting are insufficient to prevent misstatements in the presentation of the financial statements. Material auditor-proposed adjustments were made to the balances of revenues and associated receivables, expenditures and associated payables, cash and cash allocations, deferred revenue, and fund balance. Additionally, material management-proposed adjustments were made during the drafting of the annual financial statements, indicating that transaction controls were insufficient to provide timely detection and correction of errors in recorded transactions.

Criteria: Internal control standards adopted by the GAO expect that management or employees, in the normal course of performing their assigned functions, will prevent or detect misstatements in account balances prior to their being reported in the financial statements.

Effect: The County has a material weakness in internal controls with respect to the accurate recording, reporting, and disclosure of transactions and balances in accordance with Generally Accepted Accounting Principles.

Cause: Insufficient monitoring of centralized accounting personnel by management.

Recommendation: Management should consider ways to reduce the number of year end audit adjustments and consider whether obtaining the necessary training, materials, and resources to allow the County to produce annual financial statements with reduced misstatements is cost beneficial.

Finding 09-02

Condition: The County's internal control system is not designed in accordance with the expectations of the Government Accountability Office (GAO).

Criteria: Internal control standards adopted by the GAO expect that the individuals charged with governance of an organization monitor controls performed by senior management through the use of an audit committee or board of directors, document internal control processes, policies and procedures and document risk assessments.

Effect: The County has a significant deficiency in the design of its internal control processes.

CACHE COUNTY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2009

Cause: The County has elected not to meet all of the internal control expectations established by the GAO.

Recommendation: Those charged with governance should continue to evaluate the cost and benefit of improving controls in accordance with GAO expectations.

Finding 09-03 – Bear River Health Department

Condition: The Bear River Health Department's (BRHD) internal control system is not designed in accordance with the expectations of the Government Accountability Office (GAO).

Criteria: Internal control standards adopted by the GAO expect that the individuals charged with governance of an organization monitor controls performed by senior management through the use of an audit committee or board of directors, document internal control processes, policies and procedures and document risk assessments.

Effect: The BRHD has a significant deficiency in the design of its internal control processes.

Cause: The BRHD has chosen not to meet all of the internal control expectations established by the GAO.

Recommendation: Those charged with governance should continue to evaluate the cost and benefit of improving controls in accordance with GAO expectations.

Finding 09-04 – Bear River Health Department

Condition: The auditor drafted the annual financial statements and provided assistance in formatting, proper grouping of accounts, and footnote disclosures. Additionally, material auditor-proposed adjustments were made to the balances of cash, prepaids, inventory, capital assets, accrued payroll, long-term liabilities, revenues and expenses.

Criteria: An auditee should have the expertise to draft its annual financial statements. Material misstatements in the entity's accounting records are de facto evidence of a material weakness in internal control.

Effect: The BRHD has a material weakness in internal controls with respect to the accurate recording, reporting, and disclosure of transactions and balances in accordance with Generally Accepted Accounting Principles.

CACHE COUNTY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2009

Cause: The BRHD does not have sufficient training in accounting and financial reporting necessary to record, report, and disclose all balances and transactions in accordance with Generally Accepted Accounting Principles.

Recommendation: Management should consider ways to reduce the number of year end audit adjustments and consider whether obtaining the necessary training, materials, and resources to allow BRHD to produce annual financial statements with reduced assistance from the auditor is cost beneficial.

- C. Findings and questioned costs related to federal awards required to be reported in accordance with OMB Circular A-133.

None

CACHE COUNTY
Summary Schedule of Prior Year Audit Findings
Year Ended December 31, 2009

There were no audit findings in the prior year related to federal awards.

CACHE COUNTY
Corrective Action Plan
(Client Submitted Document)
Year Ended December 31, 2009

Cache County respectfully submits the following response for the findings 09-01 and 09-02 identified in the December 31, 2009 audit:

Response to finding 09-01

Management will review and document its processes of internal control with respect to recording, reporting and disclosure of transactions and balances for presentation in the annual financial statements. Where necessary, additional controls will be designed and implemented to support timely prevention or detection of errors.

Response to finding 09-02

The County will evaluate the effectiveness of its audit committee and other control activities and processes according to the expectations of the GAO and implement additional controls where practical and cost beneficial.

Bear River Health Department respectfully submits the following response for the findings 09-03 and 09-04 identified in the December 31, 2009 audit:

Response to finding 09-03

Management will continue to evaluate the cost and benefit of implementing controls in accordance with the expectations of the GAO and implement additional controls where practical and reasonable.

Response to finding 09-04

Management believes the cost exceeds the benefits of having the expertise necessary to handle all accounting and reporting issues and developing more comprehensive reporting and disclosure controls for its financial statements. Management plans to continue to have its independent auditor provide assistance in these areas. Management will review the audit adjustments and determine if corrective action can be taken to eliminate certain adjustments in the future.



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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH STATE LEGAL COMPLIANCE REQUIREMENTS**

To the Cache County Council
Logan, Utah

We have audited the basic financial statements of Cache County, Utah (the County), as of and for the year ended December 31, 2009, and have issued our report thereon dated June 18, 2010. As part of our audit, we have audited the County's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort or earmarking; reporting; special tests and provisions applicable to each of its major State assistance programs as required by the State of Utah Legal Compliance Audit Guide for the year ended December 31, 2009. The County received the following major assistance programs from the State of Utah:

Class B Road Funds (Department of Transportation)
Liquor Law Enforcement Funds (Tax Commission)
Children's Justice Center (Attorney General)
Mental Health Contracts (Department of Human Services; funds passed through to Bear River Mental Health, Inc., a non-profit corporation which is a subrecipient of the County)

The County also received the following nonmajor grants which are not required to be audited for specific compliance requirements: (However, these programs were subject to testwork as part of the audit of the County's financial statements.)

Internet Crimes Against Children (Attorney General)
Emergency Management Program (Department of Public Safety)
State Airport Agreement (Department of Transportation)
Airport Improvement Project (Department of Transportation)
State Transportation (Department of Transportation)
State Services (Department of Human Services)
State Home Delivered Meals (Department of Human Services)
State Nutrition (Department of Human Services)
Top of Utah Cooperative (Office of Economic Development)
Cloud Seeding (Division of Water Resources)
Cadastral Mapping (Department of Technology Services)

Our audit also included testwork on the County's compliance with the following general compliance requirements identified in the State of Utah Legal Compliance Audit Guide:

- Public Debt
- Cash Management
- Purchasing Requirements
- Budgetary Compliance
- Truth in Taxation and Property Tax Limitations
- Special Service and Local Districts
- Other General Compliance Issues
- Uniform Building Code Standards
- Statement of Taxes Charged, Collected, and Disbursed
- Assessing and Collecting of Property Taxes
- Transient Room Tax and Tourism, Recreation, Culture, and Convention Facilities Tax
- Impact Fees and Other Development Fees
- Asset Forfeiture
- Utah Retirement Systems Compliance

The management of the County is responsible for the County's compliance with all compliance requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *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 material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above, which were reported to the County Council in a separate letter dated June 18, 2010. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, the County complied, in all material respects, with the general compliance requirements identified above and the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions that are applicable to each of its major State assistance programs for the year ended December 31, 2009.



JONES SIMKINS, P.C.
June 18, 2010

CACHE COUNTY, UTAH

**SCHEDULE OF EXPENDITURES OF TRANSIENT ROOM TAXES
AND TOURISM, RECREATION, CULTURAL AND CONVENTION FACILITIES TAXES
For the Year Ended December 31, 2009**

Transient Room Tax

Establishing and promoting:	
Recreation.....	\$ -
Tourism.....	281,828
Film production.....	-
Conventions.....	-
Acquiring, leasing, constructing, furnishing, or operating:	
Convention meeting rooms.....	-
Exhibit halls.....	-
Visitor information centers.....	33,847
Museums.....	-
Related facilities.....	-
Acquiring, or leasing land required for or related to:	
Convention meeting rooms.....	-
Exhibit halls.....	-
Visitor information centers.....	-
Museums.....	-
Related facilities.....	-
Mitigation costs.....	-
Payment of principal, interest, and premiums on bonds.....	-
Total Transient Room Tax Expenditures.....	<u>\$ 315,675</u>

Tourism, Recreation, Culture, and Convention Facilities Taxes

Financing tourism promotion.....	\$ 234,169
Development, operation, and maintenance of:	
Tourist facilities.....	-
Recreation facilities.....	354,072
Cultural facilities.....	<u>138,910</u>
Total TRCC Facilities Tax Expenditures.....	<u>\$ 727,151</u>

Reserves and Pledges

Reserves on bonds related to TRT funds.....	\$ -
Pledges as security for evidences of indebtedness related to TRCC....	<u>464,265</u>
Total Pledges of TRT and TRCC Taxes.....	<u>\$ 464,265</u>