
CACHE COUNTY



FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

CACHE COUNTY
FINANCIAL STATEMENTS
DECEMBER 31, 2010

**FINANCIAL STATEMENTS
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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, 2010, 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, 2 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 7 percent, 5 percent, and 19 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 reports thereon have 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 reports 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, 2010, 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 27, 2011, 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 as a whole. 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 27, 2011

**MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

INTRODUCTION

The following discussion and analysis is presented as an overview of the financial performance of Cache County for the year ended December 31, 2010. 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 increased by approximately \$2.3 million or about 4.6 percent over the prior year. The portion of total net assets which represents the amount the County can use to meet ongoing, financial obligations is the unrestricted net assets. This amount was approximately \$8.7 million at the end of the year.
- During the year, the County had net program expenses of approximately \$21.2 million. This compares to last year, when net program expenses were approximately 17.0 million. The total cost of the County's programs was about \$34.8 million and increased approximately \$1.4 million, or about 4.2 percent.
- Combined fund balances of the County amounted to about \$27.3 million, an increase of approximately \$2.6 million or about 10.3 percent, from the prior year. Of this total, approximately \$18.4 million, or 67.5 percent, is subject to external restrictions on its use.
- Unassigned fund balance of the General Fund was approximately \$6.4 million, which amount was approximately 35.9 percent of the total expenditures of the fund.

USING THIS 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, 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, Bear River Health Department, Cache County Emergency Medical Service Authority, and the Roads Special Service District.

**MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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

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 \$69,130,933. More than half of those assets, \$37,198,703 or 53.8 percent, are capital assets used to provide services to residents of the County. Liabilities totaled \$17,010,577, of which 13,628,298, or 80.1 percent, represent long-term liabilities. At the end of 2010, assets exceeded liabilities by \$52,120,356, an improvement of \$2,273,995 over the prior year.

CACHE COUNTY'S NET ASSETS			
GOVERNMENTAL ACTIVITIES			
	2010	2009	% Change
ASSETS			
Current and other assets	\$ 31,932,230	\$ 28,276,494	12.9%
Capital assets	<u>37,198,703</u>	<u>38,377,999</u>	<u>-3.1%</u>
Total assets	<u>69,130,933</u>	<u>66,654,493</u>	<u>3.7%</u>
LIABILITIES			
Current liabilities	3,382,279	2,309,724	46.4%
Long-term liabilities	<u>13,628,298</u>	<u>14,498,408</u>	<u>-6.0%</u>
Total liabilities	<u>17,010,577</u>	<u>16,808,132</u>	<u>1.2%</u>
NET ASSETS			
Invested in capital assets,			
net of related debt	25,000,180	25,286,203	-1.1%
Restricted	18,423,536	14,904,922	23.6%
Unrestricted	<u>8,696,640</u>	<u>9,655,236</u>	<u>-9.9%</u>
Total net assets	<u>\$ 52,120,356</u>	<u>\$ 49,846,361</u>	<u>4.6%</u>

Approximately half of the County’s net assets, \$25,000,180 or 48.0 percent, reflect its investment in capital assets (e.g. land, construction in process, buildings and improvements, equipment, and infrastructure) less any related, outstanding

**MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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 \$18,423,536, or 35.3 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 \$8,696,640, or 16.7 percent, may be used to meet the general, ongoing financial obligations of the County.

Governmental Activities

As discussed previously, activities can commonly be divided into either government-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 \$2,273,995 over the prior year is attributable to governmental activities.

In total, revenues for the County decreased \$2,294,888, or 5.8 percent, from the prior year. The primary reason for the decrease is due to the reduction of federal funding for road projects in the national forest that were primarily completed during the prior year. Revenue from charges for services also decreased significantly due to changes in road service contracts and public safety contracts, but was offset by increases in the sales taxes and increased federal funding for other projects.

Road service contracts are demand driven by local municipalities in the County and primarily are to provide road maintenance. Public safety contracts are also demand driven by the local municipalities and the local school districts to provide law enforcement and animal control services.

CHANGES IN CACHE COUNTY'S NET ASSETS			
GOVERNMENTAL ACTIVITIES			
	<u>2010</u>	<u>2009</u>	<u>% Change</u>
REVENUES			
Program revenues			
Charges for services	\$ 6,013,480	\$ 7,146,416	-15.9%
Operating grants and contributions	7,001,532	6,264,608	11.8%
Capital grants and contributions	547,460	3,035,036	-82.0%
General revenues			
Property taxes	13,295,904	13,137,970	1.2%
Sales taxes	9,467,117	8,954,026	5.7%
Other taxes	343,129	317,919	7.9%
Other general revenues	<u>412,281</u>	<u>519,816</u>	<u>-20.7%</u>
Total revenues	<u>37,080,903</u>	<u>39,375,791</u>	<u>-5.8%</u>
EXPENSES			
General government	8,069,654	8,062,830	0.1%
Public safety	14,041,850	13,801,046	1.7%
Streets	4,800,434	3,681,128	30.4%
Health and welfare	4,274,483	4,069,942	5.0%
Culture and recreation	3,049,748	3,175,764	-4.0%
Interest on long-term debt	<u>570,739</u>	<u>605,565</u>	<u>-5.8%</u>
Total expenses	<u>34,806,908</u>	<u>33,396,275</u>	<u>4.2%</u>
Increase in net assets	2,273,995	5,979,516	-62.0%
Net assets - January 1	<u>49,846,361</u>	<u>43,866,845</u>	<u>13.6%</u>
Net assets - December 31	<u>\$ 52,120,356</u>	<u>\$ 49,846,361</u>	<u>4.6%</u>

The increase in sales taxes reflects an economic recovery from prior years. No additional rates have been imposed. Increased federal funding provided resources for fire and other public safety equipment as well as additional resources for current programs for social services.

Property tax revenue, the most significant tax revenue source, was relatively flat growing by only \$157,934, or 1.2 percent, and totaled \$13,295,904. Sales tax revenue, the second most significant source of tax revenue, benefitted from a slight economic recovery growing by \$513,091, or 5.7 percent, and totaled \$9,467,117.

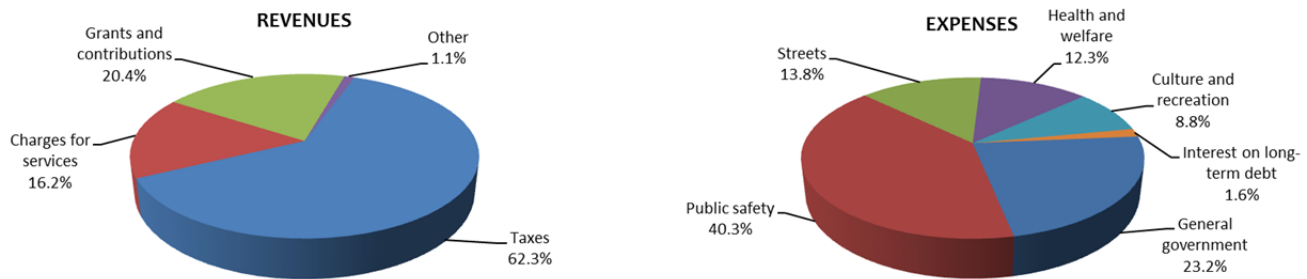
Combined property taxes, sales taxes, and other taxes the County collects create the majority of revenues for the County totaling \$23,106,150, or 62.3 percent of all revenues. Grants and contributions, totaling \$7,548,992 or 20.4

C A C H E C O U N T Y

MANAGEMENT DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2010

percent, always play an important role in financing the County's capital and operational needs. Charges for services made a significant contribution to total revenues at \$6,013,480 or 16.2 percent.

Total expenses increased for the County by \$1,410,633, or 4.2 percent, over the prior year. The activity with the largest increase was Streets, experiencing an increase of \$1,119,306, or 30.4 percent. Even though there was a decrease in the amount of road maintenance contracts with municipalities, the County spent significant resources on new road construction. Funding for this expense came from a special road tax that was implemented in 2008. Completed roads were not capitalized by the County as the County does not own or maintain the roads.



Public safety services generate the most significant expenses of the County amounting to \$14,041,850, or 40.3 percent of total expenses. The most costly programs within the County's public safety services are the Sheriff Patrol, the Support Services function, and the operation of the County jail. These costs are \$3,268,779, \$1,783,151, and \$5,853,377 respectively. Combined, these three programs account for 31.3 percent of the County's total expenses. These costs decreased by 3.5 percent from the prior year.

The following table and graph shows to what extent the County's governmental activities relied on program-related revenues to cover program costs. In 2010, these activities covered \$13,562,472, or 39.0 percent, of total expense through charges for services, grants and contributions. Taxes and other general revenues covered the remaining 61.0 percent of expenses.

CACHE COUNTY'S NET PROGRAM COSTS GOVERNMENTAL ACTIVITIES

ACTIVITIES	Program Expenses	Less Program Revenues	Net Program Costs		Program Revenues as a Percentage of Program Expenses	
			2010	2009	2010	2009
General government	\$ 8,069,654	\$ (3,430,593)	\$ 4,639,061	\$ 4,449,034	42.5%	44.8%
Public safety	14,041,850	(5,304,062)	8,737,788	8,419,625	37.8%	39.0%
Streets	4,800,434	(1,378,854)	3,421,580	(477,705)	28.7%	113.0%
Health and welfare	4,274,483	(2,938,479)	1,336,004	1,186,918	68.7%	70.8%
Culture and recreation	3,049,748	(510,484)	2,539,264	2,766,778	16.7%	12.9%
Interest on long-term debt	570,739	-	570,739	605,565	0.0%	0.0%
Total governmental activities	\$ 34,806,908	\$ (13,562,472)	\$ 21,244,436	\$ 16,950,215	39.0%	49.2%

**MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The investment in capital assets, net of accumulated depreciation, of the County for its governmental activities totaled \$37,198,703 at the end of the year. This investment in capital assets includes land, buildings and improvements, equipment, and infrastructure. The total net amount decreased from the prior year by \$1,179,296, or 3.1 percent. No individually significant additions to capital assets were made during the year. The decrease represents additional depreciation over the prior year.

CACHE COUNTY'S CAPITAL ASSETS, NET GOVERNMENTAL ACTIVITIES			
	<u>2010</u>	<u>2009</u>	<u>% Change</u>
Land	\$ 2,477,015	\$ 2,477,015	0.0%
Buildings and improvements	19,072,252	19,415,967	-1.8%
Equipment	4,582,757	5,162,120	-11.2%
Infrastructure	<u>11,066,679</u>	<u>11,322,897</u>	<u>-2.3%</u>
Total capital assets, net	<u>\$ 37,198,703</u>	<u>\$ 38,377,999</u>	<u>-3.1%</u>

Long-term Debt

Bonded debt outstanding at the end of the year, consisting of revenue bonds, had a balance of \$12,048,025 compared to \$12,796,611 at the prior year end. No additional bonds were issued in 2010, so the reduction represents payment on existing debt. Capital leases outstanding at the end of the year totaled \$150,498 compared to \$295,185 at the prior year end. There was only one lease outstanding which was for the acquisition 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 \$1,429,775. The adjoining table presents changes to long-term obligations relative to the prior year.

CACHE COUNTY'S LONG-TERM DEBT GOVERNMENTAL ACTIVITIES			
	<u>2010</u>	<u>2009</u>	<u>% Change</u>
Sales tax revenue bonds, net of premiums and refundings	\$ 12,048,025	\$ 12,796,611	-5.8%
Capital lease	150,498	295,185	-49.0%
Compensated absences	<u>1,429,775</u>	<u>1,406,612</u>	<u>1.6%</u>
Total long-term debt	<u>\$ 13,628,298</u>	<u>\$ 14,498,408</u>	<u>-6.0%</u>

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, 2010, the combined fund balance of the governmental funds of the County was \$27,284,174, an increase of \$2,552,641 in comparison with the prior year. Of that fund balance, \$6,435,062 was unassigned and was available for appropriation by the County at its discretion. The remainder of the fund balance was either restricted or assigned and was available for spending subject to specific constraints.

**MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

The general fund is the principal operating fund of the County. As of December 31, 2010, the unassigned fund balance of the general fund was \$6,435,062. This amount represents 35.9 percent of the total expenditures of the general fund.

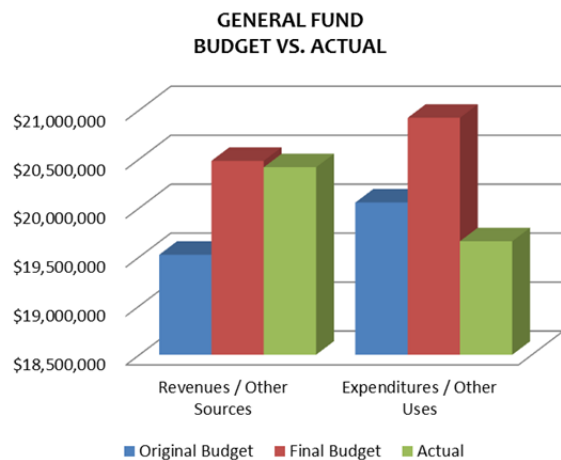
CACHE COUNTY'S FUND BALANCES						
GOVERNMENTAL FUNDS						
FUNDS	2010			2009		% Change
	Restricted	Assigned	Unassigned	Total	Total	
General	\$ 850,000	\$ -	\$ 6,435,062	\$ 7,285,062	\$ 6,530,022	11.6%
Assessing and Collecting	3,006,470	-	-	3,006,470	2,239,228	34.3%
Municipal Services	5,212,086	-	-	5,212,086	5,231,397	-0.4%
Capital Projects	5,045,891	2,148,736	-	7,194,627	6,330,774	13.6%
Other (Nonmajor)	4,309,089	276,840	-	4,585,929	4,400,112	4.2%
Total fund balances	<u>\$ 18,423,536</u>	<u>\$ 2,425,576</u>	<u>\$ 6,435,062</u>	<u>\$ 27,284,174</u>	<u>\$ 24,731,533</u>	<u>10.3%</u>

General Fund Budgetary Highlights

The final adopted revenue budget increased by \$907,968 over the original budget. The most significant increases in budgeted revenues were part of the public safety program. Operating grants and contributions increased by \$329,000, primarily due to a federal grant for fire safety. In addition, federal and state reimbursements for housing inmates increased budgeted charges for services by \$400,000 and \$188,000 respectively.

Budgeted expenditures increased by \$1,124,782 over the original budget. Some of the most notable increases are as follows:

- The application of new accounting standards resulted in the Water Development special revenue fund and the Library special revenue fund being closed to the general fund, causing correlated increases in General fund expenditures of \$339,379 and \$118,084.
- Additions to Homeland Security grants in the fire department allowing for the purchase of radio equipment, combined with other minor increases, totaled \$292,507.
- An increase of \$104,725 for the County Fairgrounds is primarily comprised of increases for capital improvements including painting buildings, landscaping and the purchase of new equipment.



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

C A C H E C O U N T Y

**STATEMENT OF NET ASSETS
AS OF DECEMBER 31, 2010**

	<u>Primary Government</u>		<u>Component Units</u>
	<u>Governmental Activities</u>	<u>Total</u>	
ASSETS			
Cash and cash equivalents.....	\$ 5,632,206	\$ 5,632,206	\$ 4,948,287
Equity in investment pool.....	19,023,254	19,023,254	314,403
Taxes receivable.....	3,113,837	3,113,837	-
Accounts receivable, net.....	44,775	44,775	2,095,153
Accrued interest.....	47,550	47,550	-
Pledges receivable, net.....	-	-	198,379
Due from other governments.....	1,948,998	1,948,998	602,561
Investments.....	2,016,266	2,016,266	-
Inventory.....	-	-	298,998
Restricted cash and investments.....	21,152	21,152	202
Other assets, net.....	84,192	84,192	285,623
Noncurrent pledges receivable, net.....	-	-	15,197
Capital assets:			
Land.....	2,477,015	2,477,015	1,718,969
Construction in process.....	-	-	57,371
Buildings, improvements and equipment..	40,395,566	40,395,566	27,051,845
Infrastructure.....	14,953,633	14,953,633	-
Accumulated depreciation.....	<u>(20,627,511)</u>	<u>(20,627,511)</u>	<u>(8,423,704)</u>
Total assets.....	<u>\$ 69,130,933</u>	<u>\$ 69,130,933</u>	<u>\$ 29,163,284</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	\$ 2,242,241	\$ 2,242,241	\$ 786,723
Due to other governments.....	1,133,128	1,133,128	-
Deferred revenue.....	6,910	6,910	59,040
Long-term liabilities:			
Due within one year.....	1,983,498	1,983,498	387,272
Due in more than one year.....	<u>11,644,800</u>	<u>11,644,800</u>	<u>829,405</u>
Total liabilities.....	<u>17,010,577</u>	<u>17,010,577</u>	<u>2,062,440</u>
NET ASSETS			
Invested in capital assets, net of related debt.....	25,000,180	25,000,180	19,797,804
Restricted for:			
Air pollution control.....	97,422	97,422	-
Ambulance services.....	179,278	179,278	-
Capital projects.....	-	-	83,886
Debt service.....	21,152	21,152	202
Election equipment.....	850,000	850,000	-
Health services.....	688,068	688,068	-
Municipal services.....	1,110,258	1,110,258	-
Parks and recreation.....	3,375,728	3,375,728	-
Property tax administration.....	3,006,470	3,006,470	-
Streets.....	9,076,731	9,076,731	-
Other purposes.....	18,429	18,429	287,789
Unrestricted.....	<u>8,696,640</u>	<u>8,696,640</u>	<u>6,931,163</u>
Total net assets.....	<u>\$ 52,120,356</u>	<u>\$ 52,120,356</u>	<u>\$ 27,100,844</u>

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

C A C H E C O U N T Y

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010**

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.....	\$ 8,069,654	\$ 1,785,587	\$ 1,187,473	\$ 457,533	\$ (4,639,061)	\$ (4,639,061)	\$ -
Public safety.....	14,041,850	3,686,609	1,617,453	-	(8,737,788)	(8,737,788)	-
Streets.....	4,800,434	31,904	1,257,023	89,927	(3,421,580)	(3,421,580)	-
Health and welfare.....	4,274,483	113,222	2,825,257	-	(1,336,004)	(1,336,004)	-
Culture and recreation.....	3,049,748	396,158	114,326	-	(2,539,264)	(2,539,264)	-
Interest and long-term debt.....	570,739	-	-	-	(570,739)	(570,739)	-
Total governmental activities.....	<u>34,806,908</u>	<u>6,013,480</u>	<u>7,001,532</u>	<u>547,460</u>	<u>(21,244,436)</u>	<u>(21,244,436)</u>	<u>-</u>
Total primary government.....	<u>\$ 34,806,908</u>	<u>\$ 6,013,480</u>	<u>\$ 7,001,532</u>	<u>\$ 547,460</u>	<u>(21,244,436)</u>	<u>(21,244,436)</u>	<u>-</u>
Component Units:							
Airport Authority.....	\$ 881,682	\$ 82,893	\$ 134,708	\$ 311,989	-	-	(352,092)
North Park Interlocal Cooperative.....	838,907	406,412	495,561	-	-	-	63,066
Bear River Health Department.....	8,921,572	2,533,692	6,946,654	25,000	-	-	583,774
CCEMS Authority.....	2,495,611	2,249,254	475,000	-	-	-	228,643
Roads Special Service District.....	280,700	-	303,868	-	-	-	23,168
Total component units.....	<u>\$ 13,418,472</u>	<u>\$ 5,272,251</u>	<u>\$ 8,355,791</u>	<u>\$ 336,989</u>	<u>-</u>	<u>-</u>	<u>546,559</u>
General revenues:							
Property taxes.....					13,295,904	13,295,904	-
Sales and use taxes.....					9,467,117	9,467,117	100,328
Other taxes.....					343,129	343,129	-
Interest and investment income.....					171,323	171,323	24,782
Loss on disposal of assets.....					(18,684)	(18,684)	(9,682)
Miscellaneous income.....					259,642	259,642	10,234
Total general revenues.....					<u>23,518,431</u>	<u>23,518,431</u>	<u>125,662</u>
Changes in net assets.....					2,273,995	2,273,995	672,221
Net assets - January 1.....					<u>49,846,361</u>	<u>49,846,361</u>	<u>26,428,623</u>
Net assets - December 31.....					<u>\$ 52,120,356</u>	<u>\$ 52,120,356</u>	<u>\$ 27,100,844</u>

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

C A C H E C O U N T Y

**BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2010**

	Special Revenue					Nonmajor Governmental Funds	Total Governmental Funds
	General	Assessing and Collecting	Municipal Services	Mental Health	Capital Projects		
ASSETS							
Cash and cash equivalents.....	\$ 4,038,976	\$ 1,253,986	\$ 1,476	\$ -	\$ -	\$ 337,768	\$ 5,632,206
Equity in investment pool.....	1,328,050	1,651,383	4,933,879	529,622	6,664,270	3,916,050	19,023,254
Interfund receivable - investment pool.....	-	-	29,353	-	-	-	29,353
Taxes receivable, net.....	1,551,918	368,905	165,910	-	534,510	492,594	3,113,837
Accounts receivable, net.....	31,815	1,750	11,210	-	-	-	44,775
Accrued interest.....	47,550	-	-	-	-	-	47,550
Due from other governments.....	887,843	23,459	227,771	603,506	56,382	150,037	1,948,998
Investments.....	2,016,266	-	-	-	-	-	2,016,266
Prepaid expenditures.....	7,415	-	-	-	-	-	7,415
Restricted cash and investments.....	-	-	-	-	-	21,152	21,152
Total assets.....	<u>\$ 9,909,833</u>	<u>\$ 3,299,483</u>	<u>\$ 5,369,599</u>	<u>\$ 1,133,128</u>	<u>\$ 7,255,162</u>	<u>\$ 4,917,601</u>	<u>\$ 31,884,806</u>
LIABILITIES							
Interfund payable - investment pool.....	-	-	-	-	-	29,353	29,353
Accounts payable and accrued liabilities.....	1,753,161	44,013	157,513	-	60,535	227,019	2,242,241
Due to other governments.....	-	-	-	1,133,128	-	-	1,133,128
Deferred revenue.....	871,610	249,000	-	-	-	75,300	1,195,910
Total liabilities.....	<u>2,624,771</u>	<u>293,013</u>	<u>157,513</u>	<u>1,133,128</u>	<u>60,535</u>	<u>331,672</u>	<u>4,600,632</u>
FUND BALANCES							
Restricted for:							
Air pollution control.....	-	-	-	-	-	97,422	97,422
Ambulance services.....	-	-	-	-	-	179,278	179,278
Debt service.....	-	-	-	-	-	21,152	21,152
Election equipment.....	850,000	-	-	-	-	-	850,000
Health services.....	-	-	-	-	-	688,068	688,068
Municipal services.....	-	-	1,110,258	-	-	-	1,110,258
Parks and recreation.....	-	-	70,988	-	-	3,304,740	3,375,728
Property tax administration.....	-	3,006,470	-	-	-	-	3,006,470
Streets.....	-	-	4,030,840	-	5,045,891	-	9,076,731
Other purposes.....	-	-	-	-	-	18,429	18,429
Assigned to:							
Capital projects.....	-	-	-	-	2,148,736	-	2,148,736
Debt service.....	-	-	-	-	-	139,383	139,383
Health and welfare.....	-	-	-	-	-	133,007	133,007
Planning and development services.....	-	-	-	-	-	4,450	4,450
Unassigned.....	6,435,062	-	-	-	-	-	6,435,062
Total fund balances.....	<u>7,285,062</u>	<u>3,006,470</u>	<u>5,212,086</u>	<u>-</u>	<u>7,194,627</u>	<u>4,585,929</u>	<u>27,284,174</u>
Total liabilities and fund balances.....	<u>\$ 9,909,833</u>	<u>\$ 3,299,483</u>	<u>\$ 5,369,599</u>	<u>\$ 1,133,128</u>	<u>\$ 7,255,162</u>	<u>\$ 4,917,601</u>	<u>\$ 31,884,806</u>

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

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
AS OF DECEMBER 31, 2010**

Total Fund Balance - Governmental Funds..... \$ 27,284,174

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

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.....	40,395,566	
Infrastructure.....	14,953,633	
Accumulated depreciation.....	<u>(20,627,511)</u>	
		37,198,703

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.....	1,189,000	
Deferred expenses.....	<u>76,777</u>	
		1,265,777

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.....	(12,365,000)	
Unamortized bond premiums.....	(5,028)	
Deferred amount on refunding.....	322,003	
Capital leases.....	(150,498)	
Compensated absences.....	<u>(1,429,775)</u>	
		<u>(13,628,298)</u>

Net Assets - Governmental Activities..... \$ 52,120,356

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

C A C H E C O U N T Y

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Special Revenue					Nonmajor Governmental Funds	Total Governmental Funds
	General	Assessing and Collecting	Municipal Services	Mental Health	Capital Projects		
REVENUES							
Taxes:							
Property.....	\$ 9,512,465	\$ 2,926,953	\$ 23,835	\$ -	\$ -	\$ 795,713	\$ 13,258,966
Sales and use.....	3,718,000	-	848,105	-	2,799,012	2,102,000	9,467,117
Other.....	-	-	2,345	-	-	340,784	343,129
	<u>13,230,465</u>	<u>2,926,953</u>	<u>874,285</u>	<u>-</u>	<u>2,799,012</u>	<u>3,238,497</u>	<u>23,069,212</u>
Other revenues:							
Intergovernmental.....	1,748,549	-	1,951,838	2,498,458	203,603	1,075,556	7,478,004
Charges for services.....	4,366,450	378,760	675,844	-	-	200,110	5,621,164
Licenses and permits.....	25,240	-	244,177	-	-	-	269,417
Fines and forfeitures.....	122,899	-	-	-	-	-	122,899
Interest and investment income.....	146,385	1,863	22,530	-	-	545	171,323
Rental income.....	176,337	-	-	-	-	-	176,337
Public contributions.....	46,868	-	-	-	-	24,120	70,988
Miscellaneous.....	65,944	1,872	391	-	-	15,098	83,305
Total revenues.....	<u>19,929,137</u>	<u>3,309,448</u>	<u>3,769,065</u>	<u>2,498,458</u>	<u>3,002,615</u>	<u>4,553,926</u>	<u>37,062,649</u>
EXPENDITURES							
General government.....	4,832,770	2,542,206	247,444	-	1,900	103,814	7,728,134
Public safety.....	11,884,041	-	838,575	-	182,767	680,495	13,585,878
Streets.....	163,750	-	2,293,905	-	1,954,095	-	4,411,750
Health and welfare.....	315,630	-	-	2,498,458	-	1,427,855	4,241,943
Culture and recreation.....	746,528	-	2,043	-	-	2,303,306	3,051,877
Debt service principal.....	-	-	-	-	-	919,687	919,687
Debt service interest.....	-	-	-	-	-	570,739	570,739
Total expenditures.....	<u>17,942,719</u>	<u>2,542,206</u>	<u>3,381,967</u>	<u>2,498,458</u>	<u>2,138,762</u>	<u>6,005,896</u>	<u>34,510,008</u>
Revenues over (under) expenditures.....	1,986,418	767,242	387,098	-	863,853	(1,451,970)	2,552,641
OTHER FINANCING SOURCES (USES)							
Transfers in.....	485,232	-	10,548	-	-	1,853,866	2,349,646
Transfers out.....	(1,716,610)	-	(416,957)	-	-	(216,079)	(2,349,646)
Total other financing sources (uses).....	<u>(1,231,378)</u>	<u>-</u>	<u>(406,409)</u>	<u>-</u>	<u>-</u>	<u>1,637,787</u>	<u>-</u>
Net change in fund balances.....	755,040	767,242	(19,311)	-	863,853	185,817	2,552,641
Fund balances - January 1, as restated.....	6,530,022	2,239,228	5,231,397	-	6,330,774	4,400,112	24,731,533
Fund balances - December 31.....	<u>\$ 7,285,062</u>	<u>\$ 3,006,470</u>	<u>\$ 5,212,086</u>	<u>\$ -</u>	<u>\$ 7,194,627</u>	<u>\$ 4,585,929</u>	<u>\$ 27,284,174</u>

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

**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, 2010**

Net Changes in Fund Balances - Total Governmental Funds..... \$ 2,552,641

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.....	921,917	
Depreciation expense.....	<u>(2,082,529)</u>	
		(1,160,612)

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..... (18,684)

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.....	775,000	
Payments of capital lease principal.....	<u>144,687</u>	
		919,687

Revenues in the Statement of Activities that do not provide current financial resources are deferred and not reported as revenues in governmental funds..... 36,938

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 bond issuance.....	(6,398)	
Increase in compensated absences liability.....	<u>(23,163)</u>	
		<u>(55,975)</u>

Change in Net Assets of Governmental Activities..... **\$ 2,273,995**

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

C A C H E C O U N T Y

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
AS OF DECEMBER 31, 2010

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents.....	\$ 22,755,611
Equity in investment pool.....	185,125
Taxes receivable.....	<u>706,288</u>
Total assets.....	<u>\$ 23,647,024</u>
LIABILITIES	
Due to other taxing units.....	\$ 23,008,607
Due to employees.....	4,810
Refunds payable.....	448,482
Other payables.....	<u>185,125</u>
Total liabilities.....	<u>\$ 23,647,024</u>

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

C A C H E C O U N T Y

**COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS
AS OF DECEMBER 31, 2010**

	Airport Authority	North Park Interlocal Cooperative	Bear River Health Department	CCEMS Authority	Roads Special Service District	Total
ASSETS						
Cash and cash equivalents.....	\$ -	\$ 176,646	\$ 4,472,338	\$ 273,411	\$ 25,892	\$ 4,948,287
Equity in investment pool.....	314,403	-	-	-	-	314,403
Accounts receivable, net.....	4,970	711	1,498,614	590,858	-	2,095,153
Pledges receivable, net.....	-	198,379	-	-	-	198,379
Due from other governments.....	127,561	-	-	475,000	-	602,561
Inventory.....	-	18,187	280,811	-	-	298,998
Restricted cash and investments.....	-	202	-	-	-	202
Other assets.....	-	285,623	-	-	-	285,623
Noncurrent pledges receivable, net.....	-	15,197	-	-	-	15,197
Capital assets:						
Land.....	1,289,262	-	429,707	-	-	1,718,969
Construction in process.....	-	-	57,371	-	-	57,371
Buildings, improvements and equipment.....	13,369,479	4,835,940	7,942,549	903,877	-	27,051,845
Accumulated depreciation.....	<u>(3,623,520)</u>	<u>(1,068,510)</u>	<u>(3,584,788)</u>	<u>(146,886)</u>	-	<u>(8,423,704)</u>
Total assets.....	<u>11,482,155</u>	<u>4,462,375</u>	<u>11,096,602</u>	<u>2,096,260</u>	<u>25,892</u>	<u>29,163,284</u>
LIABILITIES						
Accounts payable and accrued liabilities.....	235,539	24,088	500,893	26,203	-	786,723
Deferred revenue.....	59,040	-	-	-	-	59,040
Noncurrent liabilities:						
Due within one year.....	-	50,000	245,000	92,272	-	387,272
Due in more than one year.....	-	<u>50,000</u>	<u>265,000</u>	<u>514,405</u>	-	<u>829,405</u>
Total liabilities.....	<u>294,579</u>	<u>124,088</u>	<u>1,010,893</u>	<u>632,880</u>	-	<u>2,062,440</u>
NET ASSETS						
Invested in capital assets, net of related debt....	11,035,221	3,767,430	4,844,839	150,314	-	19,797,804
Restricted for:						
Capital projects.....	-	83,886	-	-	-	83,886
Debt service.....	-	202	-	-	-	202
Other purposes.....	-	287,789	-	-	-	287,789
Unrestricted.....	<u>152,355</u>	<u>198,980</u>	<u>5,240,870</u>	<u>1,313,066</u>	<u>25,892</u>	<u>6,931,163</u>
Total net assets.....	<u>\$ 11,187,576</u>	<u>\$ 4,338,287</u>	<u>\$ 10,085,709</u>	<u>\$ 1,463,380</u>	<u>\$ 25,892</u>	<u>\$ 27,100,844</u>

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

C A C H E C O U N T Y

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<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.....	\$ 881,682	\$ 838,907	\$ 8,921,572	\$ 2,495,611	\$ 280,700	\$ 13,418,472
Program revenues						
Charges for services.....	82,893	406,412	2,533,692	2,249,254	-	5,272,251
Operating grants and contributions.....	134,708	495,561	6,946,654	475,000	303,868	8,355,791
Capital grants and contributions.....	<u>311,989</u>	-	<u>25,000</u>	-	-	<u>336,989</u>
Total program revenues.....	<u>529,590</u>	<u>901,973</u>	<u>9,505,346</u>	<u>2,724,254</u>	<u>303,868</u>	<u>13,965,031</u>
Net revenues (expenses).....	<u>(352,092)</u>	<u>63,066</u>	<u>583,774</u>	<u>228,643</u>	<u>23,168</u>	<u>546,559</u>
General revenues						
Sales and use taxes.....	-	100,328	-	-	-	100,328
Interest income.....	2,243	5,216	10,227	5,700	1,396	24,782
Miscellaneous income.....	-	-	4,540	5,694	-	10,234
Loss on disposal of assets.....	-	-	-	<u>(9,682)</u>	-	<u>(9,682)</u>
Total general revenues.....	<u>2,243</u>	<u>105,544</u>	<u>14,767</u>	<u>1,712</u>	<u>1,396</u>	<u>125,662</u>
Change in net assets.....	(349,849)	168,610	598,541	230,355	24,564	672,221
Net assets - beginning.....	<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>
Net assets - ending.....	<u>\$ 11,187,576</u>	<u>\$ 4,338,287</u>	<u>\$ 10,085,709</u>	<u>\$ 1,463,380</u>	<u>\$ 25,892</u>	<u>\$ 27,100,844</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, 2010**

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 governmental entities. 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.

A. 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 election.

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 financials 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 of the MBA is accounted for in the Debt Service Fund. Construction activity of the MBA 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. SSD'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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

The officers of the Community Foundation are 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 (CEMS) – CEMS 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. CEMS 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. CEMS provides ambulance services to Cache County residents. CEMS 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 CEMS 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 Visitors Bureau is operated under an agreement between Cache County and Rich County to promote tourism to the common region.

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.

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide financial statements (i.e. the

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

statement of net assets and the statement of activities) 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.

C. Measurement Focus, Basis of Accounting, and Statement Presentation

Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement 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 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 providers have been met.

Governmental Fund Financial Statements

Governmental funds are reported using the *current resources measurement 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.

Major Funds

The County reports the following major governmental funds:

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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 that are restricted, committed, or assigned for the acquisition or construction of major capital facilities or other capital assets.

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 restricted or committed to expenditures for specified purposes. Examples of restricted, committed, or assigned revenue sources include certain taxes, federal and state grants, and user fees. The debt service fund accounts for resources used for the payment of principal and interest on 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 ending June 30.

D. 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 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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

be a cash equivalent when preparing these financial statements. Negative balances incurred in pooled cash at the end of the year 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 uncollectable 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, 2010, 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 uncollectable. The uncollectable receivables result primarily from services for substance abuse counseling and treatment. The CCEMS Authority has estimated that \$199,000 of its accounts receivable were uncollectable. These uncollectable receivables result from ambulance services.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1 of each year. Taxes are levied on property owners in July and are payable by November 30. The County bills and collects property taxes for all taxing entities within the County through the Treasurer's Tax Fund (Agency Fund). Collections are periodically distributed to the taxing entities, with final settlement due March 31 of the subsequent year. The County records a receivable and deferred revenue for delinquent taxes, but no allowance for doubtful accounts is made as uncollected taxes are deemed to be substantially collectible or recoverable through foreclosure.

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 donor agency (the State of Utah) or the cost to purchase the serum.

Restricted Assets

Resources set aside for the repayment of the County's revenue bonds are classified as restricted assets on the

balance sheet because their use is limited by applicable bond covenants.

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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

In the fund financial statements governmental funds 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.

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. The County's transfers are based on appropriations. Interfund receivables and payables are presented in the appropriate funds and are presented as "due from other funds" or "due to other funds."

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The County has not classified any amount of fund balance as nonspendable.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the County Council. These amounts cannot be used for any other purpose unless the County Council removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the County Council; no other body or official has this authority delegated to them. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by the offsetting of assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

E. 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 as of the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

F. Effect of Change in Accounting Principal

During the year ended December 31, 2010, the County adopted Governmental Accounting Standards Board

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

Statement No 54 *Fund Balance Reporting and Governmental Fund Type Definitions* (GASBS 54). As a result of adopting the standards contained in GASBS 54, the operations and balances previously reported in the Water Development Special Revenue Fund and Library Special Revenue Fund are now included within the County's general fund. As required by GASBS 54, this change in reporting is performed retrospectively to prior periods. The resulting change is reflected as an increase of \$186,706 to the fund balance of the general fund.

NOTE 2 – 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 Money Management Act (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.

A. 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, 2010, \$10,883,513 of the County's bank balances of \$11,905,590 was uninsured and uncollateralized.

B. Investments

The Act authorizes investments in both negotiable and nonnegotiable deposits of qualified depositories and permitted negotiable depositories; 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 Investors Services or Standard & Poor's; bankers' acceptances; obligations of the United States Treasury including bills, notes, and bonds; obligations, other than mortgage derivative products, issued by U.S. government sponsored enterprises (U.S. Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac), Federal National Mortgage Association (Fannie Mae), and Student Loan Marketing Association (Sallie Mae); 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; and shares or certificates in a money market mutual fund as defined in the Act.

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.

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.

The County's investments at December 31, 2010 are presented on the following page:

**NOTES TO THE FINANCIAL STATEMENTS
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<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in years)</u>			
		<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>	<u>More than 10</u>
PTIF Investments	\$ 8,161,902	\$ 8,161,902	\$ -	\$ -	\$ -
MMMF	21,152	21,152	-	-	-
Corporate notes	2,016,266	2,016,266	-	-	-
Total investments	<u>\$ 10,199,320</u>	<u>\$ 10,199,320</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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 is to comply with the 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 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 Money Management Act as previously discussed.

The County's investment ratings at December 31, 2010 are presented below:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Quality Ratings</u>			
		<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>Unrated</u>
PTIF Investments	\$ 8,161,902	\$ -	\$ -	\$ -	\$ 8,161,902
MMMF	21,152	-	-	-	21,152
Corporate notes	2,016,266	-	-	2,016,266	-
Total investments	<u>\$ 10,199,320</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,016,266</u>	<u>\$ 8,183,054</u>

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.

Most of the County's investments at December 31, 2010, were with the PTIF and therefore, are not categorized as to concentration of credit risk. The largest investment in corporate notes, issued by

Goldman Sachs Group Inc., is \$1,001,623, or 9.82 percent, which falls within the acceptable percentage range for a single issuer.

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.

At December 31, 2010, most of the County's investments were in the PTIF and therefore, not

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

categorized as to custodial credit risk. The money market mutual fund and the corporate notes do have custodial credit risk exposure. \$2,016,266 was held by the counterparty's trust department or agent in the County's name and \$21,152 was held in the name of the trustee. These amounts are not covered by depository insurance and are not collateralized.

C. 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 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, 2010, \$2,789,211 of the bank balances of \$3,720,141 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, 2010, 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.

NOTE 3 – INTERFUND RECEIVABLES PAYABLES AND TRANSFERS

At December 31, 2010, there were interfund balances of the investment pool between special revenue funds. The Municipal Services fund had a receivable of \$29,353. 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.

	Transfers out reported in:				
	General Fund	Municipal Services Fund	Recreation Fund	RAPZ Tax Fund	Total Transfers In
Transfers in reported in:					
<i>Major Funds:</i>					
General Fund.....	\$ -	\$ 416,957	\$ 10,000	\$ 58,275	\$ 485,232
Municipal Services Fund.....	-	-	-	10,548	10,548
<i>Nonmajor Funds:</i>					
Visitor's Bureau Fund.....	-	-	75,000	-	75,000
Council on Aging Fund.....	195,000	-	5,000	-	200,000
Planning and Development Fund.....	41,184	-	57,256	-	98,440
Debt Service Fund.....	1,480,426	-	-	-	1,480,426
Total Transfers Out.....	\$ 1,716,610	\$ 416,957	\$ 147,256	\$ 68,823	\$ 2,349,646

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 4 – CAPITAL ASSETS

Primary Government

Changes in the County’s capital assets are as follows:

	Balance 01/01/10	Additions	Deletions	Balance 12/31/10
<i>Capital assets, nondepreciable</i>				
Land.....	\$ 2,477,015	\$ -	\$ -	\$ 2,477,015
<i>Capital assets, depreciable</i>				
Buildings.....	21,983,942	222,086	-	22,206,028
Improvements.....	1,795,350	45,420	-	1,840,770
Equipment.....	15,998,224	392,667	(42,123)	16,348,768
Infrastructure.....	<u>14,691,889</u>	<u>261,744</u>	<u>-</u>	<u>14,953,633</u>
Totals.....	<u>54,469,405</u>	<u>921,917</u>	<u>(42,123)</u>	<u>55,349,199</u>
<i>Accumulated depreciation</i>				
Buildings.....	(3,815,818)	(538,415)	-	(4,354,233)
Improvements.....	(547,507)	(72,806)	-	(620,313)
Equipment.....	(10,836,104)	(953,346)	23,439	(11,766,011)
Infrastructure.....	<u>(3,368,992)</u>	<u>(517,962)</u>	<u>-</u>	<u>(3,886,954)</u>
Totals.....	<u>(18,568,421)</u>	<u>(2,082,529)</u>	<u>23,439</u>	<u>(20,627,511)</u>
Total capital assets, net.....	<u>\$ 38,377,999</u>	<u>\$ (1,160,612)</u>	<u>\$ (18,684)</u>	<u>\$ 37,198,703</u>

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

General government.....	\$ 400,276
Public safety.....	810,820
Streets.....	758,550
Health and welfare.....	32,272
Culture and recreation.....	<u>80,611</u>
Total depreciation expense.....	<u>\$ 2,082,529</u>

Component Units

Changes in capital assets of component units are as follows:

	Balance 01/01/10	Additions	Deletions	Balance 12/31/10
Land.....	\$ 1,613,969	\$ 105,000	\$ -	\$ 1,718,969
Construction in process.....	82,014	2,492	(27,135)	57,371
Buildings and improvements.....	23,241,595	803,487	-	24,045,082
Equipment and machinery.....	2,233,880	837,883	(65,000)	3,006,763
Accumulated depreciation.....	<u>(7,201,997)</u>	<u>(1,277,025)</u>	<u>55,318</u>	<u>(8,423,704)</u>
Capital assets, net.....	<u>\$ 19,969,461</u>	<u>\$ 471,837</u>	<u>\$ (36,817)</u>	<u>\$ 20,404,481</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 5 – LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2010, was as follows:

	<u>Balance 01/01/10</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/10</u>	<u>Due Within One Year</u>
Primary Government					
Sales tax revenue bonds.....	\$ 13,140,000	\$ -	\$ (775,000)	\$ 12,365,000	\$ 805,000
Deferred amounts:					
Deferred interest.....	(348,836)	-	26,833	(322,003)	-
Bond Premium.....	5,447	-	(419)	5,028	-
Total bonds payable.....	12,796,611	-	(748,586)	12,048,025	805,000
Capital leases.....	295,185	-	(144,687)	150,498	150,498
Compensated absences.....	1,406,612	1,034,107	(1,010,944)	1,429,775	1,028,000
Total long-term liabilities.....	<u>\$ 14,498,408</u>	<u>\$ 1,034,107</u>	<u>\$ (1,904,217)</u>	<u>\$ 13,628,298</u>	<u>\$ 1,983,498</u>
Component Units					
Sales tax revenue bonds.....	\$ 691,000	\$ -	\$ (691,000)	\$ -	\$ -
Notes payable.....	100,000	-	-	100,000	50,000
Capital leases.....	695,700	-	(89,023)	606,677	92,272
Compensated absences.....	461,000	245,445	(196,445)	510,000	245,000
Total long-term liabilities.....	<u>\$ 1,947,700</u>	<u>\$ 245,445</u>	<u>\$ (976,468)</u>	<u>\$ 1,216,677</u>	<u>\$ 387,272</u>

B. Sales Tax Revenue Bonds

Primary Government

Sales tax revenue bonds payable at December 31, 2010, were as follows:

<u>Purpose</u>	<u>Series</u>	<u>Maturity Date</u>	<u>Interest Rate %</u>	<u>Original Amount</u>	<u>Balance</u>
Construction of the County jail and renovation of the historic courthouse.....	2002	12/15/22	3.50 - 5.00	\$ 13,835,000	\$ 2,630,000
Additions to County jail construction.....	2003	12/15/22	3.00 - 4.15	3,340,000	2,365,000
Advance refund a portion of the 2002 series.....	2007	12/15/22	4.00 - 4.50	7,580,000	7,370,000
Total sales tax revenue bonds outstanding.....					12,365,000
Add unamortized premium.....					5,028
Less deferred interest on refunding.....					(322,003)
Total sales tax revenue bonds payable.....					<u>\$ 12,048,025</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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.

Sales Tax Revenue Bonds - Debt Service Requirements to Maturity

Year	Series 2002		Series 2003		Series 2007		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
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.....	-	-	185,000	72,850	780,000	289,610	965,000	362,460
2016 - 2020....	-	-	1,035,000	242,948	4,415,000	952,650	5,450,000	1,195,598
2021 - 2022....	-	-	480,000	31,900	2,020,000	123,525	2,500,000	155,425
Total.....	<u>\$ 2,630,000</u>	<u>\$ 326,775</u>	<u>\$ 2,365,000</u>	<u>\$ 705,686</u>	<u>\$ 7,370,000</u>	<u>\$ 2,541,013</u>	<u>\$ 12,365,000</u>	<u>\$ 3,573,474</u>

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, 2011 and 2012. The Cache County Council has pledged \$100,000 in future RAPZ funds to BCIA to pay these installments.

Maturities of long-term debt are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2011.....	\$ 50,000
2012.....	50,000
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 percent. Total payments outstanding are \$156,544, including \$6,046 in interest.

The present value of future payments is \$150,498. The cost of assets on the balance sheet recorded under capital leases and associated accumulated amortization are \$789,165 and \$207,547 respectively.

Component Units

The CCEMS Authority entered in to a capital lease 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 percent. Total payments outstanding are \$686,494, including \$79,817 in interest. The present value of future payments is \$606,677. The cost of assets on the balance sheet recorded under capital leases and associated accumulated amortization are \$808,877 and \$91,435 respectively.

Year	Debt Service Requirements to Maturity		
	Principal	Interest	Total
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.....	106,500	7,916	114,416
2016.....	110,385	4,029	114,414
Total	<u>\$ 606,677</u>	<u>\$ 79,817</u>	<u>\$ 686,494</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 6 – PENSION PLANS

A. 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 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 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 800-365-8772.

Plan members in the Local Government Contributory Retirement System are required to contribute 6.00 percent of their annual salary (paid by the County) and the County was required to contribute 7.65 percent to 9.36 percent of their annual covered salary. In the Local Government Noncontributory Retirement System, the County was required to contribute 11.66 percent to 13.70 percent of the eligible employees’ annual covered salary. In the Public Safety Retirement System, contributory division members were required to contribute 12.29 percent of their annual covered salary (paid by the County) and the County was required to contribute 12.47 percent to 14.86 percent of their annual covered salary and 23.34 percent to 26.13 of the annual covered salary of noncontributory division members. In the Firefighters Retirement System plan members were required to contribute 13.49 to 15.05 percent of their annual covered salary (paid by the County) and the County was required to contribute 1.72 percent of their annual covered salary. 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, 2010, 2009, and 2008 were as follows:

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

	2010	2009	2008
A. Local Governmental - Contributory			
Employer paid for employee contributions.....	\$ 7,069	\$ 7,043	\$ 6,893
Employer contributions.....	10,020	8,956	8,743
B. Local Governmental - Noncontributory			
Employer contributions.....	631,209	587,653	590,979
C. Public Safety - Contributory			
Employer paid for employee contributions.....	4,805	6,859	6,715
Employer contributions.....	5,142	6,611	6,130
D. Public Safety - Noncontributory			
Employer contributions.....	1,016,430	947,432	908,759
E. Firefighter's			
Employer paid for employee contributions.....	9,554	6,812	11,652
Employer contributions.....	576	-	-

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.

B. 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 \$644,306, \$668,373, and \$699,289, were made to the 401(k) plan during the years ended

December 31, 2010, 2009, and 2008, respectively. Of this amount \$ 268,973, \$294,270, and \$309,467 was contributed by employees and \$375,333, \$374,103, and \$389,822, was contributed by the County on behalf of employees, respectively.

C. 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, 2010, 2009, and 2008 were as follows:

	2010	2009	2008
A. Local Governmental - Contributory			
Employer paid for employee contributions.....	\$ 1,724	\$ 1,600	\$ 1,454
Employer contributions.....	2,464	2,035	1,844
B. Local Governmental - Noncontributory			
Employer contributions.....	461,219	442,403	421,820

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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.

Defined Contribution Plan

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 \$362,938, \$419,070, and \$337,693 were made to the 401(k) plan during the years ended December 31, 2010, 2009, and 2008, respectively. Of this amount, \$122,526, \$177,060, and \$107,443 was contributed by employees and \$240,412, \$242,010, and \$230,250 was contributed by BRHD on behalf of employees, respectively.

NOTE 7 – 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 8 – 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 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 commercial insurance related to airport operations,

steam boiler usage, employee performance, and workers' compensation.

As of December 31, 2010, 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 9 – COMMITMENTS & CONTINGENCIES

The County collects sales tax under the Restaurant Tax and RAPZ Tax programs enabled by state legislation and awards funds to various entities. Awards become payable by the County when the conditions of the award are met. At December 31, 2010, there were \$463,054 in Restaurant Tax funds and \$583,995 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 revenues to certain organizations. These amounts include \$152,750 over the next 2 years to Logan City for payment of bonds financing the rehabilitation of the Eccles Theatre, \$371,412 to NPIC over the next 4 years for facility improvements, and \$50,000 in 2011 to BCIA for payment of a loan where the proceeds were used for capital improvements of the facility.

NOTE 10 – 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 11 – COMPLIANCE RELATED MATTERS

In the General fund, the Geographic Information Systems department expenditures exceeded its budget by \$21,515. Total expenditures in the Mental Health fund exceeded its budget by \$812,458.

NOTE 12 – RELATED PARTY TRANSACTIONS

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

Airport Authority – Logan City provides operating funds based on the budget adopted by the Airport Authority and the agreement with Cache County.

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

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REQUIRED SUPPLEMENTARY INFORMATION

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Property.....	\$ 9,409,262	\$ 9,407,453	\$ 9,512,465	\$ 105,012
Sales and use.....	<u>3,800,000</u>	<u>3,650,000</u>	<u>3,718,000</u>	<u>68,000</u>
	13,209,262	13,057,453	13,230,465	173,012
Other revenues:				
Intergovernmental.....	1,224,268	1,790,102	1,748,549	(41,553)
Charges for services.....	3,979,334	4,591,106	4,366,450	(224,656)
Licenses and permits.....	32,000	28,000	25,240	(2,760)
Fines and forfeitures.....	152,000	107,000	122,899	15,899
Interest and investment income.....	150,000	130,000	146,385	16,385
Rental income.....	210,000	210,000	176,337	(33,663)
Public contributions.....	44,500	48,671	46,868	(1,803)
Miscellaneous.....	<u>86,050</u>	<u>33,050</u>	<u>65,944</u>	<u>32,894</u>
Total revenues.....	<u>19,087,414</u>	<u>19,995,382</u>	<u>19,929,137</u>	<u>(66,245)</u>
EXPENDITURES				
General government:				
Council.....	102,729	102,729	93,498	9,231
Water development.....	-	339,379	165,545	173,834
Public defender.....	342,108	357,108	322,878	34,230
Executive.....	211,675	214,675	204,134	10,541
Human resources.....	186,835	186,835	163,737	23,098
Geographic information systems.....	72,021	33,189	54,704	(21,515)
Information technology.....	86,651	86,651	84,850	1,801
Auditor.....	172,301	172,795	164,932	7,863
Clerk.....	155,434	155,434	147,799	7,635
Treasurer.....	18,787	18,787	18,463	324
Recorder.....	192,567	158,967	155,259	3,708
Attorney.....	961,244	995,644	967,406	28,238
Surveyor.....	154,789	182,189	171,557	10,632
Victim services.....	253,127	320,695	266,542	54,153
Elections.....	251,505	254,855	250,216	4,639
Economic development.....	35,000	35,000	35,000	-
USU Ag extension services.....	152,126	153,057	142,857	10,200
Agricultural promotion.....	56,650	66,114	50,611	15,503
Miscellaneous and general.....	628,686	703,340	568,885	134,455
Contributions to other units.....	<u>754,354</u>	<u>804,354</u>	<u>803,897</u>	<u>457</u>
	4,788,589	5,341,797	4,832,770	509,027
Public safety:				
Sheriff patrol.....	2,995,406	2,972,653	2,941,901	30,752
Support services.....	1,781,866	1,839,477	1,783,151	56,326
Search and rescue.....	57,500	95,734	43,379	52,355
Mounted posse.....	27,900	27,900	26,966	934
Liquor law enforcement.....	52,000	52,000	43,996	8,004
Fire department.....	376,025	668,532	588,595	79,937
County Jail.....	6,278,531	6,213,474	5,853,377	360,097
Emergency management.....	<u>616,238</u>	<u>658,548</u>	<u>602,676</u>	<u>55,872</u>
	12,185,466	12,528,318	11,884,041	644,277

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Streets:				
Weed eradication.....	181,245	166,645	163,750	2,895
	181,245	166,645	163,750	2,895
Health and welfare:				
Mental health services.....	185,000	185,000	185,000	-
Health services.....	63,490	63,490	63,490	-
Welfare services.....	67,500	69,500	67,140	2,360
	315,990	317,990	315,630	2,360
Culture and recreation:				
Fairgrounds.....	307,656	412,381	406,066	6,315
TV translator station.....	14,600	15,600	11,037	4,563
Library services.....	81,553	199,637	129,204	70,433
Fair and rodeo.....	156,900	174,413	166,022	8,391
Demolition derbies.....	46,000	46,000	34,199	11,801
	606,709	848,031	746,528	101,503
Total expenditures.....	18,077,999	19,202,781	17,942,719	1,260,062
Revenues over expenditures.....	1,009,415	792,601	1,986,418	1,193,817
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Municipal services fund.....	416,957	416,957	416,957	-
Recreation fund.....	-	10,000	10,000	-
RAPZ tax fund.....	16,275	58,275	58,275	-
Total transfers in.....	433,232	485,232	485,232	-
Transfers out:				
Water development fund.....	(206,281)	-	-	-
Council on aging fund.....	(195,000)	(195,000)	(195,000)	-
Planning and development fund.....	(59,500)	(41,184)	(41,184)	-
Library fund.....	(35,000)	-	-	-
Debt service fund.....	(1,480,426)	(1,480,426)	(1,480,426)	-
Total transfers out.....	(1,976,207)	(1,716,610)	(1,716,610)	-
Total other financing sources (uses)....	(1,542,975)	(1,231,378)	(1,231,378)	-
Net change in fund balances.....	(533,560)	(438,777)	755,040	1,193,817
Fund balances - January 1, as restated.....	6,530,022	6,530,022	6,530,022	-
Fund balances - December 31.....	<u>\$ 5,996,462</u>	<u>\$ 6,091,245</u>	<u>\$ 7,285,062</u>	<u>\$ 1,193,817</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
ASSESSING AND COLLECTING FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Property.....	\$ 2,624,684	\$ 2,635,908	\$ 2,926,953	\$ 291,045
Other revenues:				
Charges for services.....	434,000	390,000	378,760	(11,240)
Interest income.....	-	-	1,863	1,863
Miscellaneous.....	-	-	1,872	1,872
Total revenues.....	<u>3,058,684</u>	<u>3,025,908</u>	<u>3,309,448</u>	<u>283,540</u>
EXPENDITURES				
General government:				
Council.....	11,414	11,414	10,389	1,025
Executive.....	37,406	37,406	36,023	1,383
Human resources.....	31,489	31,489	28,894	2,595
Geographic information systems.....	168,050	168,050	127,644	40,406
Information technology.....	491,023	491,023	480,819	10,204
Auditor.....	146,775	146,775	140,498	6,277
Treasurer.....	216,056	216,056	212,321	3,735
Recorder.....	128,378	128,378	103,507	24,871
Attorney.....	95,068	95,068	95,678	(610)
Assessor.....	1,340,086	1,400,310	1,129,950	270,360
Miscellaneous and general.....	110,721	110,721	109,204	1,517
Contributions to other units.....	-	62,705	67,279	(4,574)
Total expenditures.....	<u>2,776,466</u>	<u>2,899,395</u>	<u>2,542,206</u>	<u>357,189</u>
Revenues over expenditures.....	<u>282,218</u>	<u>126,513</u>	<u>767,242</u>	<u>640,729</u>
Net change in fund balances.....	282,218	126,513	767,242	640,729
Fund balances - January 1.....	<u>2,239,228</u>	<u>2,239,228</u>	<u>2,239,228</u>	-
Fund balances - December 31.....	<u>\$ 2,521,446</u>	<u>\$ 2,365,741</u>	<u>\$ 3,006,470</u>	<u>\$ 640,729</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
MUNICIPAL SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Property.....	\$ 23,000	\$ 23,000	\$ 23,835	\$ 835
Sales and use.....	575,000	775,000	848,105	73,105
Other.....	<u>1,500</u>	<u>1,500</u>	<u>2,345</u>	<u>845</u>
	599,500	799,500	874,285	74,785
Other revenues:				
Intergovernmental	1,859,000	1,998,927	1,951,838	(47,089)
Charges for services.....	717,900	722,500	675,844	(46,656)
Licenses and permits.....	268,420	268,420	244,177	(24,243)
Interest income.....	150,000	50,000	22,530	(27,470)
Miscellaneous.....	<u>-</u>	<u>50,600</u>	<u>391</u>	<u>(50,209)</u>
Total revenues.....	<u>3,594,820</u>	<u>3,889,947</u>	<u>3,769,065</u>	<u>(120,882)</u>
EXPENDITURES				
General government:				
Zoning.....	205,364	207,290	194,021	13,269
Sanitation and waste collection.....	43,000	43,000	36,420	6,580
Miscellaneous.....	<u>17,500</u>	<u>17,500</u>	<u>17,003</u>	<u>497</u>
	265,864	267,790	247,444	20,346
Public safety:				
Sheriff patrol.....	332,823	337,545	326,878	10,667
Fire department.....	145,952	145,952	144,881	1,071
Building inspection.....	341,636	341,636	335,724	5,912
Animal control.....	<u>32,888</u>	<u>34,088</u>	<u>31,092</u>	<u>2,996</u>
	853,299	859,221	838,575	20,646
Streets:				
Class B roads.....	<u>2,821,406</u>	<u>3,137,974</u>	<u>2,293,905</u>	<u>844,069</u>
	2,821,406	3,137,974	2,293,905	844,069
Culture and recreation:				
Recreation projects.....	-	77,371	1,383	75,988
Library services.....	<u>-</u>	<u>1,000</u>	<u>660</u>	<u>340</u>
	-	78,371	2,043	76,328
Total expenditures.....	<u>3,940,569</u>	<u>4,343,356</u>	<u>3,381,967</u>	<u>961,389</u>
Revenues over (under) expenditures.....	<u>(345,749)</u>	<u>(453,409)</u>	<u>387,098</u>	<u>840,507</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
MUNICIPAL SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
OTHER FINANCING SOURCES (USES)				
Transfers in:				
RAPZ tax fund.....	-	10,548	10,548	-
Total transfers in.....	-	10,548	10,548	-
Transfers out:				
General fund.....	(416,957)	(416,957)	(416,957)	-
Total transfers out.....	(416,957)	(416,957)	(416,957)	-
Total other financing sources (uses) ..	(416,957)	(406,409)	(406,409)	-
Net change in fund balances.....	(762,706)	(859,818)	(19,311)	840,507
Fund balances - January 1.....	5,231,397	5,231,397	5,231,397	-
Fund balances - December 31.....	<u>\$ 4,468,691</u>	<u>\$ 4,371,579</u>	<u>\$ 5,212,086</u>	<u>\$ 840,507</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
MENTAL HEALTH FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Other revenues:				
Intergovernmental revenue.....	\$ 1,686,000	\$ 1,686,000	\$ 2,498,458	\$ 812,458
Total revenues.....	<u>1,686,000</u>	<u>1,686,000</u>	<u>2,498,458</u>	<u>812,458</u>
EXPENDITURES				
Health and welfare:				
Mental health services.....	1,686,000	1,686,000	2,498,458	(812,458)
Total expenditures.....	<u>1,686,000</u>	<u>1,686,000</u>	<u>2,498,458</u>	<u>(812,458)</u>
Revenues 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 THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 1 – 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 succeeding 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.

NOTE 2 – 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 unassigned fund balances to provide the necessary resources to balance each fund's budget.

NOTE 3 – 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.

NOTE 4 – EXPENDITURES IN EXCESS OF BUDGET

In the General fund the Geographic Information Systems department exceeded its budget by \$21,515. Total expenditures in the Mental Health fund exceeded its budget by \$812,458.

SUPPLEMENTARY INFORMATION

C A C H E C O U N T Y

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Special Revenue										Total Nonmajor Governmental Funds
	Health	Visitor's Bureau	Council on Aging	Recreation	Planning and Development	Children's Justice Center	RAPZ Tax	Ambulance	Community Foundation	Debt Service	
ASSETS											
Cash and cash equivalents.....	\$ 331,152	\$ 225	\$ 90	\$ -	\$ 25	\$ 100	\$ -	\$ -	\$ 6,176	\$ -	\$ 337,768
Equity in investment pool.....	454,338	470,356	86,661	892,222	161,210	-	1,438,634	273,246	-	139,383	3,916,050
Taxes receivable, net.....	74,000	35,782	-	168,492	-	-	214,320	-	-	-	492,594
Due from other governments.....	-	13,226	84,205	-	-	36,652	-	15,954	-	-	150,037
Restricted cash and investments.....	-	-	-	-	-	-	-	-	-	21,152	21,152
Total assets.....	<u>\$ 859,490</u>	<u>\$ 519,589</u>	<u>\$ 170,956</u>	<u>\$ 1,060,714</u>	<u>\$ 161,235</u>	<u>\$ 36,752</u>	<u>\$ 1,652,954</u>	<u>\$ 289,200</u>	<u>\$ 6,176</u>	<u>\$ 160,535</u>	<u>\$ 4,917,601</u>
LIABILITIES											
Interfund payable - investment pool.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,353	\$ -	\$ -	\$ -	\$ -	\$ 29,353
Accounts payable and accrued liabilities...	-	38,345	27,262	30,000	3,255	4,533	13,702	109,922	-	-	227,019
Deferred revenue.....	<u>74,000</u>	<u>-</u>	<u>1,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>75,300</u>
Total liabilities.....	<u>74,000</u>	<u>38,345</u>	<u>28,562</u>	<u>30,000</u>	<u>3,255</u>	<u>33,886</u>	<u>13,702</u>	<u>109,922</u>	<u>-</u>	<u>-</u>	<u>331,672</u>
FUND BALANCE											
Restricted for:											
Air pollution control.....	97,422	-	-	-	-	-	-	-	-	-	97,422
Ambulance services.....	-	-	-	-	-	-	-	179,278	-	-	179,278
Debt service.....	-	-	-	-	-	-	-	-	-	21,152	21,152
Health services.....	688,068	-	-	-	-	-	-	-	-	-	688,068
Parks and recreation.....	-	481,244	-	1,030,714	153,530	-	1,639,252	-	-	-	3,304,740
Other purposes.....	-	-	9,387	-	-	2,866	-	-	6,176	-	18,429
Assigned to:											
Debt service.....	-	-	-	-	-	-	-	-	-	139,383	139,383
Health and welfare.....	-	-	133,007	-	-	-	-	-	-	-	133,007
Planning and development services.....	-	-	-	-	4,450	-	-	-	-	-	4,450
Total fund balances.....	<u>785,490</u>	<u>481,244</u>	<u>142,394</u>	<u>1,030,714</u>	<u>157,980</u>	<u>2,866</u>	<u>1,639,252</u>	<u>179,278</u>	<u>6,176</u>	<u>160,535</u>	<u>4,585,929</u>
Total liabilities and fund balances.....	<u>\$ 859,490</u>	<u>\$ 519,589</u>	<u>\$ 170,956</u>	<u>\$ 1,060,714</u>	<u>\$ 161,235</u>	<u>\$ 36,752</u>	<u>\$ 1,652,954</u>	<u>\$ 289,200</u>	<u>\$ 6,176</u>	<u>\$ 160,535</u>	<u>\$ 4,917,601</u>

C A C H E C O U N T Y

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Special Revenue									Total Nonmajor Governmental Funds	
	Health	Visitor's Bureau	Council on Aging	Recreation	Planning and Development	Children's Justice Center	RAPZ Tax	Ambulance	Community Foundation		Debt Service
REVENUES											
Taxes:											
Property.....	\$ 795,713	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 795,713
Sales and use.....	-	-	-	978,994	-	-	1,123,006	-	-	-	2,102,000
Other.....	-	340,784	-	-	-	-	-	-	-	-	340,784
	<u>795,713</u>	<u>340,784</u>	<u>-</u>	<u>978,994</u>	<u>-</u>	<u>-</u>	<u>1,123,006</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,238,497</u>
Other revenues:											
Intergovernmental.....	-	60,512	310,573	-	-	142,017	-	562,454	-	-	1,075,556
Charges for services.....	62	40,441	113,222	-	46,385	-	-	-	-	-	200,110
Interest income.....	542	-	-	-	-	-	-	-	3	-	545
Public contributions.....	-	6,300	16,226	-	-	1,594	-	-	-	-	24,120
Miscellaneous.....	-	245	10,518	-	-	-	-	-	4,335	-	15,098
Total revenues.....	<u>796,317</u>	<u>448,282</u>	<u>450,539</u>	<u>978,994</u>	<u>46,385</u>	<u>143,611</u>	<u>1,123,006</u>	<u>562,454</u>	<u>4,338</u>	<u>-</u>	<u>4,553,926</u>
EXPENDITURES											
General government.....	-	-	-	-	99,502	-	-	-	4,312	-	103,814
Public safety.....	-	-	-	-	-	140,413	-	540,082	-	-	680,495
Health and welfare.....	780,057	-	647,798	-	-	-	-	-	-	-	1,427,855
Culture and recreation.....	-	401,835	-	1,146,334	-	-	755,137	-	-	-	2,303,306
Debt service principal.....	-	-	-	-	-	-	-	-	-	919,687	919,687
Debt service interest.....	-	-	-	-	-	-	-	-	-	570,739	570,739
Total expenditures.....	<u>780,057</u>	<u>401,835</u>	<u>647,798</u>	<u>1,146,334</u>	<u>99,502</u>	<u>140,413</u>	<u>755,137</u>	<u>540,082</u>	<u>4,312</u>	<u>1,490,426</u>	<u>6,005,896</u>
Revenues over (under) expenditures.....	16,260	46,447	(197,259)	(167,340)	(53,117)	3,198	367,869	22,372	26	(1,490,426)	(1,451,970)
OTHER FINANCING SOURCES (USES)											
Transfers in.....	-	75,000	200,000	-	98,440	-	-	-	-	1,480,426	1,853,866
Transfers out.....	-	-	-	(147,256)	-	-	(68,823)	-	-	-	(216,079)
Total other financing sources (uses).....	<u>-</u>	<u>75,000</u>	<u>200,000</u>	<u>(147,256)</u>	<u>98,440</u>	<u>-</u>	<u>(68,823)</u>	<u>-</u>	<u>-</u>	<u>1,480,426</u>	<u>1,637,787</u>
Net change in fund balances.....	16,260	121,447	2,741	(314,596)	45,323	3,198	299,046	22,372	26	(10,000)	185,817
Fund balances - January 1, as restated.....	<u>769,230</u>	<u>359,797</u>	<u>139,653</u>	<u>1,345,310</u>	<u>112,657</u>	<u>(332)</u>	<u>1,340,206</u>	<u>156,906</u>	<u>6,150</u>	<u>170,535</u>	<u>4,400,112</u>
Fund balances - December 31.....	<u>\$ 785,490</u>	<u>\$ 481,244</u>	<u>\$ 142,394</u>	<u>\$ 1,030,714</u>	<u>\$ 157,980</u>	<u>\$ 2,866</u>	<u>\$ 1,639,252</u>	<u>\$ 179,278</u>	<u>\$ 6,176</u>	<u>\$ 160,535</u>	<u>\$ 4,585,929</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
HEALTH FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Property.....	\$ 785,658	\$ 784,053	\$ 795,713	\$ 11,660
Other revenues:				
Charges for services.....	-	-	62	62
Interest income.....	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 542</u>	<u>\$ 542</u>
Total revenues.....	<u>785,658</u>	<u>784,053</u>	<u>796,317</u>	<u>12,264</u>
EXPENDITURES				
Health and welfare:				
Air pollution control.....	28,000	47,700	47,607	93
Bear River Health Department.....	<u>747,099</u>	<u>747,099</u>	<u>732,450</u>	<u>14,649</u>
Total expenditures.....	<u>775,099</u>	<u>794,799</u>	<u>780,057</u>	<u>14,742</u>
Revenues over (under) expenditures.....	<u>10,559</u>	<u>(10,746)</u>	<u>16,260</u>	<u>27,006</u>
Net change in fund balances.....	10,559	(10,746)	16,260	27,006
Fund balances - January 1.....	<u>769,230</u>	<u>769,230</u>	<u>769,230</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 779,789</u>	<u>\$ 758,484</u>	<u>\$ 785,490</u>	<u>\$ 27,006</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
VISITOR'S BUREAU FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Other.....	\$ 300,000	\$ 305,600	\$ 340,784	\$ 35,184
Other revenues:				
Intergovernmental	95,400	150,397	60,512	(89,885)
Charges for services.....	28,000	28,000	40,441	12,441
Public contributions.....	4,000	7,500	6,300	(1,200)
Miscellaneous.....	-	-	245	245
Total revenues.....	<u>427,400</u>	<u>491,497</u>	<u>448,282</u>	<u>(43,215)</u>
EXPENDITURES				
Culture and recreation:				
Cache Valley Visitor's Bureau.....	<u>467,975</u>	<u>566,497</u>	<u>401,835</u>	<u>164,662</u>
Total expenditures.....	<u>467,975</u>	<u>566,497</u>	<u>401,835</u>	<u>164,662</u>
Revenues over (under) expenditures.....	<u>(40,575)</u>	<u>(75,000)</u>	<u>46,447</u>	<u>121,447</u>
OTHER FINANCING SOURCES				
Transfers in:				
Recreation fund.....	-	75,000	75,000	-
Total other financing sources.....	-	75,000	75,000	-
Net change in fund balances.....	(40,575)	-	121,447	121,447
Fund balances - January 1.....	<u>359,797</u>	<u>359,797</u>	<u>359,797</u>	-
Fund balances - December 31.....	<u>\$ 319,222</u>	<u>\$ 359,797</u>	<u>\$ 481,244</u>	<u>\$ 121,447</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
COUNCIL ON AGING FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 321,546	\$ 347,962	\$ 310,573	\$ (37,389)
Charges for services.....	135,500	119,500	113,222	(6,278)
Public contributions.....	20,500	22,500	16,226	(6,274)
Miscellaneous.....	<u>9,000</u>	<u>9,000</u>	<u>10,518</u>	<u>1,518</u>
Total revenues.....	<u>486,546</u>	<u>498,962</u>	<u>450,539</u>	<u>(48,423)</u>
EXPENDITURES				
Health and welfare:				
Nutrition mandated.....	400,511	395,811	380,533	15,278
Senior center.....	104,764	107,964	98,153	9,811
Retired service volunteer program.....	46,561	73,417	45,998	27,419
Access mandated.....	88,195	83,195	78,351	4,844
County administrative support.....	<u>45,301</u>	<u>45,301</u>	<u>44,763</u>	<u>538</u>
Total expenditures.....	<u>685,332</u>	<u>705,688</u>	<u>647,798</u>	<u>57,890</u>
Revenues under expenditures.....	<u>(198,786)</u>	<u>(206,726)</u>	<u>(197,259)</u>	<u>9,467</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	195,000	195,000	195,000	-
Recreation fund.....	-	5,000	5,000	-
RAPZ tax fund.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources.....	<u>195,000</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Net change in fund balances.....	(3,786)	(6,726)	2,741	9,467
Fund balances - January 1.....	<u>139,653</u>	<u>139,653</u>	<u>139,653</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 135,867</u>	<u>\$ 132,927</u>	<u>\$ 142,394</u>	<u>\$ 9,467</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
RECREATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Budget Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Taxes:				
Sales and use.....	\$ 940,000	\$ 970,000	\$ 978,994	\$ 8,994
Total revenues.....	940,000	970,000	978,994	8,994
 EXPENDITURES				
Culture and Recreation:				
Projects.....	940,000	1,903,224	1,146,334	756,890
Total expenditures.....	940,000	1,903,224	1,146,334	756,890
 Revenues under expenditures.....	-	(933,224)	(167,340)	765,884
 OTHER FINANCING USES				
Transfers out:				
General fund.....	-	(10,000)	(10,000)	-
Visitor's Bureau fund.....	-	(75,000)	(75,000)	-
Council on aging fund.....	-	(5,000)	(5,000)	-
Planning and development fund.....	-	(57,256)	(57,256)	-
Total other financing uses.....	-	(147,256)	(147,256)	-
Net change in fund balances.....	-	(1,080,480)	(314,596)	765,884
Fund balances - January 1.....	1,345,310	1,345,310	1,345,310	-
Fund balances - December 31.....	\$ 1,345,310	\$ 264,830	\$ 1,030,714	\$ 765,884

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
PLANNING AND DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			Variance With Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Other revenues:				
Charges for services.....	\$ 41,184	\$ 41,184	\$ 46,385	\$ 5,201
Total revenues.....	<u>41,184</u>	<u>41,184</u>	<u>46,385</u>	<u>5,201</u>
EXPENDITURES				
General government:				
Planning and development services.....	<u>163,585</u>	<u>253,841</u>	<u>99,502</u>	<u>154,339</u>
Total expenditures.....	<u>163,585</u>	<u>253,841</u>	<u>99,502</u>	<u>154,339</u>
Revenues under expenditures.....	<u>(122,401)</u>	<u>(212,657)</u>	<u>(53,117)</u>	<u>159,540</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	41,184	41,184	41,184	-
Recreation fund.....	-	<u>57,256</u>	<u>57,256</u>	-
Total other financing sources.....	<u>41,184</u>	<u>98,440</u>	<u>98,440</u>	-
Net change in fund balances.....	(81,217)	(114,217)	45,323	159,540
Fund balances - January 1.....	<u>112,657</u>	<u>112,657</u>	<u>112,657</u>	-
Fund balances - December 31.....	<u>\$ 31,440</u>	<u>\$ (1,560)</u>	<u>\$ 157,980</u>	<u>\$ 159,540</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
CHILDREN'S JUSTICE CENTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 145,540	\$ 171,124	\$ 142,017	\$ (29,107)
Public contributions.....	-	1,594	1,594	-
Total revenues.....	<u>145,540</u>	<u>172,718</u>	<u>143,611</u>	<u>(29,107)</u>
EXPENDITURES				
Public safety:				
Children's services	<u>145,540</u>	<u>172,385</u>	<u>140,413</u>	<u>31,972</u>
Total expenditures.....	<u>145,540</u>	<u>172,385</u>	<u>140,413</u>	<u>31,972</u>
Revenues over expenditures.....	-	<u>333</u>	<u>3,198</u>	<u>2,865</u>
Net change in fund balances.....	-	333	3,198	2,865
Fund balances - January 1.....	<u>(332)</u>	<u>(332)</u>	<u>(332)</u>	-
Fund balances - December 31.....	<u>\$ (332)</u>	<u>\$ 1</u>	<u>\$ 2,866</u>	<u>\$ 2,865</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
RAPZ TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Sales and use.....	\$ 1,100,000	\$ 1,100,000	\$ 1,123,006	\$ 23,006
Total revenues.....	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,123,006</u>	<u>23,006</u>
EXPENDITURES				
Culture and recreation:				
Projects.....	<u>1,068,725</u>	<u>1,420,830</u>	<u>755,137</u>	<u>665,693</u>
Total expenditures.....	<u>1,068,725</u>	<u>1,420,830</u>	<u>755,137</u>	<u>665,693</u>
Revenues over (under) expenditures.....	<u>31,275</u>	<u>(320,830)</u>	<u>367,869</u>	<u>688,699</u>
OTHER FINANCING USES				
Transfers out:				
General fund.....	(16,275)	(58,275)	(58,275)	-
Municipal services fund.....	-	(10,548)	(10,548)	-
Total other financing uses.....	<u>(16,275)</u>	<u>(68,823)</u>	<u>(68,823)</u>	<u>-</u>
Net change in fund balances.....	15,000	(389,653)	299,046	688,699
Fund balances - January 1.....	<u>1,340,206</u>	<u>1,340,206</u>	<u>1,340,206</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 1,355,206</u>	<u>\$ 950,553</u>	<u>\$ 1,639,252</u>	<u>\$ 688,699</u>

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
AMBULANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Budget Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 546,210	\$ 563,469	\$ 562,454	\$ (1,015)
Total revenues.....	546,210	563,469	562,454	(1,015)
EXPENDITURES				
Public safety:				
Ambulance services.....	539,472	558,613	540,082	18,531
Total expenditures.....	539,472	558,613	540,082	18,531
Revenues over expenditures.....	6,738	4,856	22,372	17,516
Net change in fund balances.....	6,738	4,856	22,372	17,516
Fund balances - January 1.....	156,906	156,906	156,906	-
Fund balances - December 31.....	\$ 163,644	\$ 161,762	\$ 179,278	\$ 17,516

C A C H E C O U N T Y

**BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Budget Amounts</u>			<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Other revenues:				
Interest income.....	\$ 10,000	\$ -	\$ -	\$ -
Total revenues.....	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Debt service:				
Principal.....	919,687	920,687	919,687	1,000
Interest	<u>570,739</u>	<u>570,739</u>	<u>570,739</u>	<u>-</u>
Total expenditures.....	<u>1,490,426</u>	<u>1,491,426</u>	<u>1,490,426</u>	<u>1,000</u>
Revenues under expenditures.....	<u>(1,480,426)</u>	<u>(1,491,426)</u>	<u>(1,490,426)</u>	<u>1,000</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	<u>1,480,426</u>	<u>1,480,426</u>	<u>1,480,426</u>	<u>-</u>
Total other financing sources.....	<u>1,480,426</u>	<u>1,480,426</u>	<u>1,480,426</u>	<u>-</u>
Net change in fund balances.....	-	(11,000)	(10,000)	1,000
Fund balances - January 1.....	<u>170,535</u>	<u>170,535</u>	<u>170,535</u>	<u>-</u>
Fund balances - December 31.....	<u>\$ 170,535</u>	<u>\$ 159,535</u>	<u>\$ 160,535</u>	<u>\$ 1,000</u>

C A C H E C O U N T Y

**COMBINING SCHEDULE OF FIDUCIARY NET ASSETS
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Fee Trust Fund</u>	<u>Health Department 125 Plan</u>	<u>Treasurer's Tax Fund</u>	<u>Total Agency Funds</u>
ASSETS				
Cash and cash equivalents.....	\$ -	\$ 4,810	\$ 22,750,801	\$ 22,755,611
Equity in investment pool.....	185,125	-	-	185,125
Taxes receivable.....	-	-	706,288	706,288
Total assets.....	<u>\$ 185,125</u>	<u>\$ 4,810</u>	<u>\$ 23,457,089</u>	<u>\$ 23,647,024</u>
LIABILITIES				
Due to other taxing units.....	\$ -	\$ -	\$ 23,008,607	\$ 23,008,607
Due to employees.....	-	4,810	-	4,810
Refunds payable.....	-	-	448,482	448,482
Other payables.....	185,125	-	-	185,125
Total liabilities.....	<u>\$ 185,125</u>	<u>\$ 4,810</u>	<u>\$ 23,457,089</u>	<u>\$ 23,647,024</u>

C A C H E C O U N T Y

TREASURER'S TAX FUND SCHEDULE OF TAXES CHARGED, COLLECTED, AND DISBURSED FOR THE YEAR ENDED DECEMBER 31, 2010

1	2	3	4	5	6	7	8	CURRENT YEAR TAXES		
								9	10	11
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 & Centrally Assessed Prop. Tax Rate	Prior Year Personal Tax Rate
County Funds										
Cache County General Fund	4,808,811,930	167,278,305	202,882,861	4,773,207,374	421,201,612	81,799,895	339,401,717	5,112,609,091	0.001672	0.001574
Cache County Health	4,808,811,930	167,278,305	202,882,861	4,773,207,374	421,201,612	81,799,895	339,401,717	5,112,609,091	0.000142	0.000134
Multi-County Assessing/Coll	4,808,811,930	167,278,305	-	4,976,090,235	421,201,612	-	421,201,612	5,397,291,847	0.000162	0.000142
County Assessing/Collecting	4,808,811,930	167,278,305	-	4,976,090,235	421,201,612	-	421,201,612	5,397,291,847	0.000318	0.000300
Cities and Towns										
Amalga	26,924,000	1,039,440	-	27,963,440	12,276,181	-	12,276,181	40,239,621	0.000639	0.000595
Clarkston	18,467,210	734,705	-	19,201,915	52,100	-	52,100	19,254,015	0.001769	0.001683
Cornish	9,935,935	2,350,490	-	12,286,425	16,293	-	16,293	12,302,718	0.002029	0.002104
Hyde Park	203,676,695	2,937,685	-	206,614,380	4,774,529	-	4,774,529	211,388,909	0.001012	0.000917
Hyrum	229,898,060	2,931,020	-	232,829,080	14,942,384	-	14,942,384	247,771,464	0.001658	0.001437
Lewiston	74,835,000	4,374,350	-	79,209,350	9,702,667	-	9,702,667	88,912,017	0.002152	0.002115
Logan	1,827,576,475	32,291,875	187,520,434	1,672,347,916	260,567,930	74,430,207	186,137,723	1,858,485,639	0.002296	0.002157
Mendon	46,209,220	1,007,005	-	47,216,225	283,731	-	283,731	47,499,956	0.001684	0.001579
Millville	76,596,435	1,897,140	-	78,493,575	1,687,474	-	1,687,474	80,181,049	0.000678	0.000632
Newton	25,570,545	727,975	-	26,298,520	464,737	-	464,737	26,765,257	0.001236	0.001285
Nibley	200,912,780	4,030,650	-	204,943,430	4,044,397	-	4,044,397	208,987,827	0.001587	0.001426
North Logan	537,968,155	8,198,965	-	546,167,120	29,695,998	-	29,695,998	575,863,118	0.001759	0.001616
Paradise	36,221,325	1,013,660	-	37,234,985	334,957	-	334,957	37,569,942	0.001052	0.000948
Providence	359,028,970	5,429,260	-	364,458,230	8,474,385	-	8,474,385	372,932,615	0.001124	0.001039
Richmond	83,362,705	3,697,595	-	87,060,300	4,847,715	-	4,847,715	91,908,015	0.001102	0.001057
River Heights	64,586,690	956,945	-	65,543,635	373,255	-	373,255	65,916,890	0.001284	0.001194
Smithfield	376,179,720	8,830,020	15,362,428	369,647,312	20,952,591	7,369,688	13,582,903	383,230,215	0.001364	0.001486
Trenton	17,988,255	2,816,510	-	20,804,765	664,490	-	664,490	21,469,255	0.000751	0.000817
Wellsville	132,036,015	4,443,840	-	136,479,855	1,248,239	-	1,248,239	137,728,094	0.001154	0.001072
Special Districts										
Drainage #3	-	-	-	-	-	-	-	-	1.000000	1.000000
Drainage #4	-	-	-	-	-	-	-	-	3.000000	3.000000
Drainage #5	-	-	-	-	-	-	-	-	1.000000	1.000000
Drainage #6	-	-	-	-	-	-	-	-	0.500000	0.500000
Wellsville / Mendon	-	-	-	-	-	-	-	-	19.000000	19.000000
Noxious Weeds	-	-	-	-	-	-	-	-	1.000000	1.000000
Garbage	-	-	-	-	-	-	-	-	1.000000	1.000000
Greenbelt Rollback	-	-	-	-	-	-	-	-	1.000000	1.000000
Logan Special Improve #1	-	-	-	-	-	-	-	-	1.000000	1.000000
Logan Special Improve #2	-	-	-	-	-	-	-	-	1.000000	1.000000
Logan Temple Improvement	-	-	-	-	-	-	-	-	1.000000	1.000000
Logan 600 W 100 S Improv.	-	-	-	-	-	-	-	-	1.000000	1.000000
State Assessed Revision	-	-	-	-	-	-	-	-	1.000000	1.000000
Penalty	-	-	-	-	-	-	-	-	1.000000	1.000000
Delinquent Benson Culinary	-	-	-	-	-	-	-	-	1.000000	1.000000
Powder Mountain	1,862,450	60,015	-	1,922,465	5,018,973	-	5,018,973	6,941,438	0.000413	0.000311
Cache Mosquito Abatement	2,842,038,340	131,090,240	-	2,973,128,580	159,925,470	-	159,925,470	3,133,054,050	0.000085	0.000065
Mosquito Abatement	38,389,100	1,925,585	-	40,314,685	-	-	-	40,314,685	0.000243	0.000227
Benson Culinary H2O	27,001,690	1,824,615	-	28,826,305	50,759	-	50,759	28,877,064	0.000000	0.000000
Cache Valley Transit District	3,982,025,970	75,251,065	-	4,057,277,035	360,063,326	-	360,063,326	4,417,340,361	0.000000	0.000000
Cemetery Districts										
Avon Cemetery	52,479,490	874,320	-	53,353,810	5,046,488	-	5,046,488	58,400,298	0.000135	0.000119
Cornish Cemetery	11,851,490	13,680,320	-	25,531,810	16,293	-	16,293	25,548,103	0.000356	0.000367
Hyde Park Cemetery	303,194,505	4,597,220	-	307,791,725	5,706,851	-	5,706,851	313,498,576	0.000205	0.000189
Millville/Nibley Cemetery	252,212,695	7,245,785	-	259,458,480	5,731,871	-	5,731,871	265,190,351	0.000097	0.000089
Newton Cemetery	38,871,540	9,842,715	-	48,714,255	464,737	-	464,737	49,178,992	0.000094	0.000095
Paradise Cemetery	74,125,285	5,446,050	-	79,571,335	334,957	-	334,957	79,906,292	0.000094	0.000086
Richmond Cemetery	142,010,670	10,073,155	-	152,083,825	16,789,586	-	16,789,586	168,873,411	0.000128	0.000122
School Districts										
Cache County Schools	3,042,641,790	135,457,185	31,567,638	3,146,531,337	164,305,005	5,003,042	159,301,963	3,305,833,300	0.004969	0.004780
Cache Statewide Schools	3,042,641,790	135,457,185	31,567,638	3,146,531,337	164,305,005	5,003,042	159,301,963	3,305,833,300	0.001495	0.001433
Logan City Schools	1,766,170,140	31,821,120	171,315,224	1,626,676,036	256,896,607	76,796,853	180,099,754	1,806,775,790	0.000673	0.000587
Logan Statewide Schools	1,766,170,140	31,821,120	171,315,224	1,626,676,036	256,896,607	76,796,853	180,099,754	1,806,775,790	0.001495	0.001433
Redevelopment Districts										
Cache County	-	-	(202,882,861)	202,882,861	-	(81,799,895)	81,799,895	284,682,756	0.001814	0.001708
Logan City	-	-	(187,520,434)	187,520,434	-	(74,430,207)	74,430,207	261,950,641	0.002296	0.002157
Smithfield City	-	-	(15,362,428)	15,362,428	-	(7,369,688)	7,369,688	22,732,116	0.001364	0.001486
Logan City Schools	-	-	(171,315,224)	171,315,224	-	(76,796,853)	76,796,853	248,112,077	0.007868	0.007304
Cache County Schools	-	-	(31,567,638)	31,567,638	-	(5,003,042)	5,003,042	36,570,680	0.006464	0.006213
TOTALS										

12 Real & Centrally Assessed Prop. Taxes Charged (5 x 10)	13 Personal Property Taxes Charged (8 x 11)	14 Total Taxes Charged (12 + 13)	15				16		17		18		19 Taxes Collected (14 - 18)	20 Annual Collection Rate (19 ÷ 14)	21 Fee-in-lieu	22 Misc. Collections	23		24	
			Treasurer's Relief				Total Relief (15 + 16 + 17)	Taxes Collected (14 - 18)	Annual Collection Rate (19 ÷ 14)	Fee-in-lieu	Misc. Collections	Delinquencies					Tax	Interest / Penalty		
			Unpaid Taxes	Abatements	Other															
7,980,803	534,218	8,515,021	401,606	57,452	8,931	467,989	8,047,032	94.50%	887,687	107,575	317,042	104,253								
677,795	45,480	723,275	34,108	4,879	759	39,746	683,529	94.50%	75,573	9,153	27,118	881								
806,127	59,811	865,938	38,912	5,567	858	45,337	820,601	94.76%	80,020	10,053	26,854	816								
1,582,397	126,360	1,708,757	76,382	10,927	1,699	89,008	1,619,749	94.79%	169,153	20,946	58,879	1,840								
17,869	7,304	25,173	725	29	4	758	24,415	96.99%	1,731	131	664	8								
33,958	88	34,056	806	744	6	1,556	32,500	95.43%	7,375	207	388	35								
24,929	34	24,963	588	-	130	718	24,245	97.12%	2,386	561	645	-								
209,094	4,378	213,472	10,996	1,572	46	12,614	200,858	94.09%	24,293	1,512	5,097	138								
386,031	21,472	407,503	18,288	4,115	977	23,380	384,123	94.26%	55,219	15,911	13,838	432								
170,459	20,521	190,980	3,390	1,560	101	5,051	185,929	97.36%	20,204	1,788	2,188	36								
3,839,711	401,499	4,241,210	208,379	28,163	4,954	241,496	3,999,714	94.31%	372,244	28,237	152,276	4,172								
79,512	448	79,960	2,246	868	29	3,143	76,817	96.07%	13,546	506	1,573	70								
53,219	1,066	54,285	1,091	283	30	1,404	52,881	97.41%	8,110	346	572	7								
32,505	597	33,102	1,177	527	5	1,709	31,393	94.84%	6,103	202	346	3								
325,245	5,767	331,012	26,755	1,804	130	28,689	302,323	91.33%	36,360	5,141	15,760	448								
960,708	47,989	1,008,697	50,156	4,248	2,003	56,407	952,290	94.41%	75,288	14,280	33,706	793								
39,171	318	39,489	2,291	721	8	3,020	36,469	92.35%	7,560	1,725	1,005	38								
409,651	8,805	418,456	11,061	3,547	330	14,938	403,518	96.43%	52,419	2,838	21,889	990								
95,940	5,124	101,064	2,154	1,454	52	3,660	97,404	96.38%	14,909	942	2,073	57								
84,158	446	84,604	1,529	997	5	2,531	82,073	97.01%	12,194	823	2,595	130								
504,199	20,184	524,383	24,355	4,989	433	29,777	494,606	94.32%	83,994	5,434	18,368	562								
15,624	543	16,167	401	151	7	559	15,608	96.54%	2,280	366	350	12								
157,498	1,338	158,836	8,818	1,197	19	10,034	148,802	93.68%	30,859	1,792	13,760	447								
1,609	-	1,609	10	-	-	10	1,599	99.38%	-	-	10	-								
4,826	-	4,826	47	-	-	47	4,779	99.03%	-	-	50	-								
1,710	-	1,710	15	-	-	15	1,695	99.12%	-	-	20	-								
5,554	-	5,554	184	-	-	184	5,370	96.69%	-	-	-	-								
137,475	-	137,475	2,567	-	-	2,567	134,908	98.13%	-	-	5,935	-								
889	-	889	136	-	-	136	753	84.70%	-	-	-	-								
2,904	-	2,904	26,416	-	-	26,416	(23,512)	-809.64%	-	(360)	10,584	-								
37,298	-	37,298	-	-	-	-	37,298	100.00%	-	-	-	-								
17,160	-	17,160	-	-	-	-	17,160	100.00%	-	-	-	-								
17,835	-	17,835	540	-	-	540	17,295	96.97%	-	-	4,132	-								
7,063	-	7,063	-	-	-	-	7,063	100.00%	-	-	-	-								
3,481	-	3,481	-	-	-	-	3,481	100.00%	-	-	-	-								
8	-	8	-	-	-	-	8	100.00%	-	-	-	-								
2,192	-	2,192	335	-	-	335	1,857	84.72%	-	-	-	-								
4,151	-	4,151	-	-	-	-	4,151	100.00%	-	-	-	-								
794	1,561	2,355	707	-	-	707	1,648	69.98%	-	1,289	50	1								
252,716	10,395	263,111	12,283	1,736	257	14,276	248,835	94.57%	24,099	2,601	8,295	289								
9,796	-	9,796	381	51	3	435	9,361	95.56%	556	(16)	90	4								
-	-	-	551	-	-	551	(551)	0.00%	-	-	-	-								
-	-	-	-	-	-	-	-	0.00%	-	-	-	-								
7,203	601	7,804	1,573	19	1	1,593	6,211	79.59%	223	409	438	24								
9,089	6	9,095	106	-	57	163	8,932	98.21%	454	122	112	-								
63,097	1,079	64,176	3,637	417	164	4,218	59,958	93.43%	6,643	444	2,134	52								
25,167	510	25,677	934	146	12	1,092	24,585	95.75%	3,355	355	653	18								
4,579	44	4,623	195	47	4	246	4,377	94.68%	540	62	67	1								
7,480	29	7,509	451	64	1	516	6,993	93.13%	917	178	219	7								
19,467	2,048	21,515	843	173	8	1,024	20,491	95.24%	2,260	223	646	16								
15,635,114	761,463	16,396,577	776,984	110,843	15,912	903,739	15,492,838	94.49%	1,876,392	265,916	611,610	20,598								
4,704,064	228,280	4,932,344	233,768	33,349	4,783	271,900	4,660,444	94.49%	562,278	78,777	177,992	5,868								
10,366,806	1,057,366	11,424,172	534,243	76,821	13,752	624,816	10,799,356	94.53%	1,005,703	71,111	405,510	11,053								
2,431,881	258,083	2,689,964	125,324	18,021	3,219	146,564	2,543,400	94.55%	245,307	17,879	96,357	2,620								
368,030	139,714	507,744	-	-	-	-	507,744	100.00%	-	-	-	-								
430,547	160,546	591,093	-	-	-	-	591,093	100.00%	-	-	-	-								
20,954	10,951	31,905	-	-	-	-	31,905	100.00%	-	-	-	-								
1,347,908	560,924	1,908,832	-	-	-	-	1,908,832	100.00%	-	-	-	-								
204,053	31,084	235,137	-	-	-	-	235,137	100.00%	-	-	-	-								
\$ 54,639,513	\$ 4,538,474	\$ 59,177,987	\$ 2,648,444	\$ 377,481	\$ 59,689	\$ 3,085,614	\$ 56,092,373	94.79%	\$ 5,768,234	\$ 669,459	\$ 2,041,890	\$ 156,719								

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COMPONENT UNITS

C A C H E C O U N T Y

**COMBINING STATEMENT OF NET ASSETS
NORTH PARK INTERLOCAL COOPERATIVE
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>North Park Interlocal Cooperative</u>	<u>Bridgerland Community Ice Arena</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents.....	\$ 21,089	\$ 155,557	\$ 176,646
Accounts receivable, net.....	-	711	711
Pledges receivable, net.....	-	198,379	198,379
Restricted investments.....	202	-	202
Inventory.....	-	18,187	18,187
Other assets.....	-	285,623	285,623
Noncurrent pledges receivable, net.....	-	15,197	15,197
Capital assets:			
Buildings, improvements and equipment.....	4,516,695	319,245	4,835,940
Accumulated depreciation.....	<u>(852,753)</u>	<u>(215,757)</u>	<u>(1,068,510)</u>
Total assets.....	<u>3,685,233</u>	<u>777,142</u>	<u>4,462,375</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	-	24,088	24,088
Noncurrent liabilities:			
Due within one year.....	-	50,000	50,000
Due in more than one year.....	<u>-</u>	<u>50,000</u>	<u>50,000</u>
Total liabilities.....	<u>-</u>	<u>124,088</u>	<u>124,088</u>
NET ASSETS			
Invested in capital assets, net of related debt....	3,663,942	103,488	3,767,430
Restricted for:			
Capital projects.....	-	83,886	83,886
Debt service.....	202	-	202
Other purposes.....	-	287,789	287,789
Unrestricted.....	<u>21,089</u>	<u>177,891</u>	<u>198,980</u>
Total net assets.....	<u>\$ 3,685,233</u>	<u>\$ 653,054</u>	<u>\$ 4,338,287</u>

C A C H E C O U N T Y

**COMBINING STATEMENT OF ACTIVITIES
NORTH PARK INTERLOCAL COOPERATIVE
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>North Park Interlocal Cooperative</u>	<u>Bridgerland Community Ice Arena</u>	<u>Total</u>
Expenses.....	\$ 143,350	\$ 695,557	\$ 838,907
Internal payments / (receipts).....	<u>(243,523)</u>	<u>243,523</u>	<u>-</u>
Program revenues			
Charges for services.....	-	406,412	406,412
Operating grants and contributions.....	<u>92,853</u>	<u>402,708</u>	<u>495,561</u>
Total program revenues.....	<u>92,853</u>	<u>809,120</u>	<u>901,973</u>
Net revenues (expenses).....	<u>193,026</u>	<u>(129,960)</u>	<u>63,066</u>
General revenues			
Sales and use taxes.....	100,328	-	100,328
Interest income.....	<u>2,323</u>	<u>2,893</u>	<u>5,216</u>
Total general revenues.....	<u>102,651</u>	<u>2,893</u>	<u>105,544</u>
Change in net assets.....	295,677	(127,067)	168,610
Net assets - beginning.....	<u>3,389,556</u>	<u>780,121</u>	<u>4,169,677</u>
Net assets - ending.....	<u>\$ 3,685,233</u>	<u>\$ 653,054</u>	<u>\$ 4,338,287</u>

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CACHE COUNTY
SINGLE AUDIT REPORTS

C A C H E C O U N T Y

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

<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>			
Secure Rural Schools-Title III	10.665	FY10	280,700
Forest Service Recovery Act Project	10.687	09-RO-110482B1-010	89,927
 NRCS Canal Project	 10.923	 10-16-01	 5,739
<i>Passed through Bear River Association of Governments</i>			
Elderly Feeding Program, Cash-In-Lieu	10.550	FY 09-10	13,723
Elderly Feeding Program, Cash-In-Lieu	10.550	FY 10-11	10,786
<i>Passed through Utah Department of Health</i>			
<i>Special Supplemental Food Program for Women, Infants and Children:</i>			
Food Vouchers 2010	10.557	C7	2,057,112
Food Vouchers 2011	10.557	C7	672,678
Administrative Costs 2010	10.557	C7	736,468
Administrative Costs 2011	10.557	C7	290,214
 Summer Food 2010	 10.559	 C6-IV	 300
Summer Food 2011	10.559	C6-IV	300
Total USDA			4,157,947
 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	25,382
Special Programs for Aging, Title III, Part B	93.044	FY 10-11	33,562
Special Programs for Aging, CMM Title III, Part C1	93.045	FY 09-10	39,487
Special Programs for Aging, HDM Title III, Part C2	93.045	FY 10-11	46,145
 Special Programs for Aging, IIID PHP	 93.045	 FY 10-11	 1,348
 Health Insurance Counseling	 93.779	 FY 10-11	 2,081
 Title XX Discretionary Fund	 93.667	 FY 09-10	 4,608
<i>Passed through State Department of Health</i>			
General Federal Block MHF	93.958	#092576	106,473
 Federal Block Children MHX	 93.958	 #092576	 27,840
<i>Passed through Utah Department of Health and Human Services</i>			
NAACHO 2010	93.008	MRC 10 473	5,000
NAACHO 2011	93.008	MRC 10 158	5,000

C A C H E C O U N T Y

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
Public Health Emergency Response	93.069	101119	166,420
Public Health Emergency Response	93.069	101288	166,028
TB Elimination 2010	93.116	C5-I	3,942
Immunization 2010	93.268	C4-II	14,627
Immunization 2011	93.268	C4-II	50,319
Immunization ARRA	93.712	C5-V	17,561
Drug Free Communities 2010	93.276	IH79SP015878-01	104,952
Arthritis 2010	93.283	C3-VI	954
Arthritis 2011	93.283	C3-VI	5,000
Bioterrorism 2010	93.283	C8-I	223,912
Bioterrorism 2011	93.283	C8-I	116,354
Cancer Control 2010	93.283	C3-I	10,728
Cancer Control 2011	93.283	C3-I	12,566
Regional EPI 2010	93.283	102158	7,211
Regional EPI 2011	93.283	C8-I	25,196
Tobacco Control 2010	93.283	C3-V	33,725
Tobacco Control 2011	93.283	C3-V	21,473
TB Special Populations 2010	93.566	C5-IV	4,822
TB Special Populations 2011	93.566	C5-IV	5,663
Case Management 2010	93.778	C1-II	33,653
Case Management 2011	93.778	C1-II	57,646
CHEC 2010	93.778	C1-I	14,602
CHEC 2011	93.778	C1-I	23,561
State Medical Reserve Corp. 2010	93.889	C8	8,894
State Medical Reserve Corp. 2011	93.889	C8	11,281
Regional Healthcare Preparedness	93.889	101367	128,636
Regional Healthcare Preparedness	93.889	C8	74,445
AIDS 2010	93.940	C5-III	4,000
Substance Abuse - SAPT Block Grant 2010	93.959	052366	205,581
Substance Abuse - SAPT Block Grant 2011	93.959	092177	620,169
STD Basic 2010	93.977	C5-II	4,200
Diabetes 2010	93.988	C3-VI	4,866
Diabetes 2011	93.988	C3-VI	4,127
Injury Prevention 2010	93.991	C3-III	7,150
Injury Prevention 2011	93.991	C3-III	7,978

C A C H E C O U N T Y

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
Preventative Block Grant 2010	93.991	C3-II	12,694
Preventative Block Grant 2011	93.991	C3-II	9,548
Home Visitation 2010	93.994	C4-I	8,597
Home Visitation 2011	93.994	C4-I	9,872
MCH Community Injury 2010	93.994	C3-III	20,085
MCH Community Injury 2011	93.994	C3-III	15,695
Maternal & Child Health 2010	93.994	C4-I	47,099
Maternal & Child Health 2011	93.994	C4-I	47,099
Total HHS			2,669,857
U.S. Dept of Housing and Urban Development (HUD)			
<i>Passed through State Department of Community and Economic Development</i>			
Community Development Block Grant-Comm Nursing Svc	14.228	10-0007	26,136
Community Development Block Grant-Options for Independence	14.228	10-1055	19,657
Community Development Block Grant-NNHC-Land Acq	14.228	10-2471	100,000
Community Development Block Grant-Cache Employ. Training Ctr.	14.228	10-2467	424
Community Development Block Grant-BR Adult Skill Center	14.228	10-2545	1,974
Total HUD			148,191
U.S. Department of Energy (DOE)			
<i>Direct Program</i>			
Energy Efficiency & Conservation Block Grant (EECBG)	81.128	DE-RW0000101	196,140
Total DOE			196,140
U.S. Department of the Interior (DOI)			
<i>Passed through State Division of Wildlife Resources</i>			
Pittman-Robertson Program	15.611	FY2010	9,053
Total DOI			9,053
U.S. Department of Justice (DOJ)			
<i>Passed through State Office of the Attorney General</i>			
Victim Assistance Services Grant	16.575	09-VOCA-04	76,539
Victim Assistance Services Grant	16.575	10-VOCA-04	47,846
Violence Against Women Grant (Detective)	16.588	09-VAWA-04	24,349
Violence Against Women Grant (Special Prosecutor)	16.588	09-VAWA-03	76,297

C A C H E C O U N T Y

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
ARRA VAWA Recovery	16,588	09WREC02/15	36,054
ARRA VOCA Recovery	16,588	09VREC01	19,081
Total DOJ			280,166
U.S. Department of Transportation (DOT)			
<i>Direct Program</i>			
Airport Improvement Project #21 Crack seal/Markings	20.106	DOT-FA10NM-1086	150,602
Airport Improvement Project #19 Master Plan	20.106	DOT-FA07NM-1068	8,603
<i>Passed through State Department of Transportation</i>			
Logan Canyon Scenic Byway - Projects	20.205	98288, 98289, 58377	30,301
<i>Passed through State Division of Homeland Security</i>			
2010 LEPC Hazardous Materials Planning Grant	20.703	SFM-2008-LEPC-CC	3,200
<i>Passed Through Utah Highway Safety Office</i>			
BC Occupant Protection 2010	20.600	CP080204	15,535
BC Occupant Protection 2011	20.600	CP100204	11,122
Hispanic Outreach	20.600	CP100213	18,108
Total DOT			237,471
U.S. Environmental Protection Agency (EPA)			
<i>Passed through Utah Division of Environmental Quality</i>			
DEQ Drinking Water 2010	66.468	50580	5,655
DEQ Drinking Water 2011	66.468	50580	5,655
DEQ Environmental Services 2011	66.605	50580	3,000
Total EPA			14,310
The Corporation for National and Community Service (CNCS)			
<i>Direct Program</i>			
Retired Service Volunteer Program	94.002	09SRPUT001	39,674
Total CNCS			39,674

C A C H E C O U N T Y

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

<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 Homeland Security (DHS)			
<i>Passed through State Department of Public Safety</i>			
Assistance to Firefighters Grant (AFG)	97.044	EMW-2009-FR-00123	252,192
HS Grant-State HS Program Grant Allocation	97.067	ODP-FY08	5,147
HS Grant-State HS Program Grant Allocation	97.067	ODP-FY09	429,957
Emergency Management Performance Grant	97.042	2009 EMPG	3,000
Emergency Management Performance Grant	97.042	2010 EMPG	32,492
Total DHS			722,788
GRAND TOTAL			\$ 8,475,597

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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

A. Basis of Accounting

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

B. 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).

C. 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.

D. 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.

E. 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 and 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 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, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 27, 2011. 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 opinions 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of

findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 10-01 to be a material weakness.

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 deficiency described in the accompanying schedule of findings and questioned costs as item 10-02 to be a significant deficiency.

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 management of the County in a separate letter dated June 27, 2011.

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

This report is intended solely for the information and use of management, the County Council, others within the entity, and 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 27, 2011



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON 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 Cache County, Utah's (the County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2010. 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2010.

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 to determine the 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 27, 2011

CACHE COUNTY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2010

A. Summary of Audit Findings:

1.	Type of report issued	Unqualified
2.	Internal control over financial reporting: Material weaknesses identified:	Yes – One
	Significant deficiencies identified that were not considered to be material weaknesses:	Yes – One
3.	Non-compliance material to financial statements noted:	No
4.	Internal control over major programs: Material weaknesses identified:	No
	Significant deficiencies identified that were not considered to be material weaknesses:	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 Substance Abuse 93.959 Energy Efficiency and Conservation Block Grant 81.128
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, 2010

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

Finding 10-01

Criteria: Internal control standards adopted by the Government Accountability Office (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.

Condition: Controls over financial close and reporting are insufficient to prevent misstatements in the presentation of the financial statements. Auditor-proposed adjustments were made to the balances of revenues and associated receivables, expenditures and associated payables, cash allocations, and investments.

Cause: Insufficient monitoring of centralized accounting personnel by management.

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.

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

Finding 10-02

Criteria: Internal control standards adopted by the GAO expect that the individuals charged with governance of an organization establish an effective control environment, assess internal control risks, establish appropriate control activities, document and communicate controls and procedures, and monitor compliance with policies and procedures.

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

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

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

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

CACHE COUNTY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2010

- 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, 2010

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, 2010

Cache County respectfully submits the following response for the findings 10-01 and 10-02 identified in the December 31, 2010 audit:

Response to finding 10-01

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 10-02

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.



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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, 2010, and have issued our report thereon dated June 27, 2011. 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; and 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, 2010. 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)
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.)

Children's Justice Center (Attorney General)
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)

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
- Fund Balance Limitation

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 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, 2010.



JONES SIMKINS, P.C.
June 27, 2011

**SCHEDULE OF EXPENDITURES OF TRANSIENT ROOM TAXES
AND TOURISM, RECREATION, CULTURAL, AND CONVENTION FACILITIES TAXES
FOR THE YEAR ENDED DECEMBER 31, 2010**

Transient Room Tax	
Establishing and promoting:	
Recreation.....	\$ -
Tourism.....	289,677
Film production.....	-
Conventions.....	-
Acquiring, leasing, constructing, furnishing, or operating:	
Convention meeting rooms.....	-
Exhibit halls.....	-
Visitor information centers.....	51,107
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>\$ 340,784</u>
 Tourism, Recreation, Cultural, and Convention (TRCC) Facilities Taxes	
Financing tourism promotion.....	\$ -
Development, operation, and maintenance of:	
Tourist facilities.....	-
Recreation facilities.....	-
Cultural facilities.....	-
Total TRCC Facilities Tax Expenditures.....	<u>\$ -</u>
 Reserves and Pledges	
Reserves on bonds related to TRT funds.....	\$ -
Pledges as security for evidences of indebtedness related to TRCC.....	-
Total Pledges of TRT and TRCC Taxes.....	<u>\$ -</u>