



Comprehensive Annual  
Financial Report  
Fiscal Year Ended  
June 30, 2012



**Coconino County, Arizona  
Comprehensive Annual Financial Report  
Fiscal Year Ended June 30, 2012**

**COCONINO COUNTY BOARD OF SUPERVISORS**

Carl Taylor  
Chairperson  
District 1

Elizabeth C. Archuleta  
Vice Chairperson  
District 2

Matthew G. Ryan  
District 3

Mandy Metzger  
District 4

Lena Fowler  
District 5

Mike Townsend  
Interim County Manager

Larry Dannenfeldt  
Deputy County Manager

Andy Bertelsen  
Allison Eckert  
Joanne Keene  
Assistant County Managers

Finance Team

*Sandra Schulz, CPA, Chief Financial Officer  
Holly Lindfors, CPA, Accounting Manager  
Thomas Johnson, CPA, Senior Accountant  
Marsha Westling, Accountant*

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## **INTRODUCTORY SECTION**

April 8, 2013

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

We are pleased to provide you the Comprehensive Annual Financial Report (CAFR) of Coconino County, Arizona (County) for the fiscal year ended June 30, 2012. The CAFR provides additional information to the Board and the citizens on the County's financial position and results of operations. Pursuant to Arizona Revised Statute (A.R.S.) 41-1279.21 the Coconino County CAFR was audited in accordance with generally accepted auditing standards for the year ended June 30, 2012 and has been issued an unqualified ("clean") opinion.

This report consists of management's representations concerning the finances of Coconino County. Consequently management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

CliftonLarsonAllen LLP, a firm of licensed certified public accountants, has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unqualified ("clean") opinion that the County's financial statements for the fiscal year ended June 30, 2012, are fairly presented in conformity with GAAP. The Independent Auditors' Report is located at the front of the financial section of this report.

The report is prepared in accordance with generally accepted accounting principles (GAAP), in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB), and using the guidelines established by the Government Finance Officers Association of the United States and Canada (GFOA). GAAP requires that management provide an analysis, narrative introduction, and overview to accompany the basic financial statements, called the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A immediately follows the independent auditor's report in the financial section of this report.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

## **Coconino County Profile**

Coconino County was established on February 19, 1891 by the 16<sup>th</sup> Territorial Assembly with an initial population count of 4,000. The County encompasses approximately 18,617 square miles – is the largest county in Arizona and the second largest in the United States. Despite its size, Coconino County is one of the most sparsely populated counties in Arizona with a population of 6.2 per square mile. Only 12% of the County's total square miles is private property. The remainder is a combination of state, federal and reservation land.

The census estimated the 2011 population of the County to be 134,511. Flagstaff is the County seat and the largest city in the County. The County is home to the Grand Canyon, four other federal recreation areas and three state parks. The County is also home to reservation land belonging to the Navajo, Hopi, Havasupai, Hualapai and Paiute tribes.

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

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

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

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

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

## **Assessing Coconino County's Economic Condition**

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

*Local Economy.* The economy of Coconino County is based primarily on public administration, the service industry, wholesale and retail trade, and tourism. The City of Flagstaff (the County seat) is the center of educational, governmental and scientific employment. Major employers include Northern Arizona University, Flagstaff Medical Center, W.L. Gore and Associates, Flagstaff Unified School District, Coconino County, City of Flagstaff, Walmart, Wallgreens Distribution Center, SCA Tissue, Dell Systems, Coconino Community College, the U.S. Forest Service, the U.S. National Park Service, the Navajo Nation, and Nestle-Purina.

Tourism significantly impacts the local economy. Old Route 66 runs across most of the County as well as US Route 40. Attractions include the Grand Canyon, Sedona/Oak Creek Canyon, Glen Canyon National Recreation Area, Wupatki National Monument, Sunset Crater National Monument, Walnut Canyon Monument, and Slide Rock State Park. Over 6.9 million people visited these attractions in 2010.

*Strategic Budget Process and Financial Planning.* The County has had a comprehensive long-term financial planning process in place since fiscal year (fiscal year) 2007. In fiscal year12 the County expanded on the Strategic Budget Process begun in fiscal year10. The goal of the process is to provide consistent delivery of essential services to its residents in times of economic growth or recession and to identify opportunities for cost containment through prevention efforts. Keys to this process are a ten-year financial plan, aligning revenue types with expenditures, growing recurring expenditures only at recessionary revenue levels, building prudent reserves, planning for compensation, facilities and information technology (IT), continued development of the Strategic Budgeting Process and development of new revenue sources.

*Impact of State Economic Condition.* Although the County's sound long-term financial planning considered and included a recessionary growth model based on prior recessions, the depth and breadth of economic downturn to both the State and local economies continues to impact County revenues. Additionally, there remains a structural deficit at the state level and, as a result, the County expects reduced and reallocated State/County shared revenues, shifts in mandated costs to counties, and further cuts to County funding for Highways and Streets, Public Safety, Courts, Health and Social Services programs. In future years, the County will have additional impacts from further State revenue allocation reductions and cost shifts. This causes continued uncertainty for Counties across the state and into the foreseeable future. The County will continue to work with the Governor, State Legislators, and County Supervisors Association to find solutions to the State budget shortfall that have the least impact to counties. In addition to these efforts, the County is actively pursuing solutions to decrease reliance on State controlled revenues and to increase locally controlled sources. Additional details are included in Management's Discussion and Analysis (MD&A) under "Economic Factors and Next Year's Budget" which can be found in the Financial section of the CAFR.

*Economic Outlook.* The County's local revenues as well as those allocated by and received from the State continue to be impacted by the economic downturn. However, these revenues showed small signs of improvement beginning in fiscal year11. Although revenues are improving the County anticipates a slower growth rate than what we have experienced in the past. Total revenues are not expected to return to fiscal year07 and fiscal year08 levels for many years. Arizona was among the states hardest hit by the recession and economists continue to predict that the economic recovery in Arizona will span several years and include years of slow growth levels. Further, while Arizona is showing some positive signs of recovery and is currently trending better than the United States overall,

the State's dependence on growth industries and uncertainty regarding the budget outcome within the State remain concerns. Additional considerations are the impacts of the federal deficit and global economic conditions. The County will continue to address this outlook through the Strategic Budget Process, adjustments to its recessionary growth model, potential new revenue sources and the ongoing long-term financial planning process. Over the next 3-5 years the County plans to review and evaluate all programs and services currently provided in an effort to create capacity to address future structural deficits in several major funds and unmet compensation, facilities and information technology needs. Additional details are included in the MD&A under "Economic Factors and Next Year's Budget".

## **Budget Management Policy**

- The Board uses the approved County **fiscal policies** and strategic priorities to guide the County's budget process. Decisions are evaluated within these contexts as well as the accompanying ten-year financial plan.
- During the budget process, departments are asked to put together and evaluate a line item budget for both revenues and expenditures and present program performance measures and outcomes. Funding for all County programs will be submitted to the Budget Team, County Manager, and Board of Supervisors for recommended funding. Increases to program funding must be submitted as part of the Program Funding Request and must be clearly tied to a specific strategic priority outcome indicator, as adopted by the Board of Supervisors.
- All Program Funding Requests should be tied to the outcomes of the adopted Strategic Priority Areas and will be evaluated for funding based on criteria adopted by the Board of Supervisors.

Coconino County's **fiscal policies** insulates itself from fiscal crisis, promotes long-term stability, provides perspective to the financial picture of the entire County rather than single issues, links long-run financial planning to day-to-day operations and provides a framework for the Board of Supervisors and the citizens for measuring the fiscal impact of government services against established fiscal parameter. The **fiscal policies** include:

*Operating Budget Policies.* The operating budget is a plan for allocating resources.

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

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

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

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

## **Major Initiatives/Impacts**

*Schultz Fire and Flood*

In late June 2010, the Schultz Fire burned approximately 15,000 acres on steep mountain slopes in the County. The annual monsoon season started one week later and the County began to experience catastrophic flooding in an unincorporated residential area east of Flagstaff. Significant risk to public safety and health existed with over 1,500 properties affected and by the end of fiscal year11 over \$5 million was spent on response and mitigation efforts. Full-time staff identified and applied for funding and managed the mitigation efforts. These efforts have secured over \$11 million in Federal and State funding to date. We estimate there will be flooding concerns for the next 10 years and another \$11 million of additional funding will be needed for mitigation projects in fiscal year13 alone. Several grant applications have been prepared and submitted to offset the cost to the County where possible. In order to provide for matching funds the Board of Supervisors adopted a property tax rate increase of \$0.40 per \$100 of assessed valuation for the Flood Control District in fiscal year12. The same rate has been adopted for fiscal year13.

#### *Performance Measures*

Performance measures are a main component of the Strategic Budget Process. These measures are now tied specifically to programs, and in the future will be used to evaluate the strength of funding requests.

#### *Repair and Replacement (R&R) and Strategic Capital Planning*

The County maintains a Facilities Repair and Replacement Fund for the routine maintenance of County facilities. This fund is used for carpet replacement, HVAC repairs and replacements, painting, window replacements, and many other projects. After evaluating the projects submitted for R & R funding in fiscal year12, it was determined we need to fund critical improvements that prolong the life of our assets and catch up on some previously delayed projects. We have completed a Facilities Master Plan and a strategic plan for our Information Technology department that we hope to begin implementing in the near future.

#### *Legislative Solutions*

Legislation was introduced and passed at the State level that allows County Public Defenders to handle services in-house that previously required County funding for contract attorneys. We worked with the State to establish an Arizona Health Care Costs Containment System (AHCCCS) suspension program that allows prisoners released from our local jail to return to AHCCCS without completing a lengthy reapplication process.

#### *Assessor/Treasurer Systems*

In January 2009, the Arizona Department of Revenue notified the County that it would no longer maintain the property tax valuation system utilized by several Counties in the state at the end of the 2011 assessment cycle. This action forced the County to locate and implement an assessor system in a relatively short time frame. A Tyler Technologies Assessor/Treasurer solution was selected at a cost of \$1.9 million dollars and implementation of both systems was completed in August 2011.

#### *Criminal Justice Coordinating Council (CJCC or Council)*

The purpose of the CJCC is to study the criminal justice systems in Coconino County, identify areas for improvement and formulate policy, plans and programs for change. In addition, its mission is to communicate and present planning, financial, operational, managerial, and programmatic recommendations to the agencies represented on the Council. The Council is committed to providing the coordinated leadership necessary to establish cohesive public policies which are based on research, evaluation and monitoring of policy decisions and program implementations. There are currently nineteen members of the council from multiple jurisdictions within the region. The consensus of these members is required for decisions and recommendations.

### *Other Initiatives*

The County implemented the Alternative Dispute Resolution program in which mediation services are provided for cases that may otherwise end up in the court system. The Recorder's Office implemented e-recording and employee pay stubs were made available on-line by the Finance Department. These web-based solutions result not only in decreased staff and operating costs for the County, but decreased costs to our citizens that may otherwise expend time and money for travel.

### **Other**

#### *Single Audit*

The independent audit of the financial statements of the County included the federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report on the audited government's internal controls and compliance with legal requirements in addition to the fair presentation of the financial statements. This "Single Audit" puts special emphasis on internal controls and compliance with legal requirements involving the administration of major federal awards. These reports are available in the County's separately issued Single Audit report.

#### *Expenditure Limitation*

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

### **Awards**

Coconino County has received The Government Finance Officers Association of the United States and Canada (GFOA) Certificate of Achievement for Excellence in Financial Reporting for its comprehensive annual financial report for fiscal years 2009, 2010 and 2011. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, Coconino County has received the GFOA's Distinguished Budget Presentation Award for its annual budget for fiscal years 2001 through 2012. The annual budget for fiscal year 2013 has been submitted and we look forward to receiving this award for the thirteenth consecutive year. In order to qualify for the award the County's budget had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device.

## **Acknowledgments**

Preparation of this report could not be accomplished without the dedicated service of the staff of the County's Finance Department, the assistance of personnel in the various departments, and the assistance of our auditors CliftonLarsonAllen LLP. We also wish to recognize that preparation of this report could not be accomplished without the interest and support of the Board of Supervisors and their continued commitment to professional and fiscally responsible financial management and planning.

Respectfully submitted,

Michael Townsend  
Interim County Manager

Sandra A. Schulz  
Chief Fiscal Officer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Coconino County  
Arizona

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Linda C. Davison*

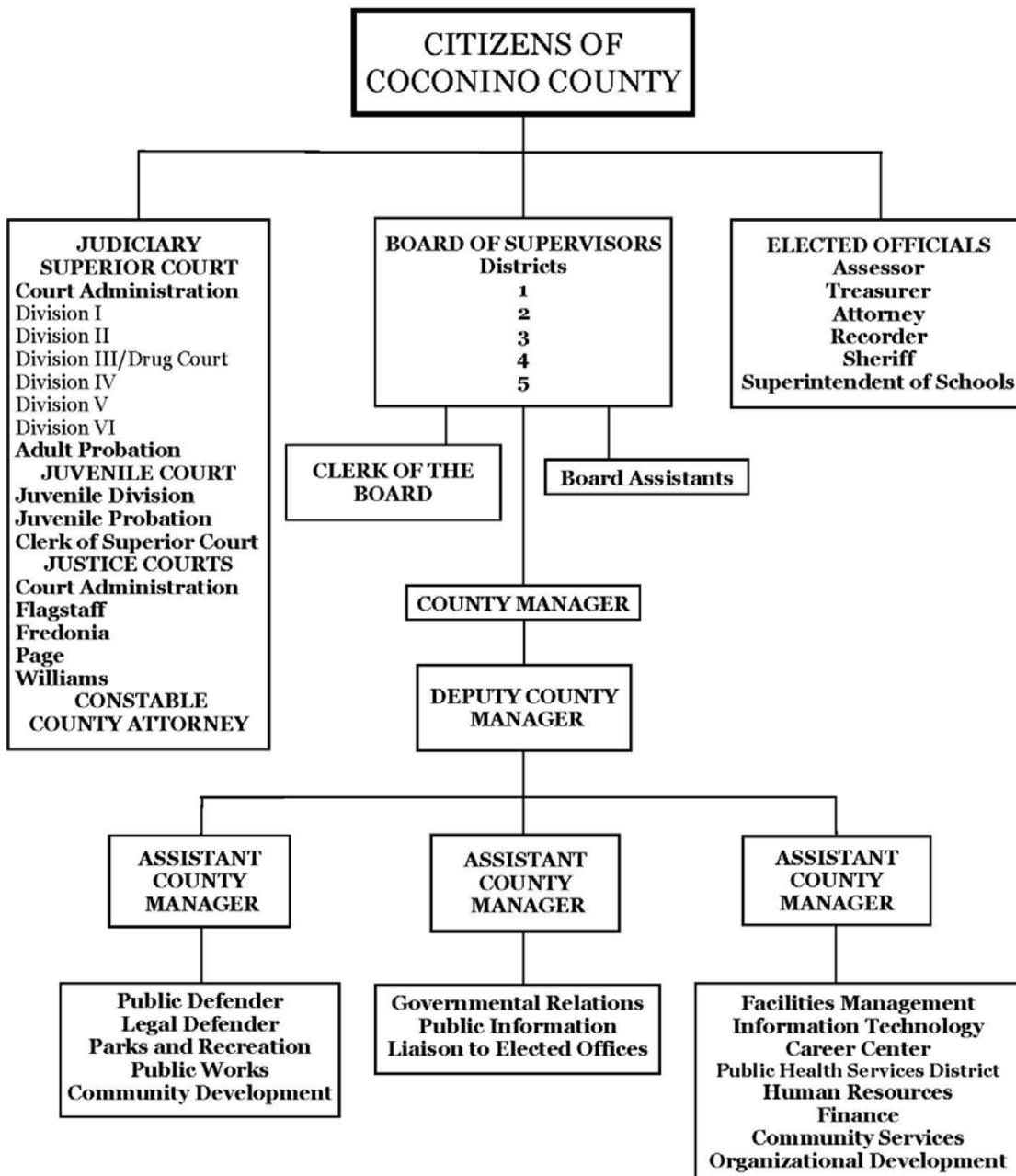
President

*Jeffrey R. Emer*

Executive Director

# COCONINO COUNTY

## Organizational Chart



# COCONINO COUNTY

## County Officials

### BOARD OF SUPERVISORS

District 1.....	Carl Taylor, Chairperson
District 2 .....	Elizabeth C. Archuleta, Vice Chairperson
District 3 .....	Matthew G. Ryan
District 4 .....	Mandy Metzger
District 5 .....	Lena Fowler
County Manager (Interim).....	Michael Townsend
Deputy County Manager.....	Larry Dannenfeldt
Assistant County Manager .....	Andrew Bertelsen
Assistant County Manager .....	Allison Eckert
Assistant County Manager .....	Joanne Keene
Clerk of the Board.....	Wendy Escoffier

### ELECTED OFFICIALS

Clerk of the Superior Court .....	Debbie Young	
Constable .....	Linda Kuczynski	
County Assessor.....	Chris Mazon	
County Attorney.....	David Rozema	
County Recorder.....	Candace Owens	
County Sheriff.....	William Pribil	
County Superintendent of Schools.....	Robert Kelty	
County Treasurer.....	Bonny Lynn	
Justice of the Peace	Flagstaff .....	Howard Grodman
	Fredonia.....	Mark R. Baron
	Page.....	Donald G. Roberts
	Williams .....	Robert Krombeen
Superior Court	Division I.....	Jacqueline Hatch
	Division II .....	Dan Slayton
	Division III/Drug Court.....	Mark Moran, Presiding Judge
	Division IV .....	Elaine Fridlund-Horne
	Division V.....	Joseph Lodge
	Division VI .....	Ted Reed, Judge Pro Tempore

### APPOINTED DEPARTMENT HEADS

Adult Probation (Chief Probation Officer).....	Cindy Winn
Career Center.....	Carol Curtis
Community Development .....	Sue Pratt
Community Services (Interim).....	Trisha Sorensen
Court Administrator .....	Gary Krcmarik
Facilities Management .....	Susan Brown
Public Health Services District (Interim) .....	Kimbal Babcock
Human Resources .....	Allison Eckert
Finance.....	Sandra Schulz
Information Technology.....	Kristopher Estes
Juvenile Court Services .....	Bryon Matsuda
Legal Defender.....	Gary Pearlmutter
Parks and Recreation .....	Judy Weiss
Public Defender .....	H. Allen Gerhardt
Public Works .....	Andrew Bertelsen
Superior Court Juvenile Court Judge/Commissioner .....	Margaret McCullough

## **FINANCIAL SECTION**

## Independent Auditors' Report

The Auditor General of the State of Arizona

The Board of Supervisors of  
Coconino County, Arizona

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Coconino County, Arizona (County), as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with 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. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Coconino County, Arizona, as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof 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 our report dated April 8, 2013 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 13 through 22, Schedule of Agent Retirement Plans' and Coconino County Retiree Insurance Program Funding Progress on page 64 and the Budgetary Comparison Schedules on pages 65 through 72 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 do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements and schedules and the introductory and statistical sections listed in the table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is the responsibility of the County's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



**CliftonLarsonAllen LLP**

Phoenix, Arizona  
April 8, 2013

**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
(REQUIRED SUPPLEMENTARY INFORMATION)

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

Our discussion and analysis of Coconino County, Arizona (County) financial performance provides an overview of the County's financial activities for the year ended June 30, 2012. Please read it in conjunction with the County's basic financial statements, which follow this section.

**FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2012**

- The assets of the County exceeded its liabilities at the close of fiscal year 2012 by \$232.37 million (net assets). Of these \$60.02 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The increase in the County's net assets was \$1.53 million in fiscal year 2012. The net increase due to normal operations was \$2.15 million with a decrease of \$.62 million from the increase in the implicit subsidy for retiree health insurance.
- At the close of fiscal year 2012, the County's governmental funds reported combined ending fund balances of \$91.13 million, an increase of \$5.99 million.
- The General Fund reported an unassigned fund balance of \$28.45 million at the close of fiscal year 2012, an increase of \$2.08 million. The primary reason for this increase was the excess of revenues over expenditures.
- The County continued to expend significant resources for response and mitigation efforts as a result of the flooding in fiscal year 2011. Over \$3.10 million was expended in fiscal year 2012. In fiscal year 2012 \$3.00 million in state and federal grants were received for expenditures made in fiscal year 2011 and fiscal year 2012.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

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

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

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

**Government-wide Financial Statements**

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

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

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

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

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

All of the County's basic services are considered to be governmental activities, including general government, health, welfare, public safety, highways and streets, culture and recreation, education and sanitation. Sales taxes, property taxes, intergovernmental revenues and user fees finance most of these activities. *The government-wide financial statements can be found on pages 23 - 24 of this report.*

### **Fund Financial Statements**

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

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

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

The County maintains numerous individual governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Works/HURF Fund, Jail District Fund, Parks and Open Spaces Tax Projects Fund, Public Health Services District Fund and Flood Control District Fund, which are considered to be major funds. Data from the other nonmajor

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

governmental funds are combined into a single aggregate presentation. *The basic governmental fund financial statements can be found on pages 25 - 30 of this report.*

*Proprietary funds*—The County has one proprietary fund, an internal service fund, to report fleet service activities provided to the County's other programs and activities. The County's internal service fund only provides services to County departments, as such it is reported as a governmental activity in the Statement of Net Assets and the Statement of Activities. *The basic proprietary fund financial statements can be found on pages 31 - 33 of this report.*

*Fiduciary funds*—Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements as the resources of those funds are not available to support the County's programs. *The basic fiduciary funds financial statements can be found on pages 34 - 35 of this report.*

**Notes to Financial Statements and Required Supplementary Information**

*Notes to financial statements*—The notes to financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. *The notes to the financial statements can be found on pages 36 - 63 of this report.*

*Required supplementary information*—In addition to the basic statements and accompanying notes, the report presents required supplementary information on the County's budgeting and budgetary control and the County's progress in funding its obligation to provide pension benefits to its employees. *Required supplementary information can be found on pages 64 - 71 of this report.*

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Statement of Net Assets**

Net assets may serve over time as a useful indicator of a County's financial position. The following table reflects the condensed Statement of Net Assets of the County for June 30, 2012 compared to the prior year.

	Governmental Activities (in millions)	
	2012	2011
Current and other assets	\$ 106.58	\$ 100.82
Capital assets	146.20	151.31
Total assets	252.78	252.13
Current liabilities	8.59	7.98
Long-term liabilities outstanding	11.82	13.31
Total liabilities	20.41	21.29
Net assets:		
Invested in capital assets, net of related debt	142.96	145.81
Restricted	29.39	29.53
Unrestricted	60.02	55.50
Total net assets	\$ 232.37	\$ 230.84

The County's net assets from governmental activities at the end of the fiscal year were \$232.37 million. The increase of \$1.53 million comes from the change in net assets as recorded in the Statement of Activities. The net increase due to normal operations was \$2.15 million with a decrease of \$.62 million from the increase in the implicit subsidy for retiree health insurance.

Invested in capital assets, net of related debt

61.53% of the County's net assets (\$142.96 million) are invested in capital assets (e.g. land, buildings, equipment, and infrastructure), net of related debt. These assets are used to provide services to citizens, but are not available for future spending. The County's invested in capital assets, net of related debt, decreased by 1.95% (\$2.85 million) in the current fiscal year.

Restricted Net Assets

12.65% of the County's net assets (\$29.39 million) are subject to external restrictions on how they may be used. The County's restricted net assets decreased by 0.47% (\$0.14 million) in the current fiscal year.

Unrestricted Net Assets

The remaining balance of the County's net assets, 25.83% (\$60.02 million), is unrestricted and may be used to meet the County's ongoing obligations to citizens and creditors without constraints established

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

by debt covenants or other legal requirements. Unrestricted net assets increased by 8.65% (\$4.52 million) in the current fiscal year.

**Statement of Activities**

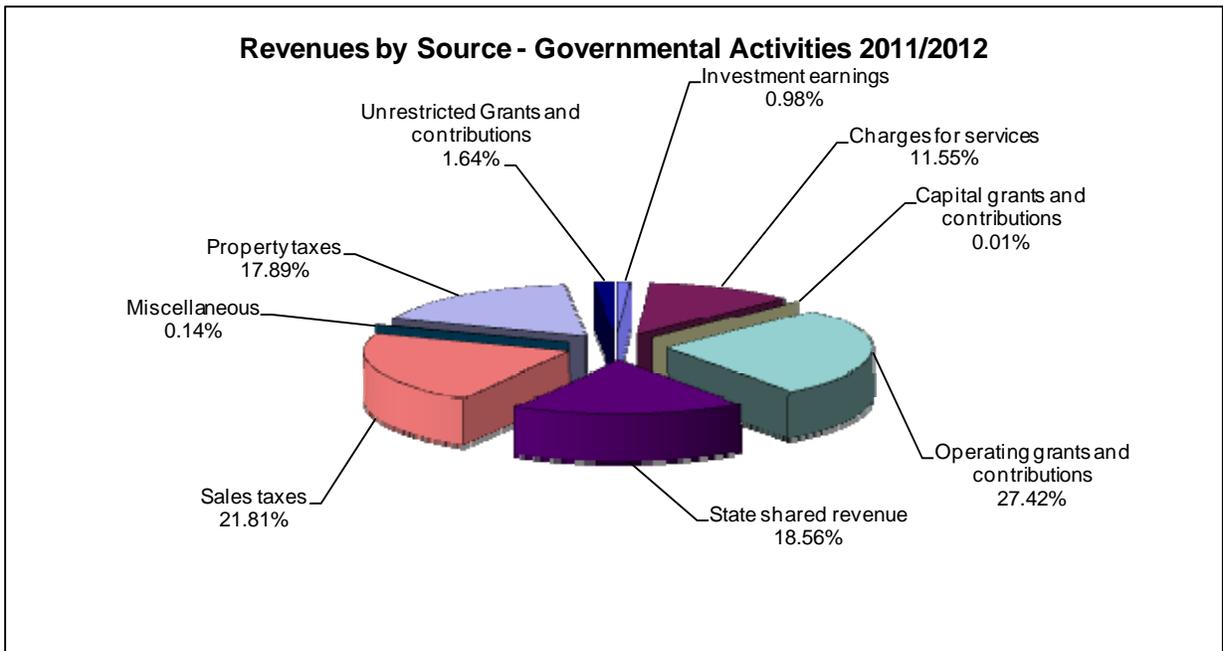
The Statement of Activities presents information on how the County's net assets changed during the most current fiscal year. The following table reflects the condensed Statement of Activities of the County for the fiscal year 2012 compared to the prior year.

	Governmental Activities (in millions)	
	<u>2012</u>	<u>2011</u>
Revenues		
Program revenues:		
Charges for services	\$ 13.62	\$ 15.38
Operating grants and contributions	32.33	39.90
Capital grants and contributions	0.01	6.32
Total program revenue	<u>45.96</u>	<u>61.60</u>
General revenues:		
State shared revenue	21.89	20.60
Sales taxes	25.72	25.16
Property taxes	21.10	20.06
Grants and contributions not restricted to specific programs	1.93	1.97
Investment earnings	1.16	0.68
Gain (loss) on disposal of capital assets	-	1.04
Miscellaneous	0.16	0.11
Total general revenue (excluding extraordinary item)	<u>71.96</u>	<u>69.62</u>
Extraordinary item		
Donated Capital	-	5.17
Total extraordinary item	<u>-</u>	<u>5.17</u>
Total revenues	<u>117.92</u>	<u>136.39</u>
Program Expenses		
General government	32.47	30.77
Public safety	33.76	36.54
Highways and streets	15.96	13.81
Sanitation	3.09	3.15
Health	11.55	11.04
Welfare	6.91	8.28
Culture and recreation	7.24	7.29
Education	5.23	4.77
Interest on long-term debt	0.18	0.29
Total program expenses	<u>116.39</u>	<u>115.94</u>
Change in net assets	<u>1.53</u>	<u>20.45</u>
Net assets, beginning	<u>230.84</u>	<u>210.39</u>
Net assets, ending	<u>\$ 232.37</u>	<u>\$230.84</u>

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

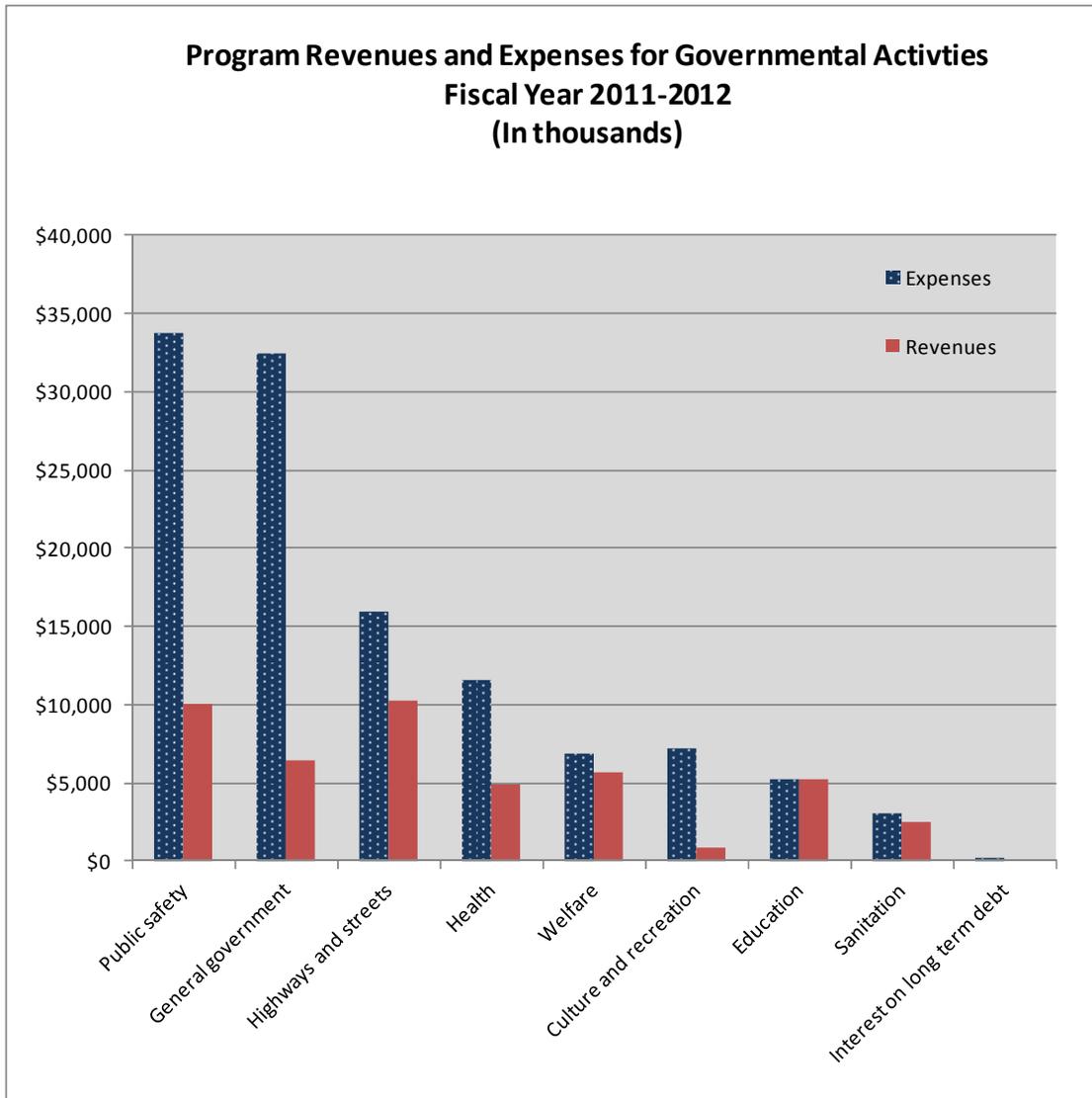
Overall program revenues decreased by 25.39% in the current fiscal year. This decrease was from a combination of reimbursements and grant received in response to the catastrophic flooding events and a \$6.00 million State Parks Department grant received in the previous fiscal year. Program expenses increased 0.39% (\$.45 million) in the current fiscal year.

Property taxes increased by 5.18% (\$1.04 million) as a result of increased property tax rates for the Coconino County Flood Control District that went into effect during fiscal 2012. State shared revenue increased 6.26% (\$1.29 million) as all sales tax revenues continue to rebound moderately. The 18.97% (\$7.57 million) decrease in operating grants was from a decrease in funding received to cover the expenditures in response to catastrophic flooding disasters that occurred in fiscal year 2011. The \$6.31 million decrease in capital grants and contributions is due to the State Parks Department grant used to purchase 2,249 acres of parks and open space land that was funded in fiscal year 2011. The current fiscal year investment earnings increase of 70.59% (\$.48 million) was from significant increases in interest earnings and unrecognized capital gains in the current fiscal year. The \$1.04 million change in gain on disposal of capital asset was from \$1.04 million gain on the sale of land and buildings in fiscal year 2011 that were previously used for the Juvenile Probation Department. During the previous fiscal year, land and buildings were donated to the County by the Frontier Trust with a value of over \$5.17 million. The County didn't receive any donations in the current fiscal year so donated capital decreased by this amount.



Public Safety expenses decreased 7.61% in the current fiscal year due to a decrease in expenditures for the flooding events. Highways and streets expenses increased 15.57% primarily due to an increase in major road improvement projects. Welfare expense decreased 16.55% due to finalized grants, staff vacancies and decreases in Workforce Investment Act funding. Education expenses increased 9.64% as a result of increased grant funding.

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**



As shown in the “Revenues by Source - Governmental Activities” chart and “Program Revenues and Expenses for Governmental Activities” chart, for governmental activities overall, without regard to program, operating grants and contributions are the largest single source of funds (27.42%), followed by sales taxes (21.81%), and state shared revenue (18.56%). Public safety is the largest function in expense (\$33.76 million), followed by general government (\$32.47 million), and highways and streets (\$15.96 million).

**FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS**

The County reported six major funds for this fiscal year – General Fund, Public Works/HURF, Jail District, Public Health Services District, Parks and Open Spaces Tax Projects and Flood Control District. At year-end the County’s governmental funds reported combined fund balances of \$91.13 million, which is an increase of \$5.99 million from last year, or an increase 7.03%. Of the total, \$89.35 million (98.04%) constitutes spendable fund balance.

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

Revenues and expenditures for governmental functions overall decreased by 7.93% and 11.14%, respectively. These decreases were the result of revenues and expenditures related to open space purchased by a State Parks Department grant in the prior fiscal year and revenues and expenditures related to the catastrophic flooding events in the prior fiscal year. Governmental fund revenues exceeded governmental fund expenditures by \$6 million in the current fiscal year and the fund balance increased by \$6 million.

The General Fund is the County's primary operating fund. At the end of the current fiscal year the spendable fund balance of the General Fund was \$28.45 million. Spendable fund balance represents 94.96% of the General Fund's total fund balance. The General Fund's fund balance increased by \$3.51 million. The primary reason for this increase was current year revenues were \$3.07 million over budgeted revenues. The revenue variance was due to significant increases in intergovernmental revenues, property taxes, and licenses and permits.

The Public Works/HURF Fund's fund balance increased by \$.10 million in the current fiscal year. The increase was from charges for services for a new wind farm constructed during the current year.

The Jail District Fund's fund balance increased by \$.86 million in the current fiscal. The fund balance was budgeted to increase by \$1.59 million. It only increased by \$.86 million primarily due to a loss of revenue when the Federal Bureau of Prisons began housing its prisoners at a new facility in August 2011.

The Parks and Open Spaces Tax Projects Fund's fund balance increased by \$1.73 million in the current fiscal year. This increase was due to a significant decrease in the use of funds to purchase parks and open space land.

The Public Health Services District Fund's fund balance increased by \$.18 million in the current fiscal year. The change in fund balance was primarily from salary savings due to vacancies.

The Flood Control District Fund's fund balance increased by \$.07 million due to a tax rate increase and decreased expenditures for the flooding events.

**General Fund Budgetary Highlights**

- The final budgeted expenditures for the General Fund at year-end were \$646 thousand more than the original adopted budget. This change was primarily due to budget adjustments for construction in process (\$138 thousand), various data processing projects (\$294 thousand), the 2012 elections (\$99 thousand), community initiatives (\$49 thousand) and uninsured losses (\$49 thousand).
- For the General Fund, actual expenditures were \$25.67 million less than the final budget. The expenditures variance was primarily unexpended contingency funds and fiscal reserves.
- The final budgeted revenues for the General Fund at year-end were only \$11 thousand more than the original adopted budget. For the General Fund, actual revenues exceeded the final budget by \$3.07 million. The increase was primarily due to significant increases in intergovernmental revenues, including a \$1.29 million increase in state shared revenue, a \$.52 million increase in property taxes, and a \$.40 million increase in building permits and zoning licenses related to a large wind farm constructed during the current fiscal year.

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

**Capital Assets and Debt Administration**

Capital Assets

During the current fiscal year, the County added \$383 thousand to the County's buildings inventory, \$700 thousand to the County's machinery and equipment inventory, and \$1.13 million to the County's infrastructure inventory. The County's overall capital asset inventory decreased \$5.11 million net of increases in accumulated depreciation. See Note 4 to the financial statements found on page 48 of this report.

The following table reflects the balances in capital assets for the County at June 30, 2012 compared to fiscal year 2011.

	Governmental Activities (net of depreciation) (in millions)	
	2012	2011
Land	\$ 39.22	\$ 39.22
Construction in progress	1.63	1.63
Buildings	55.98	57.93
Machinery and equipment	6.16	7.44
Infrastructure	43.21	45.09
Total	\$ 146.20	\$ 151.31

Long-term Debt

At the end of the current fiscal year the County has \$1.97 million in revenue bonds and \$1.26 million in special assessment debt outstanding. There were no new bond issues in the current year. The long-term liability for future postemployment health benefit liability has increased by \$.62 million to \$3.53 million in the current year.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS**

The County utilizes a Ten-Year Financial Plan, which is updated quarterly, to forecast the County's financial future. The largest single revenue source is State shared sales taxes. Local and State shared sales taxes constitute approximately 40% of the County's government-wide general revenues and approximately 58% of General Fund revenues. This makes the County's revenues sensitive to downturns in the economy. County staff incorporated historical trends, local economic trends and national and global economic trends into the County's fiscal 2013 budget. State shared sales tax and county sales tax revenues stabilized in fiscal year 2012, but are still more than 6% lower than their high in the fiscal year ended in 2007.

The key elements of the fiscal year 2013 budget are based on the assumption that economic recovery began in fiscal year 2011, but total revenues will not return to our fiscal year 2007 and fiscal year 2008 levels for many years to come. Many major revenues are down by double digit percentages from where they had been. The new level of revenue is referred to as our new normal.

**COCONINO COUNTY, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

We established the following Financial Planning Milestones in the fiscal year 2013 budget:

- Aligned Revenue Types with Expenditures
- Spent Only to Recessionary Revenue Levels
- Build Prudent Reserves: Revenue Smoothing, Emergency Reserves, R&R
- Compensation Plan: Addressed Turnover Cost of over \$8 million
- Plans for our Future: Facilities Master Plan & IT Strategic Plan
- Continuing Development of Strategic Budgeting

The major areas of concern considered in developing the fiscal 2013 budget are:

- Impacts from the State shifting costs to the County while reducing County revenues to subsidize the State budget deficit
- Reductions in State Grant funding
- Potential reductions in Federal funding, particularly the loss of what is known as Forest Fee revenue that is a major source of funding for schools and roads
- Commitment to our employees by keeping employee pay whole to the greatest extent possible and avoiding layoffs and work furloughs

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

## **REQUESTS FOR INFORMATION**

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

## **BASIC FINANCIAL STATEMENTS**

**COCONINO COUNTY, ARIZONA  
STATEMENT OF NET ASSETS  
JUNE 30, 2012**

	Governmental Activities
<b>Assets</b>	
Cash and cash equivalents	\$ 82,365,713
Investments	567,803
Cash and investments held by trustee	2,037,806
Receivables (net of allowances for uncollectibles):	
Property taxes	709,037
Accounts	1,369,845
Special assessments	902,298
Jail district sales tax	2,157,318
Accrued interest	193,238
Due from other governments	15,838,144
Inventories	301,165
Prepaid items	133,632
Capital assets, not being depreciated	40,847,236
Capital assets, being depreciated, net	105,350,360
Total assets	252,773,595
<b>Liabilities</b>	
Accounts payable	5,419,614
Accrued payroll and employee benefits	1,402,851
Due to other governments	1,558,135
Deposits held for others	159,126
Unearned revenues	2,397
Bond interest payable	44,325
Noncurrent liabilities:	
Due within 1 year	5,689,407
Due in more than 1 year	6,126,799
Total liabilities	20,402,654
<b>Net Assets</b>	
Invested in capital assets, net of related debt	142,964,843
Restricted for:	
Highways and streets	22,648,225
Education	803,370
Debt service	5,634,706
Capital projects	303,601
Unrestricted	60,016,196
Total net assets	\$ 232,370,941

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2012**

<b>Functions/Programs</b>	<b>Program Revenues</b>				<b>Net (Expenses) Revenues and Changes in Net Assets</b>
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Total</b>
Primary government:					
Governmental activities:					
General government	\$ 32,473,214	\$ 4,995,911	\$ 1,434,245	\$ -	\$ (26,043,058)
Public safety	33,763,301	3,272,289	6,811,635	-	(23,679,377)
Highways and streets	15,955,413	93,636	10,198,775	12,672	(5,650,330)
Sanitation	3,088,446	1,402,290	1,140,288	458	(545,410)
Health	11,550,850	1,181,490	3,666,979	-	(6,702,381)
Welfare	6,907,365	1,802,447	3,865,395	-	(1,239,523)
Culture and recreation	7,243,089	760,863	114,182	-	(6,368,044)
Education	5,232,363	113,749	5,100,828	-	(17,786)
Interest on long-term debt	178,025	-	-	-	(178,025)
Total governmental activities	\$ 116,392,066	\$ 13,622,675	\$ 32,332,327	\$ 13,130	(70,423,934)
General revenues					
Taxes:					
Property taxes, levied for general purposes					8,807,267
Property taxes, levied for library					4,313,244
Property taxes, levied for flood control					3,179,252
Property taxes, levied for accommodation school					142
Property taxes, levied for health services					4,801,721
General county sales tax					11,369,591
Jail district sales tax					11,368,185
Parks and open spaces sales tax					2,832,704
Excise tax					107,980
Franchise tax					36,788
Shared revenue - state sales tax					17,208,420
Shared revenue - state vehicle license tax					4,676,609
Grants and contributions not restricted to specific programs					1,930,854
Investment earnings					1,162,458
Miscellaneous					157,460
Total general revenues					71,952,675
Change in net assets					1,528,741
Net assets, July 1, 2011					230,842,200
Net assets, June 30, 2012					\$ 232,370,941

The accompanying notes are an integral part of these basic financial statements.

**COCONINO COUNTY, ARIZONA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012**

	<u>General Fund</u>	<u>Public Works/HURF Fund</u>	<u>Jail District Fund</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 21,827,462	\$ 19,766,170	\$ 9,096,623
Investments	-	-	-
Cash and investments held by trustee	-	-	2,014,984
Receivables (net of allowances for uncollectibles):			
Property taxes	270,457	-	-
Accounts	47,554	32,695	262,854
Special assessments	-	-	-
Jail district sales tax	-	-	2,157,318
Accrued interest	52,232	43,677	21,208
Advances to other funds	1,440,279	-	-
Due from:			
Other funds	4,720,513	121,518	104,228
Other governments	5,761,798	2,687,575	160,607
Inventories	12,433	-	-
Prepaid items	57,261	-	-
Total assets	<u>\$ 34,189,989</u>	<u>\$ 22,651,635</u>	<u>\$ 13,817,822</u>
<b>Liabilities and Fund Balances</b>			
Liabilities:			
Accounts payable	\$ 1,330,765	\$ 1,256,697	\$ 237,230
Accrued payroll and employee benefits	643,554	115,816	172,519
Advances from other funds	-	-	-
Due to:			
Other funds	1,283,808	547,347	274,973
Other governments	660,322	421,550	219,619
Deposits held for others	91,312	33,302	-
Bond interest payable	-	-	44,325
Revenue bonds payable	-	-	1,970,000
Deferred revenue	219,839	35,295	-
Total liabilities	<u>4,229,600</u>	<u>2,410,007</u>	<u>2,918,666</u>
Fund balances:			
Nonspendable	1,509,973	-	-
Restricted	-	20,241,628	10,899,156
Unassigned	28,450,416	-	-
Total fund balances	<u>29,960,389</u>	<u>20,241,628</u>	<u>10,899,156</u>
Total liabilities and fund balances	<u>\$ 34,189,989</u>	<u>\$ 22,651,635</u>	<u>\$ 13,817,822</u>

*The accompanying notes are an integral part of these basic financial statements.*

Parks and Open Spaces Tax Projects Fund	Public Health Services District Fund	Flood Control District Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 10,518,268	\$ 1,634,555	\$ 2,974,144	\$ 14,976,217	\$ 80,793,439
-	-	-	567,803	567,803
-	-	-	22,822	2,037,806
-	153,093	130,564	154,923	709,037
-	2,657	-	1,002,783	1,348,543
-	-	-	902,298	902,298
-	-	-	-	2,157,318
22,796	5,129	8,200	36,158	189,400
-	-	-	195,621	1,635,900
-	232	22	2,027,909	6,974,422
538,728	986,950	2,245,020	3,457,466	15,838,144
-	-	-	-	12,433
-	62,307	-	14,064	133,632
<u>\$ 11,079,792</u>	<u>\$ 2,844,923</u>	<u>\$ 5,357,950</u>	<u>\$ 23,358,064</u>	<u>\$ 113,300,175</u>
\$ 203,723	\$ 386,374	\$ 837,269	\$ 1,019,878	\$ 5,271,936
2,432	122,857	4,670	233,269	1,295,117
-	-	1,000,000	635,900	1,635,900
547,205	109,267	45,976	4,488,433	7,297,009
-	24,844	12,159	219,641	1,558,135
-	-	-	34,512	159,126
-	-	-	-	44,325
-	-	-	-	1,970,000
-	121,625	1,541,913	1,018,554	2,937,226
<u>753,360</u>	<u>764,967</u>	<u>3,441,987</u>	<u>7,650,187</u>	<u>22,168,774</u>
-	62,307	-	209,685	1,781,965
10,326,432	2,017,649	1,915,963	15,498,192	60,899,020
-	-	-	-	28,450,416
<u>10,326,432</u>	<u>2,079,956</u>	<u>1,915,963</u>	<u>15,707,877</u>	<u>91,131,401</u>
<u>\$ 11,079,792</u>	<u>\$ 2,844,923</u>	<u>\$ 5,357,950</u>	<u>\$ 23,358,064</u>	<u>\$ 113,300,175</u>

**COCONINO COUNTY, ARIZONA  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012**

Fund balances – total governmental funds	\$	91,131,401
<p style="margin-left: 40px;">Amounts reported for governmental activities in the Statement of Net Assets are different because:</p>		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		145,620,875
Some receivables are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		2,934,829
Internal service funds are used by management to charge the costs of certain activities, such as automotive maintenance, to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Assets.		2,530,042
Some liabilities, including bonds payable, compensated absences payable, and claims and judgments payable, are not due and payable in the current period and, therefore, are not reported in the funds.		<u>(9,846,206)</u>
Net assets of governmental activities	\$	<u><u>232,370,941</u></u>

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2012**

	General Fund	Public Works/HURF Fund	Jail District Fund
Revenues:			
Property taxes	\$ 8,901,741	\$ -	\$ -
Other taxes	14,566,155	1,628,885	11,368,185
Special assessments	-	-	-
Licenses and permits	1,296,586	50,035	-
Fees, fines, and forfeits	1,132,653	-	-
Intergovernmental	20,142,263	8,975,901	43,001
Charges for services	1,683,169	106,075	1,558,772
Investment earnings	389,307	337,356	166,453
Contributions	144,905	-	-
Miscellaneous	250,160	12,196	3,067
Total revenues	<u>48,506,939</u>	<u>11,110,448</u>	<u>13,139,478</u>
Expenditures:			
Current:			
General government	27,888,156	-	-
Public safety	11,611,910	-	11,669,177
Highways and streets	512,879	11,447,017	-
Sanitation	-	-	-
Health	-	-	-
Welfare	969,266	-	-
Culture and recreation	1,432,096	-	-
Education	418,247	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	1,970,000
Interest and other charges	-	-	89,333
Total expenditures	<u>42,832,554</u>	<u>11,447,017</u>	<u>13,728,510</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,674,385</u>	<u>(336,569)</u>	<u>(589,032)</u>
Other financing sources (uses):			
Transfers in	5,096,758	1,623,966	2,421,136
Transfers out	<u>(7,264,506)</u>	<u>(1,188,370)</u>	<u>(969,560)</u>
Total other financing sources (uses)	<u>(2,167,748)</u>	<u>435,596</u>	<u>1,451,576</u>
Net change in fund balances	3,506,637	99,027	862,544
Fund balances, July 1, 2011	26,453,752	20,142,601	10,036,612
Fund balances, June 30, 2012	<u>\$ 29,960,389</u>	<u>\$ 20,241,628</u>	<u>\$ 10,899,156</u>

*The accompanying notes are an integral part of these basic financial statements.*

Parks and Open Spaces Tax Projects Fund	Public Health Services District Fund	Flood Control District Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 4,680,096	\$ 3,165,023	\$ 4,387,414	\$ 21,134,274
2,832,704	-	-	-	30,395,929
-	-	-	443,889	443,889
-	720,303	13,500	-	2,080,424
-	-	-	403,555	1,536,208
-	3,785,217	1,051,080	17,176,459	51,173,921
-	472,071	-	5,460,844	9,280,931
170,422	31,370	51,849	303,686	1,450,443
-	131,946	10,895	342,103	629,849
2,462	3,835	16	220,004	491,740
<u>3,005,588</u>	<u>9,824,838</u>	<u>4,292,363</u>	<u>28,737,954</u>	<u>118,617,608</u>
-	-	-	2,879,948	30,768,104
-	645,099	4,129,771	6,319,117	34,375,074
-	-	-	145,681	12,105,577
-	-	-	2,874,688	2,874,688
-	11,338,648	-	-	11,338,648
-	142,638	-	5,694,228	6,806,132
715,942	-	-	4,502,000	6,650,038
-	-	-	4,667,656	5,085,903
-	-	-	148,465	148,465
-	-	-	383,289	2,353,289
-	-	-	88,692	178,025
<u>715,942</u>	<u>12,126,385</u>	<u>4,129,771</u>	<u>27,703,764</u>	<u>112,683,943</u>
<u>2,289,646</u>	<u>(2,301,547)</u>	<u>162,592</u>	<u>1,034,190</u>	<u>5,933,665</u>
-	3,744,379	-	1,775,409	14,661,648
<u>(561,929)</u>	<u>(1,265,313)</u>	<u>(91,884)</u>	<u>(3,267,196)</u>	<u>(14,608,758)</u>
<u>(561,929)</u>	<u>2,479,066</u>	<u>(91,884)</u>	<u>(1,491,787)</u>	<u>52,890</u>
1,727,717	177,519	70,708	(457,597)	5,986,555
<u>8,598,715</u>	<u>1,902,437</u>	<u>1,845,255</u>	<u>16,165,474</u>	<u>85,144,846</u>
<u>\$ 10,326,432</u>	<u>\$ 2,079,956</u>	<u>\$ 1,915,963</u>	<u>\$ 15,707,877</u>	<u>\$ 91,131,401</u>

**COCONINO COUNTY, ARIZONA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF THE GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2012**

Net change in fund balances – total governmental funds		\$ 5,986,555
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Capital outlay	2,952,709	
Depreciation expense	<u>(7,114,573)</u>	(4,161,864)
<p>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 the governmental funds.</p>		
Increase in compensated absences	(201,815)	
Decrease in claims and judgments	44,129	
Increase in future postemployment health benefits	<u>(620,255)</u>	(777,941)
<p>Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.</p>		
Principal repaid		2,353,289
<p>The sale of capital assets in the governmental funds reflects proceeds. However, in the Statement of Activities the sale of capital assets reflect the net gain (loss).</p>		
Sale of capital assets		(882,441)
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported in the funds.</p>		
		(727,612)
<p>Internal service funds are used by management to charge the costs of certain activities, such as automotive maintenance, to individual funds. The activities of the internal service fund is reported with governmental activities.</p>		
		<u>(261,245)</u>
Change in net assets of governmental activities		<u><u>\$ 1,528,741</u></u>

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA  
STATEMENT OF NET ASSETS  
PROPRIETARY FUND  
JUNE 30, 2012**

	<u>Governmental Activities - Internal Service Fund</u>
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 1,572,274
Receivables (net of allowances for uncollectibles):	
Accounts	21,302
Accrued interest	3,838
Due from other funds	323,421
Inventories	288,732
Total current assets	<u>2,209,567</u>
Noncurrent assets:	
Capital assets, net of accumulated depreciation:	
Buildings, net	57,979
Equipment, net	518,742
Total capital assets, net	<u>576,721</u>
Total noncurrent assets	<u>576,721</u>
Total assets	<u>2,786,288</u>
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	147,678
Accrued payroll and employee benefits	107,734
Due to other funds	834
Total current liabilities	<u>256,246</u>
Total liabilities	<u>256,246</u>
<b>Net Assets</b>	
Invested in capital assets	576,721
Unrestricted	1,953,321
Total net assets	<u><u>\$ 2,530,042</u></u>

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES, IN FUND NET ASSETS  
PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Governmental Activities - Internal Service Fund</u>
Operating revenues:	
Charges for services	\$ 3,213,225
Total operating revenues	<u>3,213,225</u>
Operating expenses:	
Personal services	739,599
Supplies	2,258,849
Utilities	19,679
Repairs and maintenance	162,730
Travel	1,996
Depreciation	269,538
Total operating expenses	<u>3,452,391</u>
Operating Loss	<u>(239,166)</u>
Nonoperating revenues:	
Investment earnings	<u>30,811</u>
Total nonoperating revenues	<u>30,811</u>
Decrease in net assets before transfers	(208,355)
Transfers out	<u>(52,890)</u>
Decrease in net assets	(261,245)
Total net assets, July 1, 2011	<u>2,791,287</u>
Total net assets, June 30, 2012	<u><u>\$ 2,530,042</u></u>

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Governmental Activities- Internal Service Fund</u>
Cash flows from operating activities:	
Receipts from other funds for services provided	\$ 3,284,788
Payments to suppliers and providers of goods and services	(2,455,676)
Payments for employee wages and benefits	(736,174)
Net cash provided by operating activities	<u>92,938</u>
Cash flows from noncapital financing activities:	
Cash transfers to other funds	(52,890)
Net cash used for noncapital financing activities	<u>(52,890)</u>
Cash flows from capital and related financing activities:	
Purchases of capital assets	(195,882)
Net cash provided by capital and related financing activities	<u>(195,882)</u>
Cash flows from investing activities:	
Interest received on investments	33,735
Net cash provided by investing activities	<u>33,735</u>
Net decrease in cash and cash equivalents	(122,099)
Cash and cash equivalents, July 1, 2011	<u>1,694,373</u>
Cash and cash equivalents, June 30, 2012	<u>\$ 1,572,274</u>
Reconciliation of operating loss to net cash used for operating activities	
Operating loss	\$ (239,166)
Adjustments to reconcile operating loss to net cash used for operating activities:	
Depreciation	269,538
Changes in assets and liabilities:	
Increase in:	
Inventories	(1,801)
Accrued payroll and employee benefits	5,421
Decrease in:	
Accounts receivable	24,770
Accounts payable	(12,617)
Due from other funds	65,160
Due to other funds	(18,367)
Net cash provided by operating activities	<u>\$ 92,938</u>

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2012**

	Investment Trust Funds	Agency Fund
<b>Assets</b>		
Cash and cash equivalents	\$ 97,452,026	\$ 2,103,463
Cash and investments held by trustee	-	907,253
Interest and dividends receivable	227,614	-
Total assets	97,679,640	3,010,716
<b>Liabilities</b>		
Deposits held for others	-	2,763,736
Due to other governments	-	246,980
Total liabilities	-	3,010,716
<b>Net Assets</b>		
Held in trust for investment trust participants	\$ 97,679,640	\$ -

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
YEAR ENDED JUNE 30, 2012**

	Investment Trust Funds
Additions:	
Contribution from participants	\$ 351,204,111
Investment income	256,792
Total additions	351,460,903
Deductions:	
Distributions to participants	353,442,322
Total deductions	353,442,322
Change in net assets	(1,981,419)
Net assets, July 1, 2011	99,661,059
Net assets, June 30, 2012	\$ 97,679,640

*The accompanying notes are an integral part of these basic financial statements.*

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Reporting Entity**

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

Component units are legally separate entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are so intertwined with the County that they are in substance part of the County's operations. Therefore, data from these units is combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the County. Each blended component unit discussed below has a June 30 year-end. The County has no discretely presented component units.

The following table describes the County's component units:

<u>Component Unit</u>	<u>Description; Criteria for Inclusion</u>	<u>Reporting Method</u>	<u>For Separate Financial Statements</u>
Coconino County Flood Control District	A tax-levying district that provides flood control systems; the County's Board of Supervisors serves as the board of directors.	Blended	Not available
Coconino County Library District	Provides and maintains library services for County's residents; the County's Board of Supervisors serves as the board of directors.	Blended	Not available
Coconino County Special Assessment Districts	Constructs or improves roads, sidewalks, curbs and gutters, and irrigation systems within the County; the County's Board of Supervisors serves as the board of directors.	Blended	Not available

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**A. Reporting Entity (Continued)**

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

**B. Basis of Presentation**

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

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

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

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Presentation (Continued)**

Program revenues include:

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

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

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

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

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

The County reports the following major governmental funds:

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

The *Public Works/HURF Fund* is a special revenue fund used to account for highway user fees restricted to the construction, repair and maintenance of county roads that are funded primarily by a fuel tax.

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

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Presentation (Continued)**

The *Parks and Open Spaces Tax Projects Fund* is a special revenue fund used to account for parks and open space acquisitions and improvements that are funded by collections from a one-eighth cent sales tax and grants.

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

The *Flood Control District Fund* is a special revenue fund used to account for flood control services that are funded by a \$0.20 per \$100 of assessed valuation property tax.

The County reports the following fund types:

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

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

The *agency fund* accounts for assets held by the County in a fiduciary capacity for public fiduciary clients, and bonds and restitutions held by the courts.

**C. Basis of Accounting**

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

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

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Basis of Accounting (Continued)**

Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. The County's major revenue sources that are subject to accrual are state-shared sales taxes and fuel taxes, county sales tax, property taxes, and grants from the federal and state governments. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

**D. Cash and Investments**

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

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest-earning investment contracts with a remaining maturity of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

**E. Inventories**

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

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

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**F. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the governmental-wide and fund financial statements. Amounts on hand at year-end are shown on the balance sheet as assets and as nonspendable fund balance to indicate that they do not constitute “available spendable resources.”

**G. Property Tax Calendar**

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

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

**H. Capital Assets**

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

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

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

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**I. Fund Balance Classifications**

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

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form, such as inventories, or are legally or contractually required to be maintained intact. Restricted fund balances are those that have externally imposed restrictions on their usages by creditors, such as through debt covenants, grantors, contributors, or laws and regulations.

The unrestricted fund balance category is comprised of committed, assigned, and unassigned resources. Committed fund balances are self-imposed limitations approved by the County's Board of Supervisors, which is the highest level of decision-making authority within the County. The constraints on committed fund balances can only be established, removed or changed by the Board of Supervisors.

Assigned fund balances are resources constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The Board of Supervisors has authorized the County Manager to make assignments of resources for a specific purpose.

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

When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, the County uses restricted fund balances first. For the disbursement of unrestricted fund balances, the County will use committed amounts first, followed by assigned amounts, and lastly unassigned amounts.

**J. Investment Earnings**

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

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**K. Compensated Absences**

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

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

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

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

**NOTE 2 DEPOSITS AND INVESTMENTS**

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

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)**

*Credit risk*

Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top two ratings by a nationally recognized rating agency.
2. Corporate bonds, debentures, and notes must be rated within the top three ratings by a nationally recognized rating agency.
3. Fixed income securities must carry one of the two highest ratings by Moody's investor's service and Standard and Poor's rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

*Custodial credit risk*

Statutes require collateral or demand deposits and certificates of deposit at 101% of all deposits not covered by federal depository insurance.

*Concentration of credit risk*

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

*Interest rate risk*

Statutes require that public monies invested in securities and deposits have a maximum maturity of 5 years. Investments in repurchase agreements must have a maximum maturity of 180 days.

*Foreign currency risk*

Statutes do not allow for foreign investments.

*Deposits* — At June 30, 2012, the carrying amount of the County's deposits was \$35,555,280 and the bank balance was \$35,558,064. The County does not have a formal policy with respect to custodial credit risk.

*Investments* — The County's investments at June 30, 2012, were as follows:

<b>Investment Type</b>	<b>Amount</b>
U.S. agency securities	\$ 113,696,504
State Treasurer's investment pool #7	5,328,653
Corporate bonds	23,915,850
Municipal bonds	6,369,663
Mutual funds-debt	439,471
Mutual funds-equity	34,458
	<u>\$ 149,784,599</u>

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)**

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

*Credit risk*— The County does not have a formal investment policy with respect to credit risk. At June 30, 2012, credit risk for the County's investments in debt securities was as follows:

<b>Investment Type</b>	<b>Rating</b>	<b>Rating Agency</b>	<b>Amount</b>
U.S. agency securities	Aaa	Moody's	\$ 113,696,504
Corporate bonds	A2	Moody's	9,649,075
State Treasurer's investment pool #7	Unrated	Not applicable	5,328,653
Corporate bonds	Aa2	Moody's	4,953,456
Corporate bonds	A1	Moody's	4,584,335
Corporate bonds	Baa2	Moody's	2,126,359
Municipal bonds	Aa2	Moody's	1,849,793
Municipal bonds	Aaa	Moody's	1,000,423
Corporate bonds	Aa3	Moody's	957,975
Municipal bonds	Aa3	Moody's	796,707
Municipal bonds	Unrated	Not applicable	650,000
Corporate bonds	Baaa1	Moody's	521,443
Corporate bonds	Unrated	Not applicable	449,855
Mutual funds-debt	Unrated	Not applicable	439,471
Municipal bonds	AA-	Standard and Poor's	434,387
Municipal bonds	A	Standard and Poor's	421,475
Municipal bonds	A2	Moody's	401,314
Corporate bonds	A3	Moody's	304,618
Municipal bonds	A1	Moody's	208,393
Municipal bonds	AA	Standard and Poor's	201,504
Municipal bonds	AA+	Standard and Poor's	183,168
Corporate bonds	Aa1	Moody's	175,132
Municipal bonds	Aa1	Moody's	125,896
Corporate bonds	A+	Standard and Poor's	97,367
Municipal bonds	AAA	Standard and Poor's	96,603
Corporate bonds	Aaa	Moody's	96,235
			<u>\$ 149,750,141</u>

*Custodial credit risk*— For an investment, custodial credit risk is the risk that, in the event of the counterparty's failure, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County does not have a formal policy with respect to custodial credit risk. At June 30, 2012, the County had \$113,696,504 of U.S. agency securities, \$6,369,663 of municipal bonds, and \$23,915,850 of corporate bonds uninsured and held by the counterparty.

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)**

*Concentration of credit risk*— The County does not have a formal policy with respect to concentration of credit risk. The County had investments at June 30, 2012, of five percent or more in Federal Home Loan Bank, Federal Farm Credit Bank, Federal National Mortgage Association, and Federal Home Loan Mortgage Corporation. These investments were 18.08%, 9.52%, 28.08%, and 17.79%, respectively, of the County’s total investments.

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

At June 30, 2012, the County had the following investments in debt securities:

<b>Investment Type</b>	<b>Amount</b>	<b>Weighted Average Maturity in Years</b>
U.S. agency securities	\$ 113,696,504	3.733
Corporate bonds	9,649,075	1.802
State Treasurer's investment pool #7	5,328,653	0.130
Corporate bonds	4,953,456	0.656
Corporate bonds	4,584,335	0.743
Corporate bonds	2,126,359	0.282
Municipal bonds	1,849,793	0.686
Municipal bonds	1,000,423	0.383
Corporate bonds	957,975	0.078
Municipal bonds	796,707	0.301
Municipal bonds	650,000	0.180
Corporate bonds	521,443	0.055
Corporate bonds	449,855	0.007
Municipal bonds	434,387	0.165
Municipal bonds	421,475	0.211
Municipal bonds	401,314	0.178
Corporate bonds	304,618	0.036
Mutual funds-debt	244,090	4.700
Municipal bonds	208,393	0.068
Municipal bonds	201,504	0.058
Municipal bonds	183,168	0.047
Mutual funds-debt	178,920	3.200
Corporate bonds	175,132	0.012
Municipal bonds	125,896	0.058
Corporate bonds	97,367	0.015
Municipal bonds	96,603	0.034
Corporate bonds	96,235	0.004
Mutual funds-debt	16,461	3.200
	<u>\$ 149,750,141</u>	

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)**

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

Cash, deposits, and investments:

Cash on hand	\$ 94,185
Amount of deposits	35,555,280
Amount of investments	<u>149,784,599</u>
Total	<u>\$ 185,434,064</u>

	<b>Governmental Activities</b>	<b>Investment Trust Funds</b>	<b>Agency Funds</b>	<b>Total</b>
Statement of Net Assets:				
Cash and cash equivalents	\$ 82,365,713	\$ 97,452,026	\$ 2,103,463	\$ 181,921,202
Investments	567,803	-	-	567,803
Cash and investments held by trustee	<u>2,037,806</u>	<u>-</u>	<u>907,253</u>	<u>2,945,059</u>
Total	<u>\$ 84,971,322</u>	<u>\$ 97,452,026</u>	<u>\$ 3,010,716</u>	<u>\$ 185,434,064</u>

**NOTE 3 RECEIVABLES**

**Due from other governments**—Amounts due from other governments at June 30, 2012, include \$2,787,063 and \$1,472,372 in state-shared revenue from sales taxes and fuel taxes, respectively; \$186,347 from the State of Arizona for state vehicle license tax; \$2,157,464 in county sales tax; \$538,728 in parks and open space sales tax; \$2,505,778 in grants from the federal government; \$902,152 in grants from various state agencies; \$1,928,396 in reimbursements from the Federal Emergency Management Agency, and \$665,435 in reimbursements from the Arizona Department of Emergency Management. The balance of \$2,694,409 is composed of miscellaneous receivables from federal, state, and local governments.

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Increases	Decreases	Balance June 30, 2012
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 39,221,284	\$ -	\$ -	\$ 39,221,284
Construction in progress	<u>1,629,114</u>	<u>1,017,963</u>	<u>1,021,125</u>	<u>1,625,952</u>
Total capital assets not being depreciated	40,850,398	1,017,963	1,021,125	40,847,236
Capital assets being depreciated:				
Buildings	87,047,057	383,143	-	87,430,200
Machinery and equipment	35,832,948	788,481	88,287	36,533,142
Infrastructure	<u>91,617,400</u>	<u>1,980,129</u>	<u>853,343</u>	<u>92,744,186</u>
Total capital assets being depreciated	214,497,405	3,151,753	941,630	216,707,528
Less accumulated depreciation for:				
Buildings	29,112,258	2,334,790	-	31,447,048
Machinery and equipment	28,393,721	2,036,372	57,767	30,372,326
Infrastructure	<u>46,526,267</u>	<u>3,012,949</u>	<u>1,422</u>	<u>49,537,794</u>
Total accumulated depreciation	104,032,246	7,384,111	59,189	111,357,168
Total capital assets being depreciated, net	<u>110,465,159</u>	<u>(4,232,358)</u>	<u>882,441</u>	<u>105,350,360</u>
Total	<u>\$ 151,315,557</u>	<u>\$ (3,214,395)</u>	<u>\$ 1,903,566</u>	<u>\$ 146,197,596</u>

Depreciation expense was charged to functions as follows:

<b>Governmental activities:</b>	
General government	\$ 901,993
Public safety	984,821
Highways and streets	3,998,295
Sanitation	241,580
Health	126,634
Welfare	115,896
Culture and recreation	643,564
Education	101,790
Internal service fund	<u>269,538</u>
Total governmental activities depreciation expense	<u>\$ 7,384,111</u>

**Construction and Other Significant Commitments**—The County had major contractual commitments related to various capital projects at June 30, 2012, for the repair and construction of major flood control projects and the construction of a pedestrian sidewalk and bridge. At June 30, 2012, the County had spent \$762,550 on this project and had remaining contractual commitments with contractors totaling \$550,354. Flood Control property tax, highway user revenues, and federal and state emergency management reimbursements, and state grants will fund these projects.

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 5 LONG-TERM LIABILITIES**

The following schedule details the County's long-term liability and obligation activity for the year ended June 30, 2012:

<u>Governmental Activities</u>	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2012</u>	<u>Due within 1 year</u>
Bonds payable:					
Revenue bonds	\$ 3,855,000	\$ -	\$ 1,885,000	\$ 1,970,000	\$ 1,970,000
Special assessment bonds with governmental commitment	<u>1,646,042</u>	<u>-</u>	<u>383,289</u>	<u>1,262,753</u>	<u>397,033</u>
Total bonds payable	<u>5,501,042</u>	<u>-</u>	<u>2,268,289</u>	<u>3,232,753</u>	<u>2,367,033</u>
Compensated absences payable	4,485,806	3,127,682	2,925,867	4,687,621	3,205,822
Claims and judgments payable	405,281	131,010	175,139	361,152	116,552
Future postemployment health benefit liability (Note 8)	<u>2,914,425</u>	<u>1,137,417</u>	<u>517,162</u>	<u>3,534,680</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$ 13,306,554</u>	<u>\$ 4,396,109</u>	<u>\$ 5,886,457</u>	<u>\$ 11,816,206</u>	<u>\$ 5,689,407</u>

**Revenue Bonds**—The County's revenue bonds were issued specifically to finance a jail and related facilities. Future revenues from a voter-approved sales tax are pledged to repay \$21,130,000 revenue bonds issued in 1998. The revenue bonds are payable from Jail District sales tax revenues through 2013. At June 30, 2012, \$1,970,000 in principal remains outstanding, along with future interest payments totaling \$44,325, to be repaid by future Jail District sales tax revenues. For the fiscal year ended June 30, 2012, net revenues available for service of this debt was \$11,368,185. The principal and interest paid in fiscal year 2012 was \$2,059,333 (18.11% of available net revenues). The annual principal and interest payments on the revenue bonds are expected to require approximately 18% of net revenues. They are generally noncallable with interest payable semiannually.

Revenue bonds outstanding at June 30, 2012, were as follows:

<u>Description</u>	<u>Original Amount</u>	<u>Maturity Ranges</u>	<u>Interest Rates</u>	<u>Outstanding Principal</u>
Revenue bonds	<u>\$ 21,130,000</u>	7/1/2006-12	4.25-5.0%	<u>\$ 1,970,000</u>

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 5 LONG-TERM LIABILITIES (CONTINUED)**

The following schedule details debt service requirements to maturity for the County's revenue bonds payable at June 30, 2012:

<b>Year Ending June 30</b>	<b>Governmental Activities</b>	
	<b>Revenue Bonds</b>	
	<b>Principal</b>	<b>Interest</b>
2013	\$ 1,970,000	\$ 44,325
Total	\$ 1,970,000	\$ 44,325

**Special Assessment Bonds**—Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. Proceeds from special assessment bonds are used for improvements such as paving, street lighting, and sewers. Payment made by the assessed property owners are pledged as collateral. In the event of default by the property owner, the lien created by the assessment is sold at public auction and the proceeds are used to offset the default assessment. At June 30, 2012, \$1,262,753 in principal remains outstanding, along with future interest payments totaling \$173,411 to be paid by special assessment revenues. For the fiscal year ended June 30, 2012, net revenues available for debt service of this debt was \$428,885. The principal and interest paid in fiscal year 2012 was \$471,981 (106.33% of available net revenues). Annual principal and interest on the bonds are expected to require 100% of net revenues. Net revenues are pledged through fiscal year 2020. The original amounts of special assessment bonds issued in prior years were \$5,186,217. The total principal and interest to be paid is generally noncallable with interest payable semiannually.

Special assessment bonds outstanding at June 30, 2012, were as follows:

<u>Description</u>	<u>Original Amount</u>	<u>Maturity Ranges</u>	<u>Interest Rates</u>	<u>Outstanding Principal</u>
Special assessment bonds with governmental commitment	\$ 5,186,217	7/1/2006-19	2.47-7.50%	\$ 1,262,753

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 5 LONG-TERM LIABILITIES (CONTINUED)**

The following schedule details debt service requirements to maturity for the County's special assessment bonds payable at June 30, 2012:

Year Ending <u>June 30</u>	<u>Governmental Activities</u>	
	<u>Special Assessment Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2013	\$ 397,033	\$ 62,419
2014	415,552	43,132
2015	105,168	22,948
2016	85,000	18,128
2017	89,000	13,678
2018-2020	<u>171,000</u>	<u>13,106</u>
Total	<u>\$ 1,262,753</u>	<u>\$ 173,411</u>

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

**Compensated Absences and Claims and Judgments**—Compensated absences are paid from various funds in the same proportion that those funds pay payroll costs. Claims and judgments are generally paid from the fund that accounts for the activity that gave rise to the claim. During fiscal year 2012, the County paid for compensated absences as follows: 48.89% from the General Fund, 33.59% from major funds, and 17.52% from other funds. The County paid for claims and judgments from the General Fund.

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 6 FUND BALANCE CLASSIFICATIONS OF GOVERNMENTAL FUNDS**

The fund balance classifications of the governmental funds as of June 30, 2012, were as follows:

<b>Governmental Activities</b>	<b>General Fund</b>	<b>Public Works/HURF Fund</b>	<b>Jail District Fund</b>	<b>Parks and Open Spaces Tax Projects</b>	<b>Public Health Services District Fund</b>	<b>Flood Control District Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
Fund balances:								
Nonspendable:								
Advances	\$ 1,440,279	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 195,621	\$ 1,635,900
Inventories	12,433	-	-	-	-	-	-	12,433
Prepaid items	57,261	-	-	-	62,307	-	14,064	133,632
Total nonspendable	<u>1,509,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>62,307</u>	<u>-</u>	<u>209,685</u>	<u>1,781,965</u>
Restricted for:								
Debt service	-	-	-	-	-	-	499,519	499,519
Highways and streets	-	20,241,628	-	-	-	-	4,480,768	24,722,396
Jail and sheriff	-	-	10,899,156	-	-	-	1,136,189	12,035,345
Flood control	-	-	-	-	-	1,915,963	-	1,915,963
Culture and recreation	-	-	-	10,326,432	-	-	635,080	10,961,512
Health	-	-	-	-	2,017,649	-	-	2,017,649
Capital projects	-	-	-	-	-	-	303,004	303,004
Education	-	-	-	-	-	-	803,370	803,370
Sanitation	-	-	-	-	-	-	1,111,253	1,111,253
Emergency services	-	-	-	-	-	-	52,768	52,768
Welfare	-	-	-	-	-	-	792,346	792,346
Probation	-	-	-	-	-	-	1,591,122	1,591,122
Superior Court	-	-	-	-	-	-	1,297,745	1,297,745
Justice courts	-	-	-	-	-	-	515,097	515,097
Public and legal defenders	-	-	-	-	-	-	101,176	101,176
County attorney	-	-	-	-	-	-	1,858,275	1,858,275
General government services	-	-	-	-	-	-	320,480	320,480
Total restricted	<u>-</u>	<u>20,241,628</u>	<u>10,899,156</u>	<u>10,326,432</u>	<u>2,017,649</u>	<u>1,915,963</u>	<u>15,498,192</u>	<u>60,899,020</u>
Unassigned	28,450,416	-	-	-	-	-	-	28,450,416
Total fund balances	<u>\$ 29,960,389</u>	<u>\$ 20,241,628</u>	<u>\$ 10,899,156</u>	<u>\$ 10,326,432</u>	<u>\$ 2,079,956</u>	<u>\$ 1,915,963</u>	<u>\$ 15,707,877</u>	<u>\$ 91,131,401</u>

**NOTE 7 RISK MANAGEMENT**

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

The County contracts with the State Compensation Fund of Arizona to provide workers compensation coverage for employees. There is no deductible associated with this coverage and no loss limit per claim. In 2012, one claim resulting from a car accident was reserved for \$1.80 million. Employer liability coverage has been endorsed onto our commercial general liability coverage up to \$1,000,000 in coverage.

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 7 RISK MANAGEMENT (CONTINUED)**

The County self-insures on commercial general liability for the first \$125,000 per occurrence. A self-insurance retention fund has been established for these losses. The County purchases coverage from insurers for commercial general liability up to \$30 million. For real property and business personal property damage coverage, the County has a \$25,000 deductible with blanket coverage up to the property values. Crime coverage is also a \$25,000 deductible with limits of \$1,000,000. Settled claims for commercial general liability and crime coverage have not exceeded either the self insurance retention or the \$25,000 deductible in the past three fiscal years. Four claims for property losses have exceeded the \$25,000 deductible in the past three fiscal years. No settled claims for general liability, crime coverage or property damage exceeded commercial insurance coverage in the past three years.

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

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

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

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

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

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**ASRS**

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

**PSPRS**

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

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

*Cost-sharing plan*— For the year ended June 30, 2012, active ASRS members were required by statute to contribute at the actuarially determined rate of 10.74% (10.50% for retirement and 0.24% for long-term disability) of the members' annual covered payroll and the County was required by statute to contribute at the actuarially determined rate of 10.74% (9.87% retirement, 0.63% for health insurance premium, and 0.24% long-term disability) of the members' annual covered payroll.

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

<b>Years ended</b>	<b>Retirement Fund</b>	<b>Health Benefit Supplement Fund</b>	<b>Long-Term Disability Fund</b>
<b>June 30</b>			
2012	\$ 3,411,576	\$ 217,760	\$ 82,956
2011	3,124,217	204,582	86,687
2010	2,991,032	236,700	143,455

*Agent plan*— For the year ended June 30, 2012, active PSPRS members were required by statute to contribute 8.65% of the members' annual covered payroll and the County was required to contribute 36.31%, the aggregate of which is the actuarially required amount. The health insurance premium portion of the contribution rate was actuarially set at 2.16% of covered payroll.

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Actuarial Methods and Assumptions** The contribution requirements for the year ended June 30, 2012 were established by the June 30, 2010 actuarial valuations, and those actuarial valuations were based on the following actuarial methods and assumptions.

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

Projections of benefits are based on 1) the plans as understood by the County and plans' members and include the types of benefits in force at the valuation date, and 2) the pattern of sharing benefit costs between the County and plans' members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The actuarial methods and assumptions used to establish the fiscal year 2012 contribution requirements, are as follows:

Actuarial cost method	Projected unit credit
Amortization method	Level percent-of-pay closed
Remaining amortization period	26 years for unfunded actuarial accrued liability 20 years for overfunded actuarial accrued liability
Asset valuation	7-year smoothed market value
Actuarial assumptions:	
Investment rate of return	8.5%
Projected salary increases	5.5% - 8.5%
Includes inflation at	5.5%
Cost-of-living adjustments	None

**Annual Pension/OPEB Cost**— The County's pension/OPEB cost for the agent plan for the year ended June 30, 2012, and related information follows. This is an estimate based on what was actually paid.

	<b>PSPRS Pension</b>	<b>PSPRS Health Insurance</b>
Contributions rates	36.31%	2.16%
Annual pension/OPEB cost	\$ 949,301	\$ 38,569
Contributions made	\$ 949,301	\$ 38,569

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Trend Information**— Annual pension and OPEB cost information for the current and two preceding years follows for the PSPRS.

<b>Year Ended June 30</b>	<b>Cost (APC)</b>	<b>Contributed</b>
<b>Pension</b>		
2012	\$ 949,301	100%
2011	857,576	100%
2010	815,845	100%
<b>Health Insurance</b>		
2012	\$ 38,569	100%
2011	35,060	100%
2010	28,101	100%

**Funded Status**— The funded status of the plan as of the most recent valuation date, June 30, 2012, along with the actuarial assumptions and methods used in that valuation follows.

	<b>Pension</b>	<b>Health Insurance</b>
Actuarial accrued liability	\$ 32,936,516	\$ 863,222
Actuarial value of assets	11,595,499	-
Unfunded actuarial accrued liability (funding excess)	21,341,017	863,222
Funded ratio	35.20%	0.00%
Covered payroll	2,598,786	2,598,786
Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll	821.20%	33.20%

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Funded Status (continued)**— The actuarial methods and assumptions used for the most recent valuation date are as follows:

Actuarial valuation date	June 30, 2012
Actuarial cost method	Entry age Normal
Amortization method	Level percent-of-pay closed
Remaining amortization period	24 years for unfunded 20 years for overfunded
Asset valuation	7-year smoothed market value
Actuarial assumptions:	
Investment rate of return	8.0%
Projected salary increases	5.0% - 9.0%
Includes inflation at	5.0%
Cost-of-living adjustments	None

**Postemployment Healthcare Plan**

**Plan Description**— Employees retiring from Coconino County service, who receive monthly income from any of the Arizona State individual retirement plans, are eligible to continue insurance coverage through the same plan as active employees and their beneficiaries up to the age of 65 through the Northern Arizona Public Employees Benefit Trust (NAPEBT). Coconino County is a member of NAPEBT and the benefits and premium rates are approved by the Trust and the Board of Supervisors on an annual basis for active and retired members. NAPEBT issues a publicly available financial report that may be obtained on their website. Although Coconino County does not explicitly pay a portion of the retiree’s premiums, because of the inclusion of this class in the insured pool, there is an implicit subsidy or “premium rate differential” that is incurred by the County.

**Funding Policy**— The contribution requirements of plan members and the County are established and may be amended by the NAPEBT board. Eligible retirees up to the age of 65 have the option to participate in the healthcare plan that is currently being offered to active employees and must pay 100% of the premium less any reimbursement from the Arizona State individual retirement plans. The program is currently funded on a pay-as-you-go basis.

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Annual OPEB Cost and Net OPEB Obligation**— The County’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligations for 2012 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Actual Contributions	Percentage of Annual OPEB Cost Contributed	Change in Net OPEB Obligation	Net OPEB Obligation
6/30/2012	\$ 1,137,417	\$ 517,162	45.47%	\$ 620,255	\$ 3,534,680
6/30/2011	1,047,505	176,809	16.88%	870,696	2,914,425
6/30/2010	1,062,833	319,826	30.09%	743,007	2,043,729

**Components of annual OPEB Costs and net OPEB obligation**—The annual Components of OPEB cost and net OPEB obligation as of June 30, 2012 follows:

Annual required contribution (ARC)	\$ 1,185,036
Interest on existing net OPEB obligation	130,729
ARC adjustment	<u>(178,348)</u>
Annual OPEB expense	1,137,417
Actual contributions	<u>(517,162)</u>
Increase in net OPEB obligation	620,255
Net OPEB obligation at beginning of year	2,914,425
Net OPEB obligation at end of year	<u><u>\$ 3,534,680</u></u>

**Funding Status and Funding Progress**—The latest actuarial valuation done was as of July 1, 2011. The funded status of the plan as of July 1, 2011, was as follows:

Actuarial Valuation Date	Actuarial Value of Plan Assets	Actuarial Accrued Liability	Funded Ratio	Unfunded AAL	Covered Payroll	Unfunded AAL as a percentage of covered payroll
7/1/2011	\$ -	\$ 9,911,098	0.00%	\$ 9,911,098	\$ 48,579,979	20.40%

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Actuarial Methods and Assumptions** — Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of the funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan's assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Projections of benefits are based on 1) the plan as understood by the County and plan's members and include the types of benefits in force at the valuation date, and 2) the pattern of sharing benefit costs between the County and plan's members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The actuarial methods and assumptions used for most recent valuation date are as follows:

Valuation Date	July 1, 2011
Actuarial cost method	Entry Age Normal, Level Dollar
Amortization method	30-Year Amortization Open
Remaining amortization period	30
Investment rate of return	4.50%
Medicare coverage age	65
Retirement and disability age	Based on the assumptions for the ASRS actuarial valuation as of June 30, 2010
Active members	946
Retirees, beneficiaries, and dependents	86
Asset valuation method	N/A. No assets in an OPEB trust
Inflation rate	N/A
Projected salary increase	N/A
Post-retirement benefits increase	N/A
Healthcare cost trend rate	9.00% graded down to ultimate rate of 5.0% over 8 years

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 9 INTERFUND BALANCES AND ACTIVITY**

**Interfund Receivables and Payables**—Interfund balances at June 30, 2012, were as follows:

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

	Payable to							Total
	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	Flood Control District Fund	Nonmajor Governmental Funds	Internal Service Fund	
<b>Payable from</b>								
General Fund	\$ -	\$ 726	\$ 97,935	\$ 232	\$ 22	\$ 1,094,014	\$ 90,879	\$ 1,283,808
Public Works/HURF Fund	257,552	-	-	-	-	109,064	180,731	547,347
Jail District Fund	208,195	-	-	-	-	59,412	7,366	274,973
Parks and Open Spaces Tax Projects Fund	547,205	-	-	-	-	-	-	547,205
Public Health Services District Fund	93,909	-	-	-	-	-	15,358	109,267
Flood Control District Fund	63	12,223	-	-	-	33,085	605	45,976
Nonmajor Governmental Funds	3,613,589	107,735	6,293	-	-	732,334	28,482	4,488,433
Internal Service Fund	-	834	-	-	-	-	-	834
<b>Total</b>	<b>\$ 4,720,513</b>	<b>\$ 121,518</b>	<b>\$ 104,228</b>	<b>\$ 232</b>	<b>\$ 22</b>	<b>\$ 2,027,909</b>	<b>\$ 323,421</b>	<b>\$ 7,297,843</b>

**Interfund Transfers**—Interfund transfers for the year ended June 30, 2012, were as follows:

	Transfer to					Total
	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	Nonmajor Governmental Funds	
<b>Transfer from</b>						
General Fund	\$ -	\$ 25,000	\$ 2,421,136	\$ 3,744,379	\$ 1,073,991	\$ 7,264,506
Public Works/HURF Fund	1,108,336	-	-	-	80,034	1,188,370
Jail District Fund	915,916	-	-	-	53,644	969,560
Parks and Open Spaces Tax Projects Fund	561,929	-	-	-	-	561,929
Public Health Services District Fund	1,265,313	-	-	-	-	1,265,313
Flood Control District Fund	91,884	-	-	-	-	91,884
Nonmajor Governmental Funds	1,100,490	1,598,966	-	-	567,740	3,267,196
Internal Service Fund	52,890	-	-	-	-	52,890
<b>Total</b>	<b>\$ 5,096,758</b>	<b>\$ 1,623,966</b>	<b>\$ 2,421,136</b>	<b>\$ 3,744,379</b>	<b>\$ 1,775,409</b>	<b>\$ 14,661,648</b>

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

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 9 INTERFUND BALANCES AND ACTIVITY (CONTINUED)**

**Advances From/To Other Funds**

Advances from/to other funds represent monies owed from various County Road Improvement Districts (nonmajor governmental funds) to the Forest Fee Revolving Fund (nonmajor governmental fund) to assist citizens with road improvements. The amount of advances as of June 30, 2012 was \$145,621. The County Road Improvement Districts are paying interest on the advances. The interest rates range from 2.51% to 4.03%. The General Fund has advanced \$435,320 to Toho Tolani Improvement District to pay for attorney fees, \$4,959 to cover debt service payments and \$1 million to the Flood Control District to provide cash to cover expenditures made for the catastrophic flooding. The Forest Fees Fund has advanced funds to the Toho Tolani Improvement District to pay for attorney fees. The \$1 million advance to the Flood Control District is expected to be paid back in fiscal 2014. The advances to Toho Tolani are expected to be paid back in fiscal 2013.

	Avances from		
	General Fund	Nonmajor Governmental Funds	Total
<u>Advances to</u>			
Flood Control District Fund	\$ 1,000,000	\$ -	\$ 1,000,000
Nonmajor Governmental Funds	440,279	195,621	635,900
Total	\$ 1,440,279	\$ 195,621	\$ 1,635,900

**NOTE 10 COUNTY TREASURER'S INVESTMENT POOL**

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

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

**COCONINO COUNTY, ARIZONA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 10 COUNTY TREASURER'S INVESTMENT POOL (CONTINUED)**

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

Substantially all deposits and investments of the County's primary government are included in the County Treasurer's investment pool, except for \$5,246,208 of deposits, \$439,471 of investments in mutual funds-debt, \$5,328,653 in the State Treasurer's Investment Pool, and \$34,458 of investments in equities; therefore, the deposit and investment risks of the Treasurer's investment pool are substantially the same as the County's deposit and investment risks. See Note 2 for the disclosure of the County's deposit and investment risks.

Details of each major investment classification follow.

Investment Type	Principal	Interest Rates	Maturities	Amount
U.S. agency securities	\$ 113,852,566	0.300-5.460%	8/15/2012-6/21/2017	\$ 113,696,504
Municipal bonds	6,362,571	0.850-5.020%	7/01/2012-7/01/2017	6,369,663
Corporate securities	23,685,835	0.600-5.000%	8/02/2012-5/08/2017	23,915,850

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

Statement of Net Assets	
Assets	\$ 174,638,759
Net Assets	<u>\$ 174,638,759</u>
Net Assets held in trust for:	
Internal participants	\$ 82,143,121
External participants	92,495,638
Total net assets held in trust	<u>\$ 174,638,759</u>
Statement of Changes in Net Assets	
Total additions	\$ 511,314,745
Total deletions	501,474,375
Net increase	9,840,370
Net assets held in trust	
July 1, 2011	164,798,389
June 30, 2012	<u>\$ 174,638,759</u>

**COCONINO COUNTY, ARIZONA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 11 MAINTENANCE OF EFFORT**

Coconino County, Arizona is required to maintain statutory levels of support for the Coconino County Jail District and the Coconino County Public Health Services District. In accordance with A.R.S. Section 48-4024, Coconino County, Arizona is required to make annual maintenance of effort payments (MOE) to the Coconino County Jail District, a special revenue fund type. The payments will be made through fiscal year 2027, and are determined by first establishing a base expenditure which was used as the initial fiscal year 1998 MOE payment. Subsequent payments are determined by adjusting the base expenditure by the annual change in the gross domestic product price deflator, obtained from the State of Arizona Economic Estimates Commission. These payments are recorded by the jail district as transfers. The MOE payment for fiscal year 2012 was \$2,421,136. This payment was made in accordance with the statute. In accordance with A.R.S. Section 48-5802 Coconino County, Arizona is required to maintain a specific level of expenditures for public health services. This is accomplished by transferring funds to the Public Health Services District, a special revenue fund type. The payment for fiscal year 2012 was \$3,739,233. This payment was made in accordance with the statute.

**REQUIRED SUPPLEMENTARY INFORMATION**

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF AGENT RETIREMENT PLAN'S AND COCONINO COUNTY  
POSTEMPLOYMENT HEALTHCARE PLAN'S FUNDING PROGRESS  
JUNE 30, 2012**

Plan	Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Funding (Liability) Excess (a-b)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded Liability as Percentage of Covered Payroll [(a-b)/c]
<b>Public Safety Personnel Retirement System</b>							
<b>Pension</b>	6/30/2012	\$ 11,595,499	\$ 32,936,516	\$(21,341,017)	35.2%	\$ 2,598,786	821.2%
	6/30/2011	12,134,096	29,578,824	(17,444,728)	41.0%	2,430,243	717.8%
	6/30/2010	12,697,494	27,056,998	(14,359,504)	46.9%	2,854,136	503.1%
<b>Health Insurance</b>	6/30/2012	-	863,222	(863,222)	0.0%	2,598,786	33.22%
	6/30/2011	-	822,910	(822,910)	0.0%	2,430,243	33.86%
	6/30/2010	-	793,837	(793,837)	0.0%	2,854,136	27.81%
<b>Coconino County Postemployment Healthcare Plan</b>							
<b>Insurance</b>	7/1/2011	-	9,911,098	(9,911,098)	0.0%	48,579,979	20.4%
	7/1/2009	-	7,887,569	(7,887,569)	0.0%	51,641,941	15.27%

**Note 1 – Actuarial Information Available**

New actuarial measurements are required by GASB Statement 45 to be made biannually. In future years, when additional actuarial measurements are made, third year trend information for the County's Postemployment Healthcare Plan will be presented.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property taxes	\$ 8,383,484	\$ 8,383,484	\$ 8,901,741	\$ 518,257
Other taxes	14,715,500	14,715,500	14,566,155	(149,345)
Licenses and permits	892,300	892,300	1,296,586	404,286
Fees, fines, and forfeits	1,125,400	1,125,400	1,132,653	7,253
Intergovernmental	18,034,851	18,040,577	20,142,263	2,101,686
Charges for services	1,555,492	1,560,656	1,683,169	122,513
Investment earnings	472,642	472,642	389,307	(83,335)
Contributions	146,636	146,636	144,905	(1,731)
Miscellaneous	94,800	94,800	250,160	155,360
Total revenues	<u>45,421,105</u>	<u>45,431,995</u>	<u>48,506,939</u>	<u>3,074,944</u>
<b>Expenditures:</b>				
<b>General government</b>				
Assessor	1,577,176	1,577,176	1,525,903	51,273
Board of Supervisors	1,079,228	1,079,380	1,073,555	5,825
Clerk of the Superior Court	1,103,040	1,103,040	1,048,721	54,319
Community Development	1,494,522	1,494,522	1,308,541	185,981
Community Initiatives	292,000	333,363	173,840	159,523
County Attorney	2,785,998	2,847,646	2,996,112	(148,466)
County Manager	1,196,693	1,193,193	1,146,263	46,930
Facilities	3,540,777	3,665,807	2,804,733	861,074
Finance/Budget	1,571,628	1,571,255	1,464,847	106,408
Flagstaff Justice Court	1,246,613	1,246,613	1,170,318	76,295
Fredonia Justice Court	152,591	153,841	154,244	(403)
Human Resources	1,427,337	1,385,797	1,148,943	236,854
Information Technology	2,537,066	2,782,913	2,292,443	490,470
Legal Defender	794,196	805,024	808,618	(3,594)
Non-departmental	23,732,495	23,526,764	1,180,640	22,346,124
Page Justice Court	326,517	326,517	322,376	4,141
Public Defender	2,209,580	2,209,580	2,122,061	87,519
Recorder	1,457,699	1,716,455	1,545,644	170,811
Superior Courts	2,839,540	2,839,540	2,704,404	135,136
Treasurer	602,222	602,222	578,671	23,551
Williams Justice Court	323,113	323,113	317,279	5,834
Total general government	<u>52,290,031</u>	<u>52,783,761</u>	<u>27,888,156</u>	<u>24,895,605</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Public safety				
Adult probation	\$ 1,446,938	\$ 1,446,938	\$ 1,369,289	\$ 77,649
Constable	83,734	84,204	93,932	(9,728)
Emergency services	17,830	17,830	-	17,830
Juvenile probation	2,586,226	2,585,318	2,435,172	150,146
Sheriff	7,968,581	8,085,540	7,713,517	372,023
Total public safety	<u>12,103,309</u>	<u>12,219,830</u>	<u>11,611,910</u>	<u>607,920</u>
Highways and streets				
Information technology	704,844	704,844	512,879	191,965
Welfare				
Community services	979,270	979,270	969,266	10,004
Culture and recreation				
Parks and recreation	1,340,459	1,359,621	1,432,096	(72,475)
Education				
School superintendent	439,263	456,493	418,247	38,246
Total expenditures	<u>67,857,176</u>	<u>68,503,819</u>	<u>42,832,554</u>	<u>25,671,625</u>
Excess (deficiency) of revenues over expenditures	<u>(22,436,071)</u>	<u>(23,071,824)</u>	<u>5,674,385</u>	<u>28,746,209</u>
Other financing sources (uses):				
Transfers in	5,152,057	5,140,825	5,096,758	(44,067)
Transfers out	<u>(8,360,406)</u>	<u>(8,193,028)</u>	<u>(7,264,506)</u>	<u>928,522</u>
Total other financing sources and (uses)	<u>(3,208,349)</u>	<u>(3,052,203)</u>	<u>(2,167,748)</u>	<u>884,455</u>
Net change in fund balances	(25,644,420)	(26,124,027)	3,506,637	29,630,664
Fund balance, July 1, 2011	25,644,420	25,644,420	26,453,752	809,332
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ (479,607)</u>	<u>\$ 29,960,389</u>	<u>\$ 30,439,996</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
PUBLIC WORKS/HURF FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other taxes	\$ 1,860,000	\$ 1,860,000	\$ 1,628,885	\$ (231,115)
Licenses and permits	16,525	16,525	50,035	33,510
Intergovernmental	9,809,266	10,959,266	8,975,901	(1,983,365)
Charges for services	-	-	106,075	106,075
Investment earnings	250,000	250,000	337,356	87,356
Miscellaneous	<u>11,935,791</u>	<u>13,085,791</u>	<u>11,110,448</u>	<u>(1,975,343)</u>
Total revenues				
Expenditures:				
Highways and streets				
Public Works	<u>18,097,323</u>	<u>19,247,323</u>	<u>11,447,017</u>	<u>7,800,306</u>
Total expenditures	<u>18,097,323</u>	<u>19,247,323</u>	<u>11,447,017</u>	<u>7,800,306</u>
Excess (deficiency) of revenues over expenditures	<u>(6,161,532)</u>	<u>(6,161,532)</u>	<u>(336,569)</u>	<u>5,824,963</u>
Other financing sources (uses):				
Sale of capital assets	40,000	40,000	-	(40,000)
Transfers in	2,050,000	2,050,000	1,623,966	(426,034)
Transfers out	<u>(1,230,529)</u>	<u>(1,230,529)</u>	<u>(1,188,370)</u>	<u>42,159</u>
Total other financing sources (uses)	<u>859,471</u>	<u>859,471</u>	<u>435,596</u>	<u>(423,875)</u>
Net changes in fund balances	(5,302,061)	(5,302,061)	99,027	5,401,088
Fund balance, July 1, 2011	<u>20,215,979</u>	<u>20,215,979</u>	<u>20,142,601</u>	<u>(73,378)</u>
Fund balance, June 30, 2012	<u>\$ 14,913,918</u>	<u>\$ 14,913,918</u>	<u>\$ 20,241,628</u>	<u>\$ 5,327,710</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
JAIL DISTRICT FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other taxes	\$ 11,398,500	\$ 11,398,500	\$ 11,368,185	\$ (30,315)
Intergovernmental	40,000	40,000	43,001	3,001
Charges for services	2,305,449	2,305,449	1,558,772	(746,677)
Investment earnings	163,868	163,868	166,453	2,585
Miscellaneous	2,200,000	2,200,000	3,067	(2,196,933)
Total revenues	<u>16,107,817</u>	<u>16,107,817</u>	<u>13,139,478</u>	<u>(2,968,339)</u>
Expenditures:				
Current:				
Public safety				
Sheriff	13,844,219	13,854,619	11,669,177	2,185,442
Debt service:				
Principal	1,970,000	1,970,000	1,970,000	-
Interest and other charges	91,650	91,650	89,333	2,317
Total expenditures	<u>15,905,869</u>	<u>15,916,269</u>	<u>13,728,510</u>	<u>2,187,759</u>
Excess (deficiency) of revenues over expenditures	<u>201,948</u>	<u>191,548</u>	<u>(589,032)</u>	<u>(780,580)</u>
Other financing sources (uses):				
Transfers in	2,420,000	2,420,000	2,421,136	1,136
Transfers out	<u>(962,850)</u>	<u>(1,013,936)</u>	<u>(969,560)</u>	<u>44,376</u>
Total other financing sources (uses)	<u>1,457,150</u>	<u>1,406,064</u>	<u>1,451,576</u>	<u>45,512</u>
Net changes in fund balances	1,659,098	1,597,612	862,544	(735,068)
Fund balance, July 1, 2011	9,587,635	9,587,635	10,036,612	448,977
Fund balance, June 30, 2012	<u>\$ 11,246,733</u>	<u>\$ 11,185,247</u>	<u>\$ 10,899,156</u>	<u>\$ (286,091)</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
PARKS AND OPEN SPACES TAX PROJECTS FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other taxes	\$ 2,849,625	\$ 2,849,625	\$ 2,832,704	\$ (16,921)
Investment earnings	91,676	91,676	170,422	78,746
Contributions	2,100	2,100	-	(2,100)
Miscellaneous	-	-	2,462	2,462
Total revenues	<u>2,943,401</u>	<u>2,943,401</u>	<u>3,005,588</u>	<u>62,187</u>
Expenditures:				
Culture and recreation	<u>7,376,839</u>	<u>7,494,616</u>	<u>715,942</u>	<u>6,778,674</u>
Total expenditures	<u>7,376,839</u>	<u>7,494,616</u>	<u>715,942</u>	<u>6,778,674</u>
Excess (deficiency) of revenues over expenditures	<u>(4,433,438)</u>	<u>(4,551,215)</u>	<u>2,289,646</u>	<u>6,840,861</u>
Other financing sources (uses):				
Transfers out	<u>(603,004)</u>	<u>(589,975)</u>	<u>(561,929)</u>	<u>28,046</u>
Total other financing sources (uses)	<u>(603,004)</u>	<u>(589,975)</u>	<u>(561,929)</u>	<u>28,046</u>
Net changes in fund balances	(5,036,442)	(5,141,190)	1,727,717	6,868,907
Fund balance, July 1, 2011	8,491,641	8,491,641	8,598,715	107,074
Fund balance, June 30, 2012	<u>\$ 3,455,199</u>	<u>\$ 3,350,451</u>	<u>\$ 10,326,432</u>	<u>\$ 6,975,981</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
PUBLIC HEALTH SERVICES DISTRICT FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 4,600,357	\$ 4,600,357	\$ 4,680,096	\$ 79,739
Licenses and permits	716,732	716,732	720,303	3,571
Intergovernmental	4,625,038	4,497,254	3,785,217	(712,037)
Charges for services	544,941	547,716	472,071	(75,645)
Investment earnings	14,353	14,353	31,370	17,017
Contributions	36,750	45,715	131,946	86,231
Miscellaneous	1,316	1,316	3,835	2,519
Total revenues	<u>10,539,487</u>	<u>10,423,443</u>	<u>9,824,838</u>	<u>(598,605)</u>
Expenditures:				
Public safety				
Medical Examiner	639,725	639,725	645,099	(5,374)
Health				
Health Department	12,292,918	12,219,717	11,338,648	881,069
Welfare				
Community Services	168,467	168,467	142,638	25,829
Education				
Total expenditures	<u>13,101,110</u>	<u>13,027,909</u>	<u>12,126,385</u>	<u>901,524</u>
Excess (deficiency) of revenues over expenditures	<u>(2,561,623)</u>	<u>(2,604,466)</u>	<u>(2,301,547)</u>	<u>302,919</u>
Other financing sources (uses):				
Transfers in	3,739,233	3,744,379	3,744,379	
Transfers out	(1,278,334)	(1,280,131)	(1,265,313)	14,818
Total other financing sources and (uses)	<u>2,460,899</u>	<u>2,464,248</u>	<u>2,479,066</u>	<u>14,818</u>
Net change in fund balances	(100,724)	(140,218)	177,519	317,737
Fund balance, July 1, 2011	2,233,765	2,233,765	1,902,437	(331,328)
Fund balance, June 30, 2012	<u>\$ 2,133,041</u>	<u>\$ 2,093,547</u>	<u>\$ 2,079,956</u>	<u>\$ (13,591)</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
FLOOD CONTROL DISTRICT FUND  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 3,175,218	\$ 3,175,218	\$ 3,165,023	\$ (10,195)
Licenses and permits	1,500	1,500	13,500	12,000
Intergovernmental	13,123,604	3,786,598	1,051,080	(2,735,518)
Charges for services	1,950	1,950	-	(1,950)
Investment earnings	40,000	40,000	51,849	11,849
Contributions	11,484	10,675	10,895	220
Miscellaneous			16	16
Total revenues	<u>16,353,756</u>	<u>7,015,941</u>	<u>4,292,363</u>	<u>(2,723,578)</u>
Expenditures:				
Public safety				
Flood Control	14,193,957	6,826,021	4,129,771	2,696,250
Total expenditures	<u>14,193,957</u>	<u>6,826,021</u>	<u>4,129,771</u>	<u>2,696,250</u>
Excess (deficiency) of revenues over expenditures	<u>2,159,799</u>	<u>189,920</u>	<u>162,592</u>	<u>(27,328)</u>
Other financing sources (uses):				
Transfers out	<u>(516,884)</u>	<u>(516,884)</u>	<u>(91,884)</u>	<u>425,000</u>
Total other financing sources (uses)	<u>(516,884)</u>	<u>(516,884)</u>	<u>(91,884)</u>	<u>425,000</u>
Net changes in fund balances	1,642,915	(326,964)	70,708	397,672
Fund balance, July 1, 2011	<u>(968,620)</u>	<u>(968,620)</u>	<u>1,845,255</u>	<u>2,813,875</u>
Fund balance, June 30, 2012	<u>\$ 674,295</u>	<u>\$ (1,295,584)</u>	<u>\$ 1,915,963</u>	<u>\$ 3,211,547</u>

The Notes to the Budgetary Comparison Schedules are an integral part of this schedule.

**COCONINO COUNTY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTES TO BUDGETARY COMPARISON SCHEDULES  
JUNE 30, 2012**

**NOTE 1 - BUDGETING AND BUDGETARY CONTROL**

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

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

**NOTE 2 - BUDGETARY BASIS OF ACCOUNTING**

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

**NOTE 3 – EXPENDITURES IN EXCESS OF APPROPRIATIONS**

For the year ended June 30, 2012, expenditures exceeded final budget amounts at the department level (the legal level of budgetary control) as follows:

Fund/Department	Excess
General Fund	
County Attorney	\$ 148,466
Parks and Recreation	72,475
Constable	9,728
Legal Defender	3,594
Fredonia Justice Court	403
Public Health Services District Fund	
Medical Examiner	5,374
Legal Defender Grants and Fees Fund	401
National Forest Fees Fund	21,223
County Improvement District-Capital Projects Fund	
Toho-Tolani	116,035

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

**COCONINO COUNTY, ARIZONA  
LISTING OF NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2012**

**Special Revenue Funds**

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

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

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

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

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

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

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

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

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

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

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

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

**COCONINO COUNTY, ARIZONA**  
**LISTING OF NONMAJOR GOVERNMENTAL FUNDS**  
**(CONTINUED)**  
**YEAR ENDED JUNE 30, 2012**

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

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

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

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

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

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

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

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

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

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

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

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

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

**COCONINO COUNTY, ARIZONA**  
**LISTING OF NONMAJOR GOVERNMENTAL FUNDS**  
**(CONTINUED)**  
**YEAR ENDED JUNE 30, 2012**

**Debt Service Fund**

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

**Capital Projects Funds**

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

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

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

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

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2012**

	Special Revenue			
	Adult Probation Grants and Fees	Assessor Storage and Retrieval	Career Center Grants	Clerk of the Superior Court Grants and Fees
<b>Assets</b>				
Cash and cash equivalents	\$ 805,687	\$ 158,829	\$ -	\$ 456,787
Investments	-	-	-	-
Cash and investments held by trustee	-	-	-	-
Receivables (net of allowances for uncollectibles):				
Property taxes	-	-	-	-
Accounts	508	-	2	-
Special assessments	-	-	-	-
Accrued interest	1,953	-	62	901
Advances to other funds	-	-	-	-
Due from:				
Other funds	51,808	-	2,951	1,391
Other governments	-	-	180,171	-
Prepaid items	-	-	125	-
Total assets	<u>\$ 859,956</u>	<u>\$ 158,829</u>	<u>\$ 183,311</u>	<u>\$ 459,079</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 27,095	\$ -	\$ 12,562	\$ 3,644
Accrued payroll and employee benefits	46,320	-	15,039	1,912
Advances from other funds	-	-	-	-
Due to:				
Other funds	3,270	109,114	128,088	-
Other governments	4,517	-	-	-
Deposits held for others	-	-	-	-
Deferred revenue	-	-	599	-
Total liabilities	<u>81,202</u>	<u>109,114</u>	<u>156,288</u>	<u>5,556</u>
Fund balances:				
Nonspendable	-	-	125	-
Restricted	778,754	49,715	26,898	453,523
Total fund balances	<u>778,754</u>	<u>49,715</u>	<u>27,023</u>	<u>453,523</u>
Total liabilities and fund balances	<u>\$ 859,956</u>	<u>\$ 158,829</u>	<u>\$ 183,311</u>	<u>\$ 459,079</u>

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	Special Revenue			
	Community Services Grants and Fees	Conciliation Court	County Attorney Grants and Fees	County Improvement Districts- Special Revenue
<b>Assets</b>				
Cash and cash equivalents	\$ -	\$ 119,494	\$ 1,433,328	\$ 1,271,148
Investments	-	-	423,009	-
Cash and investments held by trustee	-	-	22,822	-
Receivables (net of allowances for uncollectibles):				
Property taxes	-	-	-	-
Accounts	826,067	-	3,862	141,736
Special assessments	-	-	-	-
Accrued interest	374	263	3,414	2,666
Advances to other funds	-	-	-	-
Due from:				
Other funds	558,625	-	84,863	29,600
Other governments	602,273	4,630	51,091	-
Prepaid items	-	-	9,864	-
Total assets	<u>\$ 1,987,339</u>	<u>\$ 124,387</u>	<u>\$ 2,032,253</u>	<u>\$ 1,445,150</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 151,146	\$ 2,556	\$ 19,206	\$ 295,851
Accrued payroll and employee benefits	62,089	639	18,567	8,164
Advances from other funds	-	-	-	-
Due to:				
Other funds	998,180	-	126,343	2,179
Other governments	-	-	-	-
Deposits held for others	10,492	-	-	24,020
Deferred revenue	-	-	-	-
Total liabilities	<u>1,221,907</u>	<u>3,195</u>	<u>164,116</u>	<u>330,214</u>
Fund balances:				
Nonspendable	-	-	9,864	-
Restricted	765,432	121,192	1,858,273	1,114,936
Total fund balances	<u>765,432</u>	<u>121,192</u>	<u>1,868,137</u>	<u>1,114,936</u>
Total liabilities and fund balances	<u>\$ 1,987,339</u>	<u>\$ 124,387</u>	<u>\$ 2,032,253</u>	<u>\$ 1,445,150</u>

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	Special Revenue			
	County Library District	Emergency Services Grants	Inmate Welfare	Jail Enhancement
<b>Assets</b>				
Cash and cash equivalents	\$ 608,417	\$ -	\$ 180,987	\$ 632,284
Investments	-	-	-	-
Cash and investments held by trustee	-	-	-	-
Receivables (net of allowances for uncollectibles):				
Property taxes	154,923	-	-	-
Accounts	-	-	22,640	-
Special assessments	-	-	-	-
Accrued interest	1,317	-	337	1,384
Advances to other funds	-	-	-	-
Due from:				
Other funds	-	100,929	567	567
Other governments	-	26,777	-	21,754
Prepaid items	-	-	-	-
Total assets	\$ 764,657	\$ 127,706	\$ 204,531	\$ 655,989
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ -	\$ 3,184	\$ 2,518	\$ 32,955
Accrued payroll and employee benefits	-	5,105	2,370	-
Advances from other funds	-	-	-	-
Due to:				
Other funds	298,103	66,650	567	567
Other governments	147,602	-	-	-
Deposits held for others	-	-	-	-
Deferred revenue	124,936	-	-	-
Total liabilities	570,641	74,939	5,455	33,522
Fund balances:				
Nonspendable	-	-	-	-
Restricted	194,016	52,767	199,076	622,467
Total fund balances	194,016	52,767	199,076	622,467
Total liabilities and fund balances	\$ 764,657	\$ 127,706	\$ 204,531	\$ 655,989

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	Special Revenue			
	Justice Courts Grants and Fees	Juvenile Court Grants and Fees	Legal Defender Grants and Fees	National Forest Fees
<b>Assets</b>				
Cash and cash equivalents	\$ 811,991	\$ 907,181	\$ 10,411	\$ 4,756,103
Investments	-	-	-	-
Cash and investments held by trustee	-	-	-	-
Receivables (net of allowances for uncollectibles):				
Property taxes	-	-	-	-
Accounts	629	-	-	-
Special assessments	-	-	-	-
Accrued interest	1,680	2,270	24	10,268
Advances to other funds	-	-	-	195,621
Due from:				
Other funds	1,232	51,432	5,611	-
Other governments	-	46,889	574	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 815,532</u>	<u>\$ 1,007,772</u>	<u>\$ 16,620</u>	<u>\$ 4,961,992</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 9,079	\$ 35,605	\$ 2,207	\$ -
Accrued payroll and employee benefits	2,473	33,307	-	-
Advances from other funds	-	-	-	-
Due to:				
Other funds	273,583	59,872	5,579	306,181
Other governments	-	66,637	-	-
Deposits held for others	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	<u>285,135</u>	<u>195,421</u>	<u>7,786</u>	<u>306,181</u>
Fund balances:				
Nonspendable	-	-	-	195,621
Restricted	530,397	812,351	8,834	4,460,190
Total fund balances	<u>530,397</u>	<u>812,351</u>	<u>8,834</u>	<u>4,655,811</u>
Total liabilities and fund balances	<u>\$ 815,532</u>	<u>\$ 1,007,772</u>	<u>\$ 16,620</u>	<u>\$ 4,961,992</u>

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	Special Revenue			
	Parks and Recreation Grants and Fees	Public Defender Grants and Fees	Recorder Storage and Retrieval	School Superintendent Grants and Fees
<b>Assets</b>				
Cash and cash equivalents	\$ 411,305	\$ 93,356	\$ 203,016	\$ 146,114
Investments	-	-	-	-
Cash and investments held by trustee	-	-	-	-
Receivables (net of allowances for uncollectibles):				
Property taxes	-	-	-	-
Accounts	1,100	348	-	5,606
Special assessments	-	-	-	-
Accrued interest	1,033	208	419	1,257
Advances to other funds	-	-	-	-
Due from:				
Other funds	55,000	50,495	-	4,421
Other governments	-	4,381	-	704,577
Prepaid items	-	1,576	-	-
Total assets	<u>\$ 468,438</u>	<u>\$ 150,364</u>	<u>\$ 203,435</u>	<u>\$ 861,975</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 13,736	\$ 5,949	\$ -	\$ 100,792
Accrued payroll and employee benefits	2,415	-	1,600	5,293
Advances from other funds	-	-	-	-
Due to:				
Other funds	11,227	50,495	-	-
Other governments	-	-	-	-
Deposits held for others	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	<u>27,378</u>	<u>56,444</u>	<u>1,600</u>	<u>106,085</u>
Fund balances:				
Nonspendable	-	1,576	-	-
Restricted	441,060	92,344	201,835	755,890
Total fund balances	<u>441,060</u>	<u>93,920</u>	<u>201,835</u>	<u>755,890</u>
Total liabilities and fund balances	<u>\$ 468,438</u>	<u>\$ 150,364</u>	<u>\$ 203,435</u>	<u>\$ 861,975</u>

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	Special Revenue			
	Sheriff Grants and Fees	Solid Waste	Superior Court Grants and Fees	Taxpayer Information Fund
<b>Assets</b>				
Cash and cash equivalents	\$ 38,902	\$ -	\$ 541,223	\$ 65,870
Investments	-	-	-	-
Cash and investments held by trustee	-	-	-	-
Receivables (net of allowances for uncollectibles):				
Property taxes	-	-	-	-
Accounts	-	-	147	-
Special assessments	-	-	-	-
Accrued interest	536	-	1,330	148
Advances to other funds	-	-	-	-
Due from:				
Other funds	199,525	466,940	255,647	-
Other governments	207,707	1,601,961	4,681	-
Prepaid items	-	-	2,499	-
Total assets	\$ 446,670	\$ 2,068,901	\$ 805,527	\$ 66,018
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 82,694	\$ 170,566	\$ 47,346	\$ -
Accrued payroll and employee benefits	7,826	9,439	8,845	-
Advances from other funds	-	-	-	-
Due to:				
Other funds	41,514	1,883,278	23,530	-
Other governments	-	-	885	-
Deposits held for others	-	-	-	-
Deferred revenue	-	-	-	450
Total liabilities	132,034	2,063,283	80,606	450
Fund balances:				
Nonspendable	-	-	2,499	-
Restricted	314,636	5,618	722,422	65,568
Total fund balances	314,636	5,618	724,921	65,568
Total liabilities and fund balances	\$ 446,670	\$ 2,068,901	\$ 805,527	\$ 66,018

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	<u>Special Revenue</u>	<u>Debt Service</u>
	Other Special Revenue Funds	County Improvement Districts-Debt Service
<b>Assets</b>		
Cash and cash equivalents	\$ -	\$ 637,574
Investments	-	-
Cash and investments held by trustee	-	-
Receivables (net of allowances for uncollectibles):		
Property taxes	-	-
Accounts	138	-
Special assessments	-	902,298
Accrued interest	-	2,397
Advances to other funds	-	-
Due from:		
Other funds	102,642	-
Other governments	-	-
Prepaid items	-	-
Total assets	<u>\$ 102,780</u>	<u>\$ 1,542,269</u>
<b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ 793	\$ -
Accrued payroll and employee benefits	1,866	-
Advances from other funds	-	150,580
Due to:		
Other funds	100,113	-
Other governments	-	-
Deposits held for others	-	-
Deferred revenue	-	892,569
Total liabilities	<u>102,772</u>	<u>1,043,149</u>
Fund balances:		
Nonspendable	-	-
Restricted	8	499,120
Total fund balances	<u>8</u>	<u>499,120</u>
Total liabilities and fund balances	<u>\$ 102,780</u>	<u>\$ 1,542,269</u>

**COCONINO COUNTY, ARIZONA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2012**

	Capital Projects			Total Nonmajor Governmental Funds
	Accommodation School	County Improvement Districts- Capital Projects	Other Capital Projects Funds	
<b>Assets</b>				
Cash and cash equivalents	\$ 65,835	\$ 606,412	\$ 13,963	\$ 14,976,217
Investments	-	72,889	71,905	567,803
Cash and investments held by trustee	-	-	-	22,822
Receivables (net of allowances for uncollectibles):				
Property taxes	-	-	-	154,923
Accounts	-	-	-	1,002,783
Special assessments	-	-	-	902,298
Accrued interest	137	1,743	37	36,158
Advances to other funds	-	-	-	195,621
Due from:				
Other funds	-	-	3,663	2,027,909
Other governments	-	-	-	3,457,466
Prepaid items	-	-	-	14,064
Total assets	<u>\$ 65,972</u>	<u>\$ 681,044</u>	<u>\$ 89,568</u>	<u>\$ 23,358,064</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 394	\$ 1,019,878
Accrued payroll and employee benefits	-	-	-	233,269
Advances from other funds	-	485,320	-	635,900
Due to:				
Other funds	-	-	-	4,488,433
Other governments	-	-	-	219,641
Deposits held for others	-	-	-	34,512
Deferred revenue	-	-	-	1,018,554
Total liabilities	<u>-</u>	<u>485,320</u>	<u>394</u>	<u>7,650,187</u>
Fund balances:				
Nonspendable	-	-	-	14,064
Restricted	65,972	195,724	89,174	15,693,813
Total fund balances	<u>65,972</u>	<u>195,724</u>	<u>89,174</u>	<u>15,707,877</u>
Total liabilities and fund balances	<u>\$ 65,972</u>	<u>\$ 681,044</u>	<u>\$ 89,568</u>	<u>\$ 23,358,064</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2012**

	Special Revenue			
	Adult Probation Grants and Fees	Assessor Storage and Retrieval	Career Center Grants	Clerk of the Superior Court Grants and Fees
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Fees, fines, and forfeits	-	-	-	201,638
Intergovernmental	1,897,414	-	799,253	-
Charges for services	616,321	59,120	450	57,551
Investment earnings	13,639	-	474	6,723
Contributions	-	-	-	-
Miscellaneous	1,562	-	-	-
Total revenues	<u>2,528,936</u>	<u>59,120</u>	<u>800,177</u>	<u>265,912</u>
Expenditures:				
Current:				
General government	-	20,518	-	148,252
Public safety	2,572,223	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	810,740	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>2,572,223</u>	<u>20,518</u>	<u>810,740</u>	<u>148,252</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(43,287)</u>	<u>38,602</u>	<u>(10,563)</u>	<u>117,660</u>
Other financing sources (uses):				
Transfers in	51,808	-	4,494	1,391
Transfers out	(864)	(109,114)	-	(6)
Total other financing sources and (uses)	<u>50,944</u>	<u>(109,114)</u>	<u>4,494</u>	<u>1,385</u>
Net changes in fund balances	7,657	(70,512)	(6,069)	119,045
Fund balances, July 1, 2011	771,097	120,227	33,092	334,478
Fund balances, June 30, 2012	<u>\$ 778,754</u>	<u>\$ 49,715</u>	<u>\$ 27,023</u>	<u>\$ 453,523</u>

**COCONINO COUNTY, ARIZONA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2012**

	Special Revenue			
	Community Services Grants and Fees	Conciliation Court	County Attorney Grants and Fees	County Improvement Districts-Special Revenue
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	15,004
Fees, fines, and forfeits	-	-	187,629	-
Intergovernmental	2,929,759	21,379	610,796	-
Charges for services	1,729,442	46,484	38,228	1,214,498
Investment earnings	3,727	2,118	51,603	20,005
Contributions	158,132	-	-	-
Miscellaneous	3,171	-	-	51,677
Total revenues	<u>4,824,231</u>	<u>69,981</u>	<u>888,256</u>	<u>1,301,184</u>
Expenditures:				
Current:				
General government	52,870	78,736	1,392,978	-
Public safety	-	-	-	-
Highways and streets	-	-	-	76,644
Sanitation	-	-	-	1,209,139
Welfare	4,883,488	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>4,936,358</u>	<u>78,736</u>	<u>1,392,978</u>	<u>1,285,783</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(112,127)</u>	<u>(8,755)</u>	<u>(504,722)</u>	<u>15,401</u>
Other financing sources (uses):				
Transfers in	382,509	-	64,000	-
Transfers out	<u>(150,000)</u>	<u>-</u>	<u>(102,450)</u>	<u>(60,271)</u>
Total other financing sources and (uses)	<u>232,509</u>	<u>-</u>	<u>(38,450)</u>	<u>(60,271)</u>
Net changes in fund balances	120,382	(8,755)	(543,172)	(44,870)
Fund balances, July 1, 2011	645,050	129,947	2,411,309	1,159,804
Fund balances, June 30, 2012	<u>\$ 765,432</u>	<u>\$ 121,192</u>	<u>\$ 1,868,137</u>	<u>\$ 1,114,934</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	Special Revenue			
	County Library District	Emergency Services Grants	Inmate Welfare	Jail Enhancement
<b>Revenues:</b>				
Property taxes	\$ 4,387,272	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Fees, fines, and forfeits	-	-	-	-
Intergovernmental	-	82,063	-	243,544
Charges for services	-	-	87,791	-
Investment earnings	15,751	-	2,574	10,549
Contributions	79,081	-	-	-
Miscellaneous	-	-	127,113	-
Total revenues	<u>4,482,104</u>	<u>82,063</u>	<u>217,478</u>	<u>254,093</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	-	-	-	-
Public safety	-	183,741	202,562	170,032
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	4,119,256	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>4,119,256</u>	<u>183,741</u>	<u>202,562</u>	<u>170,032</u>
Excess (deficiency) of revenues over (under) expenditures	<u>362,848</u>	<u>(101,678)</u>	<u>14,916</u>	<u>84,061</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	101,609	-	-
Transfers out	<u>(387,256)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and (uses)	<u>(387,256)</u>	<u>101,609</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	(24,408)	(69)	14,916	84,061
Fund balances, July 1, 2011	218,424	52,836	184,160	538,406
Fund balances, June 30, 2012	<u>\$ 194,016</u>	<u>\$ 52,767</u>	<u>\$ 199,076</u>	<u>\$ 622,467</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	Special Revenue			
	Justice Courts Grants and Fees	Juvenile Court Grants and Fees	Legal Defender Grants and Fees	National Forest Fees
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Fees, fines, and forfeits	14,288	-	-	-
Intergovernmental	-	2,041,518	2,212	3,032,166
Charges for services	442,282	118,298	-	-
Investment earnings	12,834	15,747	170	81,039
Contributions	-	-	-	-
Miscellaneous	-	961	-	-
Total revenues	<u>469,404</u>	<u>2,176,524</u>	<u>2,382</u>	<u>3,113,205</u>
Expenditures:				
Current:				
General government	134,706	-	2,856	-
Public safety	-	2,141,740	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	1,311,478
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>134,706</u>	<u>2,141,740</u>	<u>2,856</u>	<u>1,311,478</u>
Excess (deficiency) of revenues over (under) expenditures	<u>334,698</u>	<u>34,784</u>	<u>(474)</u>	<u>1,801,727</u>
Other financing sources (uses):				
Transfers in	-	8,057	5,611	-
Transfers out	<u>(279,020)</u>	<u>-</u>	<u>(5,579)</u>	<u>(1,911,594)</u>
Total other financing sources and (uses)	<u>(279,020)</u>	<u>8,057</u>	<u>32</u>	<u>(1,911,594)</u>
Net changes in fund balances	55,678	42,841	(442)	(109,867)
Fund balances, July 1, 2011	474,719	769,510	9,276	4,765,678
Fund balances, June 30, 2012	<u>\$ 530,397</u>	<u>\$ 812,351</u>	<u>\$ 8,834</u>	<u>\$ 4,655,811</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	Special Revenue			
	Parks and Recreation Grants and Fees	Public Defender Grants and Fees	Recorder Storage and Retrieval	School Superintendent Grants and Fees
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 142
Special assessments	-	-	-	-
Fees, fines, and forfeits	-	-	-	-
Intergovernmental	95,000	16,884	-	3,141,684
Charges for services	418,856	-	128,955	95,896
Investment earnings	7,551	1,632	3,083	10,345
Contributions	-	-	-	96,638
Miscellaneous	16,110	-	-	17,853
Total revenues	<u>537,517</u>	<u>18,516</u>	<u>132,038</u>	<u>3,362,558</u>
Expenditures:				
Current:				
General government	-	20,220	157,761	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	382,744	-	-	-
Education	-	-	-	3,356,178
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>382,744</u>	<u>20,220</u>	<u>157,761</u>	<u>3,356,178</u>
Excess (deficiency) of revenues over (under) expenditures	<u>154,773</u>	<u>(1,704)</u>	<u>(25,723)</u>	<u>6,380</u>
Other financing sources (uses):				
Transfers in	55,000	50,495	-	-
Transfers out	(106,150)	(50,495)	-	-
Total other financing sources and (uses)	<u>(51,150)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	103,623	(1,704)	(25,723)	6,380
Fund balances, July 1, 2011	337,437	95,624	227,558	749,510
Fund balances, June 30, 2012	<u>\$ 441,060</u>	<u>\$ 93,920</u>	<u>\$ 201,835</u>	<u>\$ 755,890</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	Special Revenue			
	Sheriff Grants and Fees	Solid Waste	Superior Court Grants and Fees	Taxpayer Information Fund
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Fees, fines, and forfeits	-	-	-	-
Intergovernmental	890,166	1,140,288	184,562	-
Charges for services	74,940	116,328	180,523	16,441
Investment earnings	4,009	4	10,246	1,278
Contributions	2,500	-	5,752	-
Miscellaneous	-	-	1,557	-
Total revenues	<u>971,615</u>	<u>1,256,620</u>	<u>382,640</u>	<u>17,719</u>
Expenditures:				
Current:				
General government	-	-	810,877	7,823
Public safety	1,048,819	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	1,665,549	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>1,048,819</u>	<u>1,665,549</u>	<u>810,877</u>	<u>7,823</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(77,204)</u>	<u>(408,929)</u>	<u>(428,237)</u>	<u>9,896</u>
Other financing sources (uses):				
Transfers in	148,477	466,940	328,713	-
Transfers out	-	(52,408)	(1,391)	(50,000)
Total other financing sources and (uses)	<u>148,477</u>	<u>414,532</u>	<u>327,322</u>	<u>(50,000)</u>
Net changes in fund balances	71,273	5,603	(100,915)	(40,104)
Fund balances, July 1, 2011	243,363	15	825,836	105,672
Fund balances, June 30, 2012	<u>\$ 314,636</u>	<u>\$ 5,618</u>	<u>\$ 724,921</u>	<u>\$ 65,568</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	
	Other Special Revenue Funds	County Improvement Districts-Debt Service	Accommodation School	County Improvement Districts- Capital Projects
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	428,885	-	-
Fees, fines, and forfeits	-	-	-	-
Intergovernmental	306	-	47,465	-
Charges for services	18,440	-	-	-
Investment earnings	-	13,107	1,068	13,518
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>18,746</u>	<u>441,992</u>	<u>48,533</u>	<u>13,518</u>
Expenditures:				
Current:				
General government	52,351	-	-	-
Public safety	-	-	-	-
Highways and streets	69,037	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	28,759	116,035
Debt service:				
Principal	-	383,289	-	-
Interest and other charges	-	88,692	-	-
Total expenditures	<u>121,388</u>	<u>471,981</u>	<u>28,759</u>	<u>116,035</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(102,642)</u>	<u>(29,989)</u>	<u>19,774</u>	<u>(102,517)</u>
Other financing sources (uses):				
Transfers in	102,642	-	-	-
Transfers out	-	(421)	-	(179)
Total other financing sources and (uses)	<u>102,642</u>	<u>(421)</u>	<u>-</u>	<u>(179)</u>
Net changes in fund balances	-	(30,410)	19,774	(102,696)
Fund balances, July 1, 2011	8	529,530	46,198	298,420
Fund balances, June 30, 2012	<u>\$ 8</u>	<u>\$ 499,120</u>	<u>\$ 65,972</u>	<u>\$ 195,724</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

	<u>Capital Projects</u>		Total Nonmajor Governmental Funds
	<u>Parks Capital Projects</u>	<u>Other Capital Projects Funds</u>	
Revenues:			
Property taxes	\$ -	\$ -	\$ 4,387,414
Special assessments	-	-	443,889
Fees, fines, and forfeits	-	-	403,555
Intergovernmental	-	-	17,176,459
Charges for services	-	-	5,460,844
Investment earnings	-	892	303,686
Contributions	-	-	342,103
Miscellaneous	-	-	220,004
Total revenues	<u>-</u>	<u>892</u>	<u>28,737,954</u>
Expenditures:			
Current:			
General government	-	-	2,879,948
Public safety	-	-	6,319,117
Highways and streets	-	-	145,681
Sanitation	-	-	2,874,688
Welfare	-	-	5,694,228
Culture and recreation	-	-	4,502,000
Education	-	-	4,667,656
Capital outlay	1	3,670	148,465
Debt service:	-	-	-
Principal	-	-	383,289
Interest and other charges	-	-	88,692
Total expenditures	<u>1</u>	<u>3,670</u>	<u>27,703,764</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1)</u>	<u>(2,778)</u>	<u>1,034,190</u>
Other financing sources (uses):			
Transfers in	-	3,663	1,775,409
Transfers out	-	-	(3,267,196)
Total other financing sources and (uses)	<u>-</u>	<u>3,663</u>	<u>(1,491,787)</u>
Net changes in fund balances	(1)	885	(457,597)
Fund balances, July 1, 2011	1	88,289	16,165,474
Fund balances, June 30, 2012	<u>\$ -</u>	<u>\$ 89,174</u>	<u>\$ 15,707,877</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**ADULT PROBATION GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 1,872,711	\$ 1,901,931	\$ 1,897,414	\$ (4,517)
Charges for services	600,275	600,275	616,321	16,046
Investment earnings	14,800	14,800	13,639	(1,161)
Miscellaneous	-	-	1,562	1,562
Total revenues	<u>2,487,786</u>	<u>2,517,006</u>	<u>2,528,936</u>	<u>11,930</u>
<b>Expenditures:</b>				
Current				
Public safety				
Adult Probation	3,002,806	2,997,181	2,572,223	424,958
Total expenditures	<u>3,002,806</u>	<u>2,997,181</u>	<u>2,572,223</u>	<u>424,958</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(515,020)</u>	<u>(480,175)</u>	<u>(43,287)</u>	<u>436,888</u>
<b>Other financing sources (uses):</b>				
Transfers in	197,308	107,284	51,808	(55,476)
Transfers out	<u>(1,275)</u>	<u>(1,275)</u>	<u>(864)</u>	<u>411</u>
Total other financing sources (uses)	<u>196,033</u>	<u>106,009</u>	<u>50,944</u>	<u>(55,065)</u>
Net changes in fund balances	(318,987)	(374,166)	7,657	381,823
Fund balance, July 1, 2011	<u>729,706</u>	<u>729,706</u>	<u>771,097</u>	<u>41,391</u>
Fund balance, June 30, 2012	<u>\$ 410,719</u>	<u>\$ 355,540</u>	<u>\$ 778,754</u>	<u>\$ 423,214</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**ASSESSOR STORAGE AND RETRIEVAL**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 60,000	\$ 60,000	\$ 59,120	\$ (880)
Total revenues	<u>60,000</u>	<u>60,000</u>	<u>59,120</u>	<u>(880)</u>
Expenditures:				
Current				
General government				
Assessor	48,700	48,700	20,518	28,182
Total expenditures	<u>48,700</u>	<u>48,700</u>	<u>20,518</u>	<u>28,182</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,300</u>	<u>11,300</u>	<u>38,602</u>	<u>27,302</u>
Other financing sources (uses):				
Transfers out	(109,114)	(109,114)	(109,114)	-
Total other financing sources (uses)	<u>(109,114)</u>	<u>(109,114)</u>	<u>(109,114)</u>	<u>-</u>
Net changes in fund balances	(97,814)	(97,814)	(70,512)	27,302
Fund balance, July 1, 2011	<u>98,532</u>	<u>98,532</u>	<u>120,227</u>	<u>21,695</u>
Fund balance, June 30, 2012	<u>\$ 718</u>	<u>\$ 718</u>	<u>\$ 49,715</u>	<u>\$ 48,997</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**CAREER CENTER GRANTS**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,998,080	\$ 1,587,202	\$ 799,253	\$ (787,949)
Charges for services	-	-	450	450
Investment earnings	-	-	474	474
Total revenues	<u>1,998,080</u>	<u>1,587,202</u>	<u>800,177</u>	<u>(787,025)</u>
Expenditures:				
Current				
Welfare				
Career Center	1,998,324	1,589,204	810,740	778,464
Total expenditures	<u>1,998,324</u>	<u>1,589,204</u>	<u>810,740</u>	<u>778,464</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(244)</u>	<u>(2,002)</u>	<u>(10,563)</u>	<u>(8,561)</u>
Other financing sources (uses):				
Transfers in	-	4,494	4,494	-
Total other financing sources (uses)	<u>-</u>	<u>4,494</u>	<u>4,494</u>	<u>-</u>
Net changes in fund balances	(244)	2,492	(6,069)	(8,561)
Fund balance, July 1, 2011	<u>26,847</u>	<u>26,847</u>	<u>33,092</u>	<u>6,245</u>
Fund balance, June 30, 2012	<u>\$ 26,603</u>	<u>\$ 29,339</u>	<u>\$ 27,023</u>	<u>\$ (2,316)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**CLERK OF THE SUPERIOR COURT GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fees, fines, and forfeits	\$ 20,000	\$ 20,000	\$ 201,638	\$ 181,638
Charges for services	48,800	48,800	57,551	8,751
Investment earnings	5,050	5,050	6,723	1,673
Total revenues	<u>73,850</u>	<u>73,850</u>	<u>265,912</u>	<u>192,062</u>
Expenditures:				
Current				
General government				
Clerk of the Superior Court	175,041	170,041	148,252	21,789
Total expenditures	<u>175,041</u>	<u>170,041</u>	<u>148,252</u>	<u>21,789</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(101,191)</u>	<u>(96,191)</u>	<u>117,660</u>	<u>213,851</u>
Other financing sources (uses):				
Transfers in	10,000	10,000	1,391	(8,609)
Transfers out	-	-	(6)	(6)
Total other financing sources (uses)	<u>10,000</u>	<u>10,000</u>	<u>1,385</u>	<u>(8,615)</u>
Net changes in fund balances	(91,191)	(86,191)	119,045	205,236
Fund balance, July 1, 2011	<u>305,541</u>	<u>305,541</u>	<u>334,478</u>	<u>28,937</u>
Fund balance, June 30, 2012	<u>\$ 214,350</u>	<u>\$ 219,350</u>	<u>\$ 453,523</u>	<u>\$ 234,173</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**COMMUNITY SERVICES GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 4,434,886	\$ 4,255,269	\$ 2,929,759	\$ (1,325,510)
Charges for services	1,963,581	1,963,581	1,729,442	(234,139)
Investment earnings	2,000	2,000	3,727	1,727
Contributions	156,022	156,022	158,132	2,110
Miscellaneous	1,800	1,800	3,171	1,371
Total revenues	<u>6,558,289</u>	<u>6,378,672</u>	<u>4,824,231</u>	<u>(1,554,441)</u>
Expenditures:				
Current				
General government				
Facilities	61,577	61,577	52,870	8,707
Welfare				
Community Services	7,144,218	6,915,844	4,883,488	2,032,356
Total expenditures	<u>7,205,795</u>	<u>6,977,421</u>	<u>4,936,358</u>	<u>2,041,063</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(647,506)</u>	<u>(598,749)</u>	<u>(112,127)</u>	<u>486,622</u>
Other financing sources (uses):				
Transfers in	566,449	566,449	382,509	(183,940)
Transfers out	(150,000)	(150,000)	(150,000)	-
Total other financing sources (uses)	<u>416,449</u>	<u>416,449</u>	<u>232,509</u>	<u>(183,940)</u>
Net changes in fund balances	(231,057)	(182,300)	120,382	302,682
Fund balance, July 1, 2011	<u>603,610</u>	<u>603,610</u>	<u>645,050</u>	<u>41,440</u>
Fund balance, June 30, 2012	<u>\$ 372,553</u>	<u>\$ 421,310</u>	<u>\$ 765,432</u>	<u>\$ 344,122</u>

**COCONINO COUNTY, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
CONCILIATION COURT  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 9,000	\$ 9,000	\$ 21,379	\$ 12,379
Charges for services	48,600	48,600	46,484	(2,116)
Investment earnings	1,500	1,500	2,118	618
Total revenues	59,100	59,100	69,981	10,881
Expenditures:				
Current				
General government				
Superior Courts	82,148	82,148	78,736	3,412
Total expenditures	82,148	82,148	78,736	3,412
Net changes in fund balances	(23,048)	(23,048)	(8,755)	14,293
Fund balance, July 1, 2011	96,217	96,217	129,947	33,730
Fund balance, June 30, 2012	\$ 73,169	\$ 73,169	\$ 121,192	\$ 48,023

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**COUNTY ATTORNEY GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Fees, fines, and forfeits	\$ 850,000	\$ 850,000	\$ 187,629	\$ (662,371)
Intergovernmental	479,780	626,911	610,796	(16,115)
Charges for services	37,132	37,132	38,228	1,096
Investment earnings	46,150	46,150	51,603	5,453
Total revenues	<u>1,413,062</u>	<u>1,560,193</u>	<u>888,256</u>	<u>(671,937)</u>
<b>Expenditures:</b>				
Current				
General government				
County Attorney	1,914,648	2,060,161	1,392,978	667,183
Total expenditures	<u>1,914,648</u>	<u>2,060,161</u>	<u>1,392,978</u>	<u>667,183</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(501,586)</u>	<u>(499,968)</u>	<u>(504,722)</u>	<u>(4,754)</u>
<b>Other financing sources (uses):</b>				
Transfers in	268,986	269,086	64,000	(205,086)
Transfers out	(267,205)	(311,381)	(102,450)	208,931
Total other financing sources (uses)	<u>1,781</u>	<u>(42,295)</u>	<u>(38,450)</u>	<u>3,845</u>
Net changes in fund balances	(499,805)	(542,263)	(543,172)	(909)
Fund balance, July 1, 2011	<u>2,436,649</u>	<u>2,436,649</u>	<u>2,411,309</u>	<u>(25,340)</u>
Fund balance, June 30, 2012	<u>\$ 1,936,844</u>	<u>\$ 1,894,386</u>	<u>\$ 1,868,137</u>	<u>\$ (26,249)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**COUNTY IMPROVEMENT DISTRICTS – SPECIAL REVENUE**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special assessments	\$ 14,700	\$ 14,700	\$ 15,004	\$ 304
Charges for services	1,171,000	1,171,000	1,214,498	43,498
Investment earnings	21,730	21,730	20,005	(1,725)
Miscellaneous	12,000	12,000	51,677	39,677
Total revenues	<u>1,219,430</u>	<u>1,219,430</u>	<u>1,301,184</u>	<u>81,754</u>
Expenditures:				
Current				
Highways and streets				
Improvement Districts	79,522	80,299	76,644	3,655
Sanitation				
KVID	1,359,874	1,706,874	1,209,139	497,735
Total expenditures	<u>1,439,396</u>	<u>1,787,173</u>	<u>1,285,783</u>	<u>501,390</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(219,966)</u>	<u>(567,743)</u>	<u>15,401</u>	<u>583,144</u>
Other financing sources (uses):				
Transfers out	(60,641)	(60,641)	(60,271)	370
Total other financing sources (uses)	<u>(60,641)</u>	<u>(60,641)</u>	<u>(60,271)</u>	<u>370</u>
Net changes in fund balances	(280,607)	(628,384)	(44,870)	583,514
Fund balance, July 1, 2011	<u>986,173</u>	<u>986,173</u>	<u>1,159,804</u>	<u>173,631</u>
Fund balance, June 30, 2012	<u>\$ 705,566</u>	<u>\$ 357,789</u>	<u>\$ 1,114,934</u>	<u>\$ 757,145</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**COUNTY LIBRARY DISTRICT**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 4,355,618	\$ 4,355,618	\$ 4,387,272	\$ 31,654
Investment earnings	5,000	5,000	15,751	10,751
Contributions	<u>77,361</u>	<u>77,361</u>	<u>79,081</u>	<u>1,720</u>
Total revenues	<u>4,437,979</u>	<u>4,437,979</u>	<u>4,482,104</u>	<u>44,125</u>
Expenditures:				
Current				
Culture and recreation				
Library District	<u>4,218,752</u>	<u>4,218,752</u>	<u>4,119,256</u>	<u>99,496</u>
Total expenditures	<u>4,218,752</u>	<u>4,218,752</u>	<u>4,119,256</u>	<u>99,496</u>
Excess (deficiency) of revenues over (under) expenditures	<u>219,227</u>	<u>219,227</u>	<u>362,848</u>	<u>143,621</u>
Other financing sources (uses):				
Transfers out	<u>(387,256)</u>	<u>(387,256)</u>	<u>(387,256)</u>	<u>-</u>
Total other financing sources (uses)	<u>(387,256)</u>	<u>(387,256)</u>	<u>(387,256)</u>	<u>-</u>
Net changes in fund balances	(168,029)	(168,029)	(24,408)	143,621
Fund balance, July 1, 2011	<u>168,029</u>	<u>168,029</u>	<u>218,424</u>	<u>50,395</u>
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 194,016</u>	<u>\$ 194,016</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**EMERGENCY SERVICES GRANTS**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 7,204,810	\$ 109,341	\$ 82,063	\$ (27,278)
Total revenues	<u>7,204,810</u>	<u>109,341</u>	<u>82,063</u>	<u>(27,278)</u>
Expenditures:				
Current				
Public safety				
Public Works	7,356,075	260,606	183,741	76,865
Total expenditures	<u>7,356,075</u>	<u>260,606</u>	<u>183,741</u>	<u>76,865</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(151,265)</u>	<u>(151,265)</u>	<u>(101,678)</u>	<u>49,587</u>
Other financing sources (uses):				
Transfers in	127,347	128,172	101,609	(26,563)
Total other financing sources (uses)	<u>127,347</u>	<u>128,172</u>	<u>101,609</u>	<u>(26,563)</u>
Net changes in fund balances	(23,918)	(23,093)	(69)	23,024
Fund balance, July 1, 2011	<u>27,035</u>	<u>27,035</u>	<u>52,836</u>	<u>25,801</u>
Fund balance, June 30, 2012	<u>\$ 3,117</u>	<u>\$ 3,942</u>	<u>\$ 52,767</u>	<u>\$ 48,825</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**INMATE WELFARE**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 60,000	\$ 60,000	\$ 87,791	\$ 27,791
Investment earnings	9,500	9,500	2,574	(6,926)
Miscellaneous	160,000	160,000	127,113	(32,887)
Total revenues	<u>229,500</u>	<u>229,500</u>	<u>217,478</u>	<u>(12,022)</u>
Expenditures:				
Current				
Public safety				
Sheriff	283,166	283,166	202,562	80,604
Total expenditures	<u>283,166</u>	<u>283,166</u>	<u>202,562</u>	<u>80,604</u>
Excess (deficiency) of revenues over (under) expenditures	(53,666)	(53,666)	14,916	68,582
Fund balance, July 1, 2011	<u>181,003</u>	<u>181,003</u>	<u>184,160</u>	<u>3,157</u>
Fund balance, June 30, 2012	<u>\$ 127,337</u>	<u>\$ 127,337</u>	<u>\$ 199,076</u>	<u>\$ 71,739</u>

**COCONINO COUNTY, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
JAIL ENHANCEMENT  
YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 213,518	\$ 213,518	\$ 243,544	\$ 30,026
Investment earnings	5,374	5,374	10,549	5,175
Total revenues	<u>218,892</u>	<u>218,892</u>	<u>254,093</u>	<u>35,201</u>
Expenditures:				
Current				
Public safety				
Sheriff	<u>363,900</u>	<u>363,900</u>	<u>170,032</u>	<u>193,868</u>
Total expenditures	<u>363,900</u>	<u>363,900</u>	<u>170,032</u>	<u>193,868</u>
Excess (deficiency) of revenues over (under) expenditures	(145,008)	(145,008)	84,061	229,069
Fund balance, July 1, 2011	<u>500,608</u>	<u>500,608</u>	<u>538,406</u>	<u>37,798</u>
Fund balance, June 30, 2012	<u>\$ 355,600</u>	<u>\$ 355,600</u>	<u>\$ 622,467</u>	<u>\$ 266,867</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**JUSTICE COURTS GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fees, fines, and forfeits	\$ -	\$ -	\$ 14,288	\$ 14,288
Charges for services	397,300	402,742	442,282	39,540
Investment earnings	16,900	16,900	12,834	(4,066)
Total revenues	<u>414,200</u>	<u>419,642</u>	<u>469,404</u>	<u>49,762</u>
Expenditures:				
Current				
General government				
Flagstaff Justice Court	246,768	246,768	90,231	156,537
Fredonia Justice Court	30,508	35,950	14,855	21,095
Page Justice Court	27,845	27,845	8,935	18,910
Williams Justice Court	56,701	56,701	20,685	36,016
Total expenditures	<u>361,822</u>	<u>367,264</u>	<u>134,706</u>	<u>232,558</u>
Excess (deficiency) of revenues over (under) expenditures	<u>52,378</u>	<u>52,378</u>	<u>334,698</u>	<u>282,320</u>
Other financing sources (uses):				
Transfers out	<u>(236,966)</u>	<u>(260,526)</u>	<u>(279,020)</u>	<u>(18,494)</u>
Total other financing sources (uses)	<u>(236,966)</u>	<u>(260,526)</u>	<u>(279,020)</u>	<u>(18,494)</u>
Net changes in fund balances	(184,588)	(208,148)	55,678	263,826
Fund balance, July 1, 2011	<u>423,764</u>	<u>423,764</u>	<u>474,719</u>	<u>50,955</u>
Fund balance, June 30, 2012	<u>\$ 239,176</u>	<u>\$ 215,616</u>	<u>\$ 530,397</u>	<u>\$ 314,781</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**JUVENILE COURT GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 2,274,049	\$ 2,323,679	\$ 2,041,518	\$ (282,161)
Charges for services	58,950	58,950	118,298	59,348
Investment earnings	4,035	4,035	15,747	11,712
Miscellaneous	-	-	961	961
Total revenues	<u>2,337,034</u>	<u>2,386,664</u>	<u>2,176,524</u>	<u>(210,140)</u>
Expenditures:				
Current				
Public safety				
Juvenile Probation	3,110,040	2,999,502	2,141,740	857,762
Total expenditures	<u>3,110,040</u>	<u>2,999,502</u>	<u>2,141,740</u>	<u>857,762</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(773,006)</u>	<u>(612,838)</u>	<u>34,784</u>	<u>647,622</u>
Other financing sources (uses):				
Transfers in	110,486	48,614	8,057	(40,557)
Transfers out	-	(19,034)	-	19,034
Total other financing sources (uses)	<u>110,486</u>	<u>29,580</u>	<u>8,057</u>	<u>(21,523)</u>
Net changes in fund balances	(662,520)	(583,258)	42,841	626,099
Fund balance, July 1, 2011	<u>855,751</u>	<u>855,751</u>	<u>769,510</u>	<u>(86,241)</u>
Fund balance, June 30, 2012	<u>\$ 193,231</u>	<u>\$ 272,493</u>	<u>\$ 812,351</u>	<u>\$ 539,858</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**LEGAL DEFENDER GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 2,000	\$ 2,000	\$ 2,212	\$ 212
Investment earnings	230	230	170	(60)
Total revenues	<u>2,230</u>	<u>2,230</u>	<u>2,382</u>	<u>152</u>
Expenditures:				
Current				
General government				
Legal Defender	<u>2,455</u>	<u>2,455</u>	<u>2,856</u>	<u>(401)</u>
Total expenditures	<u>2,455</u>	<u>2,455</u>	<u>2,856</u>	<u>(401)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(225)</u>	<u>(225)</u>	<u>(474)</u>	<u>(249)</u>
Other financing sources (uses):				
Transfers in	5,000	5,000	5,611	611
Transfers out	<u>(5,105)</u>	<u>(5,105)</u>	<u>(5,579)</u>	<u>(474)</u>
Total other financing sources (uses)	<u>(105)</u>	<u>(105)</u>	<u>32</u>	<u>137</u>
Net changes in fund balances	(330)	(330)	(442)	(112)
Fund balance, July 1, 2011	<u>11,797</u>	<u>11,797</u>	<u>9,276</u>	<u>(2,521)</u>
Fund balance, June 30, 2012	<u>\$ 11,467</u>	<u>\$ 11,467</u>	<u>\$ 8,834</u>	<u>\$ (2,633)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**NATIONAL FOREST FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 2,986,640	\$ 2,986,640	\$ 3,032,166	\$ 45,526
Investment earnings	87,159	87,159	81,039	(6,120)
Total revenues	<u>3,073,799</u>	<u>3,073,799</u>	<u>3,113,205</u>	<u>39,406</u>
Expenditures:				
Current				
Education				
School Superintendent	1,290,255	1,290,255	1,311,478	(21,223)
Total expenditures	<u>1,290,255</u>	<u>1,290,255</u>	<u>1,311,478</u>	<u>(21,223)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,783,544</u>	<u>1,783,544</u>	<u>1,801,727</u>	<u>18,183</u>
Other financing sources (uses):				
Transfers in	68,056	68,056	-	(68,056)
Transfers out	(1,976,039)	(1,951,039)	(1,911,594)	39,445
Total other financing sources (uses)	<u>(1,907,983)</u>	<u>(1,882,983)</u>	<u>(1,911,594)</u>	<u>(28,611)</u>
Net changes in fund balances	(124,439)	(99,439)	(109,867)	(10,428)
Fund balance, July 1, 2011	<u>4,802,482</u>	<u>4,802,482</u>	<u>4,765,678</u>	<u>(36,804)</u>
Fund balance, June 30, 2012	<u>\$ 4,678,043</u>	<u>\$ 4,703,043</u>	<u>\$ 4,655,811</u>	<u>\$ (47,232)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**PARKS AND RECREATION GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 85,000	\$ 85,000	\$ 95,000	\$ 10,000
Charges for services	568,901	389,750	418,856	29,106
Investment earnings	-	-	7,551	7,551
Contributions	-	-	-	-
Miscellaneous	12,300	-	16,110	16,110
Total revenues	<u>666,201</u>	<u>474,750</u>	<u>537,517</u>	<u>62,767</u>
Expenditures:				
Current				
Culture and recreation				
Parks and Recreation	575,424	421,561	382,744	38,817
Total expenditures	<u>575,424</u>	<u>421,561</u>	<u>382,744</u>	<u>38,817</u>
Excess (deficiency) of revenues over (under) expenditures	<u>90,777</u>	<u>53,189</u>	<u>154,773</u>	<u>101,584</u>
Other financing sources (uses):				
Transfers in	55,000	55,000	55,000	-
Transfers out	(106,150)	(106,150)	(106,150)	-
Total other financing sources (uses)	<u>(51,150)</u>	<u>(51,150)</u>	<u>(51,150)</u>	<u>-</u>
Net changes in fund balances	39,627	2,039	103,623	101,584
Fund balance, July 1, 2011	<u>417,603</u>	<u>417,603</u>	<u>337,437</u>	<u>(80,166)</u>
Fund balance, June 30, 2012	<u>\$ 457,230</u>	<u>\$ 419,642</u>	<u>\$ 441,060</u>	<u>\$ 21,418</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**PUBLIC DEFENDER GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 20,000	\$ 20,000	\$ 16,884	\$ (3,116)
Investment earnings	1,700	1,700	1,632	(68)
Total revenues	<u>21,700</u>	<u>21,700</u>	<u>18,516</u>	<u>(3,184)</u>
Expenditures:				
Current				
General government				
Public Defender	30,000	30,000	20,220	9,780
Total expenditures	<u>30,000</u>	<u>30,000</u>	<u>20,220</u>	<u>9,780</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,300)</u>	<u>(8,300)</u>	<u>(1,704)</u>	<u>6,596</u>
Other financing sources (uses):				
Transfers in	34,000	34,000	50,495	16,495
Transfers out	(34,000)	(34,000)	(50,495)	(16,495)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	(8,300)	(8,300)	(1,704)	6,596
Fund balance, July 1, 2011	<u>102,422</u>	<u>102,422</u>	<u>95,624</u>	<u>(6,798)</u>
Fund balance, June 30, 2012	<u>\$ 94,122</u>	<u>\$ 94,122</u>	<u>\$ 93,920</u>	<u>\$ (202)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**RECORDER STORAGE AND RETRIEVAL**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 150,000	\$ 150,000	\$ 128,955	\$ (21,045)
Investment earnings	6,000	6,000	3,083	(2,917)
Total revenues	<u>156,000</u>	<u>156,000</u>	<u>132,038</u>	<u>(23,962)</u>
Expenditures:				
Current				
General government				
Recorder	342,716	342,716	157,761	184,955
Total expenditures	<u>342,716</u>	<u>342,716</u>	<u>157,761</u>	<u>184,955</u>
Net changes in fund balances	(186,716)	(186,716)	(25,723)	160,993
Fund balance, July 1, 2011	<u>251,906</u>	<u>251,906</u>	<u>227,558</u>	<u>(24,348)</u>
Fund balance, June 30, 2012	<u>\$ 65,190</u>	<u>\$ 65,190</u>	<u>\$ 201,835</u>	<u>\$ 136,645</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**SCHOOL SUPERINTENDENT GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ -	\$ -	\$ 142	\$ 142
Intergovernmental	2,499,628	2,991,583	3,141,684	150,101
Charges for services	113,500	113,500	95,896	(17,604)
Investment earnings	2,598	2,598	10,345	7,747
Contributions	12,500	74,900	96,638	21,738
Miscellaneous	-	-	17,853	17,853
Total revenues	<u>2,628,226</u>	<u>3,182,581</u>	<u>3,362,558</u>	<u>179,977</u>
Expenditures:				
Current				
Education				
School Superintendent	2,974,072	3,474,950	3,356,178	118,772
Total expenditures	<u>2,974,072</u>	<u>3,474,950</u>	<u>3,356,178</u>	<u>118,772</u>
Excess (deficiency) of revenues over (under) expenditures	(345,846)	(292,369)	6,380	298,749
Fund balance, July 1, 2011	<u>482,302</u>	<u>482,302</u>	<u>749,510</u>	<u>267,208</u>
Fund balance, June 30, 2012	<u>\$ 136,456</u>	<u>\$ 189,933</u>	<u>\$ 755,890</u>	<u>\$ 565,957</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**SHERIFF GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,278,655	\$ 1,275,265	\$ 890,166	\$ (385,099)
Charges for services	71,439	71,439	74,940	3,501
Investment earnings	1,704	1,704	4,009	2,305
Contributions	5,000	5,000	2,500	(2,500)
Total revenues	<u>1,356,798</u>	<u>1,353,408</u>	<u>971,615</u>	<u>(381,793)</u>
Expenditures:				
Current				
Public safety				
Sheriff	1,550,989	1,655,959	1,048,819	607,140
Total expenditures	<u>1,550,989</u>	<u>1,655,959</u>	<u>1,048,819</u>	<u>607,140</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(194,191)</u>	<u>(302,551)</u>	<u>(77,204)</u>	<u>225,347</u>
Other financing sources (uses):				
Transfers in	152,910	248,072	148,477	(99,595)
Total other financing sources (uses)	<u>152,910</u>	<u>248,072</u>	<u>148,477</u>	<u>(99,595)</u>
Net changes in fund balances	(41,281)	(54,479)	71,273	125,752
Fund balance, July 1, 2011	<u>355,150</u>	<u>355,150</u>	<u>243,363</u>	<u>(111,787)</u>
Fund balance, June 30, 2012	<u>\$ 313,869</u>	<u>\$ 300,671</u>	<u>\$ 314,636</u>	<u>\$ 13,965</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**SOLID WASTE**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,064,204	\$ 1,127,204	\$ 1,140,288	\$ 13,084
Charges for services	131,470	131,470	116,328	(15,142)
Investment earnings	-	-	4	4
Total revenues	<u>1,195,674</u>	<u>1,258,674</u>	<u>1,256,620</u>	<u>(2,054)</u>
Expenditures:				
Current				
Sanitation				
Public Works	<u>1,757,507</u>	<u>1,795,507</u>	<u>1,665,549</u>	<u>129,958</u>
Total expenditures	<u>1,757,507</u>	<u>1,795,507</u>	<u>1,665,549</u>	<u>129,958</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(561,833)</u>	<u>(536,833)</u>	<u>(408,929)</u>	<u>127,904</u>
Other financing sources (uses):				
Transfers in	614,241	589,241	466,940	(122,301)
Transfers out	<u>(52,408)</u>	<u>(52,408)</u>	<u>(52,408)</u>	<u>-</u>
Total other financing sources (uses)	<u>561,833</u>	<u>536,833</u>	<u>414,532</u>	<u>(122,301)</u>
Net changes in fund balances	-	-	5,603	5,603
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>15</u>	<u>15</u>
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,618</u>	<u>\$ 5,618</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**SUPERIOR COURT GRANTS AND FEES**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 230,032	\$ 180,032	\$ 184,562	\$ 4,530
Charges for services	176,250	176,250	180,523	4,273
Investment earnings	8,040	8,040	10,246	2,206
Contributions	6,000	6,000	5,752	(248)
Miscellaneous	1,000	1,000	1,557	557
Total revenues	<u>421,322</u>	<u>371,322</u>	<u>382,640</u>	<u>11,318</u>
Expenditures:				
Current				
General government				
Superior Courts	889,880	863,441	810,877	52,564
Total expenditures	<u>889,880</u>	<u>863,441</u>	<u>810,877</u>	<u>52,564</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(468,558)</u>	<u>(492,119)</u>	<u>(428,237)</u>	<u>63,882</u>
Other financing sources (uses):				
Transfers in	301,395	318,042	328,713	10,671
Transfers out	(10,000)	(10,000)	(1,391)	8,609
Total other financing sources (uses)	<u>291,395</u>	<u>308,042</u>	<u>327,322</u>	<u>19,280</u>
Net changes in fund balances	(177,163)	(184,077)	(100,915)	83,162
Fund balance, July 1, 2011	<u>676,261</u>	<u>676,261</u>	<u>825,836</u>	<u>149,575</u>
Fund balance, June 30, 2012	<u>\$ 499,098</u>	<u>\$ 492,184</u>	<u>\$ 724,921</u>	<u>\$ 232,737</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**TAXPAYER INFORMATION FUND**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 20,500	\$ 20,500	\$ 16,441	\$ (4,059)
Investment earnings	3,000	3,000	1,278	(1,722)
Total revenues	<u>23,500</u>	<u>23,500</u>	<u>17,719</u>	<u>(5,781)</u>
Expenditures:				
Current				
General government				
Treasurer	29,000	29,000	7,823	21,177
Total expenditures	<u>29,000</u>	<u>29,000</u>	<u>7,823</u>	<u>21,177</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,500)</u>	<u>(5,500)</u>	<u>9,896</u>	<u>15,396</u>
Other financing sources (uses):				
Transfers out	(50,000)	(50,000)	(50,000)	-
Total other financing sources (uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Net changes in fund balances	(55,500)	(55,500)	(40,104)	15,396
Fund balance, July 1, 2011	<u>99,822</u>	<u>99,822</u>	<u>105,672</u>	<u>5,850</u>
Fund balance, June 30, 2012	<u>\$ 44,322</u>	<u>\$ 44,322</u>	<u>\$ 65,568</u>	<u>\$ 21,246</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**OTHER SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 306	\$ 306
Charges for services	19,200	19,200	18,440	(760)
Total revenues	<u>19,200</u>	<u>19,200</u>	<u>18,746</u>	<u>(454)</u>
Expenditures:				
Current				
General government				
Finance/Budget	52,934	52,934	52,351	583
Highways and streets				
County Manager	92,532	92,532	69,037	23,495
Total expenditures	<u>145,466</u>	<u>145,466</u>	<u>121,388</u>	<u>24,078</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(126,266)</u>	<u>(126,266)</u>	<u>(102,642)</u>	<u>23,624</u>
Other financing sources (uses):				
Transfers in	126,266	126,266	102,642	(23,624)
Total other financing sources (uses)	<u>126,266</u>	<u>126,266</u>	<u>102,642</u>	<u>(23,624)</u>
Net changes in fund balances	-	-	-	-
Fund balance, July 1, 2011	<u>248,307</u>	<u>248,307</u>	<u>8</u>	<u>(248,299)</u>
Fund balance, June 30, 2012	<u>\$ 248,307</u>	<u>\$ 248,307</u>	<u>\$ 8</u>	<u>\$ (248,299)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**COUNTY IMPROVEMENT DISTRICTS – DEBT SERVICE**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Special assessments	\$ 548,436	\$ 548,436	\$ 428,885	\$ (119,551)
Investment earnings	17,170	17,170	13,107	(4,063)
Total revenues	565,606	565,606	441,992	(123,614)
Expenditures:				
Debt service:				
Principal	458,086	458,086	383,289	74,797
Interest and other charges	90,350	90,350	88,692	1,658
Total expenditures	548,436	548,436	471,981	76,455
Excess (deficiency) of revenues over (under) expenditures	17,170	17,170	(29,989)	(47,159)
Other financing sources (uses):				
Transfers out	(43,051)	(43,051)	(421)	42,630
Total other financing sources (uses)	(43,051)	(43,051)	(421)	42,630
Net changes in fund balances	(25,881)	(25,881)	(30,410)	(4,529)
Fund balance, July 1, 2011	507,955	507,955	529,530	21,575
Fund balance, June 30, 2012	\$ 482,074	\$ 482,074	\$ 499,120	\$ 17,046

**COCONINO COUNTY, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
ACCOMMODATION SCHOOL  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 14,835	\$ 14,835	\$ 47,465	\$ 32,630
Investment earnings	1,705	1,705	1,068	(637)
Total revenues	16,540	16,540	48,533	31,993
Expenditures:				
Capital outlay	30,486	30,486	28,759	1,727
Total expenditures	30,486	30,486	28,759	1,727
Excess (deficiency) of revenues over (under) expenditures	(13,946)	(13,946)	19,774	33,720
Fund balance, July 1, 2011	28,720	28,720	46,198	17,478
Fund balance, June 30, 2012	\$ 14,774	\$ 14,774	\$ 65,972	\$ 51,198

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**COUNTY IMPROVEMENT DISTRICTS – CAPITAL PROJECTS**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ 19,585	\$ 19,585	\$ 13,518	\$ (6,067)
Total revenues	<u>19,585</u>	<u>19,585</u>	<u>13,518</u>	<u>(6,067)</u>
Expenditures:				
Capital outlay	-	-	116,035	(116,035)
Total expenditures	<u>-</u>	<u>-</u>	<u>116,035</u>	<u>(116,035)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>19,585</u>	<u>19,585</u>	<u>(102,517)</u>	<u>(122,102)</u>
Other financing sources (uses):				
Transfers out	(43,636)	(43,636)	(179)	43,457
Total other financing sources (uses)	<u>(43,636)</u>	<u>(43,636)</u>	<u>(179)</u>	<u>43,457</u>
Net changes in fund balances	(24,051)	(24,051)	(102,696)	(78,645)
Fund balance, July 1, 2011	<u>298,714</u>	<u>298,714</u>	<u>298,420</u>	<u>(294)</u>
Fund balance, June 30, 2012	<u>\$ 274,663</u>	<u>\$ 274,663</u>	<u>\$ 195,724</u>	<u>\$ (78,939)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**PARKS CAPITAL PROJECTS**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Total revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Capital outlay	<u>-</u>	<u>-</u>	<u>1</u>	<u>(1)</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>1</u>	<u>(1)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
Fund balance, July 1, 2011	<u>1,041</u>	<u>1,041</u>	<u>1</u>	<u>(1,040)</u>
Fund balance, June 30, 2012	<u>\$ 1,041</u>	<u>\$ 1,041</u>	<u>\$ -</u>	<u>\$ (1,041)</u>

**COCONINO COUNTY, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL**  
**OTHER CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ 400	\$ 400	\$ 892	\$ 492
Total revenues	<u>400</u>	<u>400</u>	<u>892</u>	<u>492</u>
Expenditures:				
Capital outlay	539,007	539,007	3,670	535,337
Total expenditures	<u>539,007</u>	<u>539,007</u>	<u>3,670</u>	<u>535,337</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(538,607)</u>	<u>(538,607)</u>	<u>(2,778)</u>	<u>535,829</u>
Other financing sources (uses):				
Transfers in	539,007	539,007	3,663	(535,344)
Total other financing sources (uses)	<u>539,007</u>	<u>539,007</u>	<u>3,663</u>	<u>(535,344)</u>
Net changes in fund balances	400	400	885	485
Fund balance, July 1, 2011	<u>88,328</u>	<u>88,328</u>	<u>88,289</u>	<u>(39)</u>
Fund balance, June 30, 2012	<u>\$ 88,728</u>	<u>\$ 88,728</u>	<u>\$ 89,174</u>	<u>\$ 446</u>

**COCONINO COUNTY, ARIZONA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
 INVESTMENT TRUST FUNDS  
 JUNE 30, 2012**

	<u>Treasurer's Investment Pool</u>	<u>Individual Investment Accounts</u>	<u>Total Investment Trust Funds</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 92,268,024	\$ 5,184,002	\$ 97,452,026
Interest and dividends receivable	227,614	-	227,614
<b>Total Assets</b>	<u>92,495,638</u>	<u>5,184,002</u>	<u>97,679,640</u>
<b>Liabilities</b>			
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net assets</b>			
Held in trust for pool participants	<u>\$ 92,495,638</u>	<u>\$ 5,184,002</u>	<u>\$ 97,679,640</u>

**COCONINO COUNTY, ARIZONA  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
INVESTMENT TRUST FUNDS  
YEAR ENDED JUNE 30, 2012**

	<u>Treasurer's Investment Pool</u>	<u>Individual Investment Accounts</u>	<u>Total Investment Trust Funds</u>
Additions:			
Contribution from participants	\$ 350,553,904	\$ 650,207	\$ 351,204,111
Investment income	<u>256,792</u>	<u>-</u>	<u>256,792</u>
Total additions	<u>350,810,696</u>	<u>650,207</u>	<u>351,460,903</u>
Deductions:			
Distributions to participants	<u>348,071,888</u>	<u>5,370,434</u>	<u>353,442,322</u>
Total deductions	<u>348,071,888</u>	<u>5,370,434</u>	<u>353,442,322</u>
Change in net assets	2,738,808	(4,720,227)	(1,981,419)
Net assets, July 1, 2011	89,756,830	9,904,229	99,661,059
Net assets, June 30, 2012	<u>\$ 92,495,638</u>	<u>\$ 5,184,002</u>	<u>\$ 97,679,640</u>

**COCONINO COUNTY, ARIZONA**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND**  
**YEAR ENDED JUNE 30, 2012**

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
<b>Assets</b>				
Cash and cash equivalents	\$ 1,247,243	\$ 58,730,773	\$ 57,874,553	\$ 2,103,463
Cash and investments held by trustee	964,737	1,360,632	1,418,116	907,253
Total assets	<u>\$ 2,211,980</u>	<u>\$ 60,091,405</u>	<u>\$ 59,292,669</u>	<u>\$ 3,010,716</u>
<b>Liabilities</b>				
Deposits held for others	\$ 2,013,497	\$ 56,679,906	\$ 55,929,667	\$ 2,763,736
Due to other governments	198,483	3,411,499	3,363,002	246,980
Total liabilities	<u>\$ 2,211,980</u>	<u>\$ 60,091,405</u>	<u>\$ 59,292,669</u>	<u>\$ 3,010,716</u>

## **STATISTICAL SECTION**

**COCONINO COUNTY, ARIZONA  
STATISTICAL SECTION  
YEAR ENDED JUNE 30, 2012**

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

**Contents**

**Financial Trends**

These schedules contain trend information to help the reader understand how the County’s financial performance and well-being have changed over time. .... 125-129

**Revenue Capacity**

These schedules contain information to help the reader assess the County’s most significant local revenue source, the property tax. .... 130-133

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the County’s current levels of outstanding debt and the County’s ability to issue additional debt in the future. .... 134-136

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County’s financial activities take place. .... 137-138

**Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the County’s financial report relates to the services the County provides and the activities it performs. .... 139-143

**COCONINO COUNTY, ARIZONA  
NET ASSETS BY COMPONENT  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2003 as restated	2004 as restated	2005	2006 as restated	2007	2008	2009	2010	2011	2012
Primary government:										
Governmental activities										
Invested in capital assets, net of related debt	\$ 37,336,750	\$ 51,758,593	\$ 59,709,325	\$ 109,735,410	\$ 106,913,167	\$ 128,198,350	\$ 129,694,889	\$ 128,372,030	\$ 145,814,515	\$ 142,964,843
Restricted	9,902,462	38,233,250	42,603,789	39,761,272	36,994,894	29,929,358	28,345,559	28,386,829	29,523,169	29,389,902
Unrestricted	80,415,957	53,687,535	54,000,965	57,199,373	64,103,998	52,345,917	52,251,638	53,636,533	55,504,516	60,016,196
Total governmental activities net assets	<u>\$ 127,655,169</u>	<u>\$ 143,679,378</u>	<u>\$ 156,314,079</u>	<u>\$ 206,696,055</u>	<u>\$ 208,012,059</u>	<u>\$ 210,473,625</u>	<u>\$ 210,292,086</u>	<u>\$ 210,395,392</u>	<u>\$ 230,842,200</u>	<u>\$ 232,370,941</u>

Source: Coconino County Single Audit Reporting Package

**COCONINO COUNTY, ARIZONA  
CHANGES IN NET ASSETS  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year			
	2003	2004	2005	2006
Expenses				
Governmental activities:				
General government	\$ 22,208,018	\$ 24,038,681	\$ 25,093,451	\$ 26,858,863
Public safety	22,427,039	23,546,410	25,408,377	27,583,478
Highways and streets	10,424,490	14,276,404	11,814,903	9,551,859
Sanitation	2,607,577	2,743,348	2,710,356	3,014,199
Health	9,339,836	9,631,470	10,518,140	11,160,577
Welfare	4,474,322	3,967,458	4,519,831	5,590,510
Culture and recreation	3,643,292	4,298,993	4,580,555	4,933,059
Education	689,086	2,228,618	2,920,657	3,730,202
Transportation	2,142,540	2,708,420	3,012,154	4,163,891
Interest on long term debt	2,120,561	1,998,810	1,928,292	1,761,726
Defeasance of long-term debt	-	-	-	-
Total expenses	<u>80,076,761</u>	<u>89,438,612</u>	<u>92,506,716</u>	<u>98,348,364</u>
Program revenues				
Governmental activities:				
Charges for services:				
General government	6,330,030	6,874,262	7,322,776	8,387,583
Public safety	3,743,388	3,787,242	3,671,837	3,643,195
Highways and streets	536,340	158,596	967,377	298,492
Sanitation	1,087,542	1,072,675	1,033,289	1,138,057
Health	1,026,224	1,289,677	1,318,990	1,403,315
Welfare	839,345	768,396	921,571	1,455,946
Culture and recreation	881,328	907,000	995,382	1,031,838
Education	26,395	5,925	8,309	71,232
Transportation	190,007	266,099	286,090	542,003
Operating grants and contributions	28,615,150	32,101,547	31,800,725	39,359,052
Capital grants and contributions	924,048	6,019,139	4,310,727	1,937,161
Total governmental activities program revenues	<u>44,199,797</u>	<u>53,250,558</u>	<u>52,637,073</u>	<u>59,267,874</u>
Net (expenses) revenues	<u>(35,876,964)</u>	<u>(36,188,054)</u>	<u>(39,869,643)</u>	<u>(39,080,490)</u>
General revenues and other changes in net assets				
Governmental activities:				
Property taxes, levied for general purposes	4,334,159	5,914,008	6,159,732	6,806,423
Property taxes, levied for library	2,109,658	2,242,657	2,408,492	2,539,393
Property taxes, levied for flood control	338,399	366,766	411,622	1,077,540
Property taxes, levied for accommodation school	-	-	-	-
Property taxes, levied for health services	-	-	-	-
General county sales tax	9,467,920	10,153,344	10,304,992	11,580,757
Jail district sales tax	5,692,968	6,086,834	6,183,905	6,946,353
Parks and open spaces sales tax	864,263	2,470,248	2,573,730	2,894,657
Excise tax	-	-	93,516	100,295
Franchise tax	84,311	102,781	115,300	141,758
Shared revenue - state sales tax	13,908,270	14,439,695	15,283,056	16,684,292
Shared revenue - state vehicle license tax	4,215,758	4,850,913	5,073,200	5,547,275
Grants and contributions not restricted to specific programs	1,532,902	1,688,999	1,720,959	1,809,330
Investment earnings	2,636,671	61,822	1,888,242	745,407
Gain (loss) on disposal of capital assets	399,985	1,269,042	206,469	749,146
Miscellaneous	107,258	17,606	81,129	47,325
Donated capital	-	-	-	-
Total general revenues	<u>45,692,522</u>	<u>49,664,715</u>	<u>52,504,344</u>	<u>57,669,951</u>
Change in net assets	<u>\$ 9,815,558</u>	<u>\$ 13,476,661</u>	<u>\$ 12,634,701</u>	<u>\$ 18,589,461</u>

Source: Coconino County Single Audit Reporting Package

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

		Fiscal Year									
		2007	2008	2009	2010	2011	2012				
\$	30,137,861	\$	32,252,372	\$	32,364,030	\$	31,501,241	\$	30,768,963	\$	31,590,773
	29,170,427		32,282,534		33,164,905		31,592,406		36,544,608		33,763,301
	18,699,298		17,990,951		16,655,737		15,639,291		13,811,657		15,955,413
	3,138,878		3,216,176		3,274,456		3,138,985		3,151,415		3,088,446
	11,575,909		12,192,703		12,692,864		11,216,546		11,045,264		11,550,850
	5,902,878		6,666,186		7,615,522		8,273,139		8,284,852		6,907,365
	5,628,042		6,957,602		7,814,879		7,725,556		7,286,373		7,243,089
	3,816,081		4,437,125		4,892,986		5,278,556		4,767,625		5,232,363
	-		-		-		-		287,272		-
	1,602,303		603,969		512,256		414,902		-		178,025
	-		832,030		-		-		-		-
	<u>109,671,677</u>		<u>117,431,648</u>		<u>118,987,635</u>		<u>114,780,622</u>		<u>115,948,029</u>		<u>115,509,625</u>
	4,322,299		8,273,916		7,316,495		7,169,300		6,022,842		4,995,911
	4,132,207		2,986,695		3,421,790		3,679,918		3,821,300		3,272,289
	3,459,682		74,556		1,152,294		69,689		93,370		93,636
	1,437,621		1,375,478		1,375,437		1,321,418		1,386,848		1,402,290
	1,520,902		1,340,236		1,316,870		1,247,031		1,151,680		1,181,490
	1,599,249		1,337,392		1,262,876		2,101,024		1,905,924		1,802,447
	1,188,201		1,159,535		1,170,109		794,306		865,254		760,863
	107,301		115,216		95,016		116,020		130,681		113,749
	-		-		-		-		-		-
	33,695,469		34,185,253		34,581,839		34,922,841		39,900,147		32,332,327
	134,120		898,314		118,520		84,811		6,320,016		13,130
	<u>51,597,051</u>		<u>51,746,591</u>		<u>51,811,246</u>		<u>51,506,358</u>		<u>61,598,062</u>		<u>45,968,132</u>
	<u>(58,074,626)</u>		<u>(65,685,057)</u>		<u>(67,176,389)</u>		<u>(63,274,264)</u>		<u>(54,349,967)</u>		<u>(69,541,493)</u>
	7,011,847		7,180,218		7,935,524		8,185,332		8,405,307		8,807,267
	1,263,035		3,847,035		4,708,037		5,107,399		4,879,638		4,313,244
	2,860,021		1,510,077		2,011,055		1,959,193		1,849,054		3,179,252
	-		-		189,318		4,310		275		142
	-		-		-		-		4,923,145		4,801,721
	12,384,595		12,445,915		11,497,627		10,774,208		11,118,458		11,369,591
	9,691,689		12,395,931		11,486,443		10,791,078		11,109,910		11,368,185
	3,076,949		3,105,737		2,871,495		2,689,346		2,775,886		2,832,704
	111,593		102,863		92,118		68,688		118,795		107,980
	134,640		46,966		41,944		39,207		36,969		36,788
	18,125,003		17,000,598		15,287,328		14,353,390		15,670,801		17,208,420
	5,695,838		5,622,049		5,240,676		4,971,307		4,932,200		4,676,609
	1,646,585		1,727,679		2,866,290		2,139,437		1,974,042		1,930,854
	4,489,537		2,726,375		2,388,053		2,090,720		684,904		1,162,458
	158,415		209,636		2,100		130,889		1,037,009		(882,441)
	23,279		225,544		376,842		73,066		111,114		55,430
	<u>(7,282,396)</u>		-		-		-		5,169,268		-
	<u>59,390,630</u>		<u>68,146,623</u>		<u>66,994,850</u>		<u>63,377,570</u>		<u>74,796,775</u>		<u>70,968,204</u>
\$	<u>1,316,004</u>	\$	<u>2,461,566</u>	\$	<u>(181,539)</u>	\$	<u>103,306</u>	\$	<u>20,446,808</u>	\$	<u>1,528,741</u>

**COCONINO COUNTY, ARIZONA**  
**FUND BALANCES – GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2003 as restated	2004 as restated	2005	2006	2007	2008	2009	2010	2011 <sup>1</sup>	2012
<b>General Fund</b>										
Reserved	\$ 90,603	\$ -	\$ 126,359	\$ 48,359	\$ 60,623	\$ 133,364	\$ 173,499	\$ 40,720	\$ -	\$ -
Unreserved	20,244,573	24,114,908	27,492,971	29,626,015	33,986,837	27,495,342	24,956,598	22,206,572	-	-
Nonspendable	-	-	-	-	-	-	-	-	85,029	1,509,973
Unassigned	-	-	-	-	-	-	-	-	26,368,723	28,450,416
Total general fund	<u>\$ 20,335,176</u>	<u>\$ 24,114,908</u>	<u>\$ 27,619,330</u>	<u>\$ 29,674,374</u>	<u>\$ 34,047,460</u>	<u>\$ 27,628,706</u>	<u>\$ 25,130,097</u>	<u>\$ 22,247,292</u>	<u>\$ 26,453,752</u>	<u>\$ 29,960,389</u>
<b>All other governmental funds</b>										
Reserved	\$ 23,642,052	\$ 769,789	\$ 912,739	\$ -	\$ 7,954,393	\$ 549,455	\$ 384,735	\$ 592,136	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	38,663,685	39,435,620	38,335,351	38,946,353	39,555,023	41,731,738	52,444,661	58,066,418	-	-
Capital project funds	2,009,720	2,992,244	4,248,949	2,097,854	1,968,757	10,265,707	1,176,745	842,548	-	-
Debt service fund	-	22,630,545	18,511,896	19,967,912	12,318,744	15,066	46	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	84,711	271,992
Restricted	-	-	-	-	-	-	-	-	58,606,383	60,899,020
Total all other governmental funds	<u>\$ 64,315,457</u>	<u>\$ 65,828,198</u>	<u>\$ 62,008,935</u>	<u>\$ 61,012,119</u>	<u>\$ 61,796,917</u>	<u>\$ 52,561,966</u>	<u>\$ 54,006,187</u>	<u>\$ 59,501,102</u>	<u>\$ 58,691,094</u>	<u>\$ 61,171,012</u>

Source: Coconino County Single Audit Reporting Package

<sup>1</sup> Due to implementation of GASB 54 in FY 2011 categories regarding fund balances have been redefined.  
See Note 2 of Notes to Basic Financial Statements.

**COCONINO COUNTY, ARIZONA**  
**CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2003 as restated	2004 as restated	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues:</b>										
Property taxes	\$ 6,773,059	\$ 8,545,310	\$ 8,986,089	\$ 10,427,635	\$ 10,944,924	\$ 12,447,359	\$ 14,683,323	\$ 15,286,914	\$ 19,877,174	\$ 21,134,274
Other taxes	20,379,490	23,665,944	24,344,667	27,211,403	31,096,502	33,726,601	31,235,155	29,334,804	30,092,941	30,395,929
Special assessments	378,246	2,513,620	1,176,966	1,055,453	800,422	697,085	533,246	567,822	528,262	443,889
Licenses and permits	1,844,588	2,875,039	2,552,808	2,794,699	2,412,270	2,028,139	1,596,184	1,531,423	1,544,071	2,080,424
Fees, fines, and forfeits	1,719,289	1,393,864	1,384,704	1,894,884	1,958,043	2,426,546	2,636,342	2,475,047	1,912,702	1,536,208
Intergovernmental	48,739,810	48,840,485	52,202,702	59,239,916	52,924,453	52,807,937	52,131,109	51,035,314	61,706,361	51,173,921
Charges for services	9,757,811	10,072,643	10,504,525	11,811,190	12,413,030	11,059,144	10,616,158	11,421,254	11,176,829	9,280,931
Investment income	3,437,152	249,074	2,421,063	1,316,328	5,076,801	3,426,238	2,941,346	2,547,186	894,731	1,450,443
Contributions	234,011	524,882	334,598	285,572	420,695	638,673	498,811	654,529	582,801	629,849
Miscellaneous	1,049,502	408,090	712,638	888,221	681,321	644,530	1,039,999	411,152	547,255	491,740
<b>Total revenues</b>	<b>94,312,958</b>	<b>99,088,951</b>	<b>104,620,760</b>	<b>116,925,301</b>	<b>118,728,461</b>	<b>119,902,252</b>	<b>117,911,673</b>	<b>115,265,445</b>	<b>128,863,127</b>	<b>118,617,608</b>
<b>Expenditures:</b>										
<b>Current:</b>										
General government	21,720,344	23,584,036	24,223,774	26,124,976	29,462,096	31,775,048	31,104,566	30,537,222	30,019,684	30,768,104
Public safety	21,484,339	22,650,149	23,967,742	26,768,092	28,039,150	31,240,851	31,381,596	30,336,374	36,603,002	34,375,074
Highways and streets	13,545,422	16,863,946	14,155,135	15,738,269	19,756,618	16,548,734	16,992,456	13,181,875	10,912,173	12,105,577
Sanitation	2,392,249	2,563,988	2,468,056	2,769,470	2,880,863	3,154,224	3,146,581	2,978,416	2,919,328	2,874,688
Health	9,242,964	9,489,392	10,322,173	11,029,368	11,403,856	12,077,635	12,361,518	10,956,358	10,795,196	11,338,648
Welfare	4,423,207	3,908,526	4,450,151	5,516,865	5,993,228	6,605,519	7,517,819	8,149,363	8,109,040	6,806,132
Culture and recreation	4,440,396	4,920,230	6,935,242	5,475,603	5,727,983	8,320,721	8,045,985	7,607,898	19,136,103	6,650,038
Education	689,479	2,220,609	6,003,942	3,425,244	3,618,428	4,273,975	4,730,288	5,110,500	4,727,587	5,085,903
Transportation	2,450,514	3,224,686	2,927,659	8,351,299	-	-	-	-	-	-
Capital outlay	633,722	2,304,376	4,004,214	4,940,004	359,940	1,711,967	1,434,116	771,393	1,049,137	148,465
<b>Debt service:</b>										
Principal	3,498,472	3,611,446	4,082,543	4,280,700	4,303,256	18,545,471	2,508,901	2,637,213	2,255,923	2,353,289
Interest and other charges	2,120,561	1,998,810	1,928,292	1,761,725	1,602,303	1,435,999	512,256	414,902	287,272	178,025
<b>Total expenditures</b>	<b>86,641,669</b>	<b>97,340,194</b>	<b>105,468,923</b>	<b>116,181,615</b>	<b>113,147,721</b>	<b>135,690,144</b>	<b>119,736,082</b>	<b>112,681,514</b>	<b>126,814,445</b>	<b>112,683,943</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>7,671,289</b>	<b>1,748,757</b>	<b>(848,163)</b>	<b>743,686</b>	<b>5,580,740</b>	<b>(15,787,892)</b>	<b>(1,824,409)</b>	<b>2,583,931</b>	<b>2,048,682</b>	<b>5,933,665</b>
<b>Other financing sources (uses):</b>										
Sale of capital assets	-	1,173,160	150,405	314,542	368,694	22,911	2,100	28,179	1,329,950	-
Bond proceeds	-	2,298,623	382,917	-	(791,550)	-	795,000	-	-	-
Transfers in	12,951,669	11,349,358	16,765,844	14,112,086	12,934,995	37,093,497	15,481,676	15,042,578	21,912,454	14,661,648
Transfers out	(12,951,669)	(11,349,358)	(16,765,844)	(14,112,086)	(12,934,995)	(36,982,221)	(15,508,755)	(15,042,578)	(21,894,634)	(14,608,758)
<b>Total other financing sources and uses</b>	<b>-</b>	<b>3,471,783</b>	<b>533,322</b>	<b>314,542</b>	<b>(422,856)</b>	<b>134,187</b>	<b>770,021</b>	<b>28,179</b>	<b>1,347,770</b>	<b>52,890</b>
<b>Net changes in fund balances</b>	<b>\$ 7,671,289</b>	<b>\$ 5,220,540</b>	<b>\$ (314,841)</b>	<b>\$ 1,058,228</b>	<b>\$ 5,157,884</b>	<b>\$ (15,653,705)</b>	<b>\$ (1,054,388)</b>	<b>\$ 2,612,110</b>	<b>\$ 3,396,452</b>	<b>\$ 5,986,555</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>6.99%</b>	<b>6.27%</b>	<b>6.30%</b>	<b>5.74%</b>	<b>5.53%</b>	<b>17.53%</b>	<b>2.62%</b>	<b>2.80%</b>	<b>2.06%</b>	<b>2.25%</b>

Source: Coconino County Single Audit Reporting Package  
Note: Financial statement amounts adjusted to show Capital Outlay in FY 2003 through 2008

**COCONINO COUNTY, ARIZONA  
 ASSESSED VALUE AND ESTIMATED MARKET VALUE OF  
 TAXABLE PROPERTY  
 LAST TEN YEARS**

Property Values Assessed

Fiscal Year Ended June 30,	Secured	Unsecured	Total	Total Direct Tax Rate	Total Secured and Unsecured Estimated Market Value	Total Assessed Value as a Percentage of Total Estimated Market Value
2003	889,581,505	227,086,983	1,116,668,488	0.6849	8,526,469,615	13.1
2004	963,512,887	210,604,408	1,174,117,295	0.7449	9,238,836,376	12.7
2005	1,049,556,398	214,223,437	1,263,779,835	0.7449	10,034,154,715	12.6
2006	1,144,384,468	223,578,936	1,367,963,404	0.8652	11,396,633,513	12.0
2007	1,288,341,613	225,916,527	1,514,258,140	0.8521	13,799,610,572	11.0
2008	1,458,940,955	229,241,854	1,688,182,809	0.8588	16,687,281,012	10.1
2009	1,605,854,299	234,920,747	1,840,775,046	0.8791	17,790,931,957	10.3
2010	1,694,104,159	224,614,413	1,918,718,572	0.8340	17,143,465,763	11.2
2011	1,607,918,353	232,224,257	1,840,142,610	1.0820	15,460,396,890	11.9
2012	1,714,437,231	45,163,364	1,759,600,595	1.3170	14,840,670,920	11.9

Source: Coconino County Assessor

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

**COCONINO COUNTY, ARIZONA  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Direct Rates

Fiscal Year	County Operating	Library District	Flood Control District	Public Health Service District	Total Direct
2003	0.4153	0.1899	0.0797	-	0.6849
2004	0.4753	0.1899	0.0797	-	0.7449
2005	0.4753	0.1899	0.0797	-	0.7449
2006	0.4753	0.1899	0.2000	-	0.8652
2007	0.4622	0.1899	0.2000	-	0.8521
2008	0.4383	0.2205	0.2000	-	0.8588
2009	0.4338	0.2293	0.2160	-	0.8791
2010	0.3973	0.2367	0.2000	-	0.8340
2011	0.3953	0.2367	0.2000	0.2500	1.0820
2012	0.4303	0.2367	0.4000	0.2500	1.3170

Overlapping Rates

Fiscal Year	Fire District Assistance	School Equalization	Community College	Cities	Fire Districts	Other Special Districts	School Districts
2003	0.1000	0.4889	0.5809	0 - 1.7127	0.1500 - 2.5000	0 - 1.1730	2.0296 - 8.3052
2004	0.1000	0.4717	0.5775	0 - 1.7127	0.1500 - 3.0000	0 - 1.1730	0.0500 - 9.6289
2005	0.1000	0.4560	0.5659	0 - 1.7127	0.6500 - 3.0000	0 - 1.1730	0.0500 - 8.2761
2006	0.1000	0.4358	0.5525	0 - 1.6627	0.6500 - 3.0000	0 - 1.1730	0.0500 - 10.4246
2007	0.1000	-	0.5269	0 - 1.5929	0.4700 - 3.0000	0 - 1.3500	0.0500 - 9.4606
2008	0.1000	-	0.4865	0 - 1.5519	0.4100 - 2.7500	0 - 2.2300	0.0500 - 9.9025
2009	0.0972	-	0.4643	0 - 1.5169	0.4100 - 2.7500	0 - 2.2300	0.0500 - 10.9896
2010	0.0904	0.3306	0.4267	0 - 1.4913	0.3000 - 3.0000	0 - 2.9705	0.0500 - 9.9371
2011	0.0925	0.3564	0.4308	0 - 1.4845	0.2742 - 3.0000	0 - 2.6680	0.0500 - 8.4520
2012	0.0986	0.4259	0.4734	0 - 1.5283	0.0600 - 3.2500	0 - 1.5640	0.0500 - 8.5934

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

Source: Coconino County adopted tax rate schedules

**COCONINO COUNTY, ARIZONA  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2012			2003		
	Total Assessed Value	Rank	Percentage of Total Primary Assessed Value	Total Assessed Value	Rank	Percentage of Total Primary Assessed Value
Arizona Public Service Company	\$ 76,655,779	1	4.36%	\$ 64,576,231	1	6.16%
Transwestern Pipeline Company	35,790,722	2	2.03	20,207,177	4	1.93
W.L. Gore & Associates Inc.	18,364,377	3	1.04	-		-
Unisource Energy Corporation	17,762,840	4	1.01	-		-
Burlington Northern/Santa Fe Railway Company	17,721,454	5	1.01	16,464,350	6	1.57
El Paso Natural Gas Company	17,696,075	6	1.01	20,647,087	2	1.97
City of Los Angeles Dept of Wtr & Pwr	16,770,357	7	0.95	22,004,742	5	2.10
Qwest Corporation	9,180,865	8	0.52	18,037,617	3	1.72
Nevada Power Company	10,178,663	9	0.58	13,911,886	8	1.33
Red Feather Properties LTD Partnership	2,701,152	10	0.15	-		-
Citizens Communications Co.	-			13,329,624	7	1.27
Tucson Electric Power Company	-			13,628,016	9	1.30
Xanterra Parks & Resorts LLC	-			7,668,339	10	0.73
<b>Total Principal Taxpayers</b>	<b>\$ 222,822,284</b>		<b>12.66%</b>	<b>\$ 210,475,069</b>		<b>20.08%</b>
<b>Total Coconino County Primary Assessed Value</b>	<b>\$ 1,759,600,595</b>			<b>\$ 1,048,500,739</b>		

Source: Coconino County Assessor

<sup>1</sup> Arizona Department of Revenue, Central Information Services

**COCONINO COUNTY, ARIZONA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	County Tax Levied For the Fiscal Year	Collected within the Fiscal Year of the Levy			Total Collections to Date	
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2003	\$ 6,526,465	\$ 6,474,370	99.20	\$ (45,717)	\$ 6,428,653	98.50
2004	7,884,275	7,684,016	97.46	160,722	7,844,738	99.50
2005	8,307,325	8,116,516	97.70	168,885	8,285,401	99.74
2006	9,576,903	9,416,476	98.32	147,182	9,563,658	99.86
2007	10,373,130	10,197,426	98.31	162,966	10,360,392	99.88
2008	11,991,569	11,693,983	97.52	275,066	11,969,049	99.81
2009	14,061,783	13,583,453	96.60	449,090	14,032,544	99.79
2010	14,383,909	13,977,568	97.18	400,910	14,378,478	99.96
2011	19,513,519	18,641,220	95.53	772,985	19,414,205	99.49
2012	19,880,920	19,239,142	96.77	-	19,239,142	96.77

**County Tax Levied for the Fiscal Year**

Fiscal Year Ended June 30,	County Operating	Public Health Service District	Flood Control District	County Library	Total County
2003	\$ 4,213,277		\$ 324,054	\$ 1,989,134	\$ 6,526,465
2004	5,321,882		370,139	2,192,254	7,884,275
2005	5,582,027		404,882	2,320,417	8,307,325
2006	5,998,653		1,081,336	2,496,913	9,576,903
2007	6,332,859		1,237,412	2,802,859	10,373,130
2008	6,637,571		1,508,651	3,845,347	11,991,569
2009	7,328,876		2,014,075	4,718,832	14,061,783
2010	7,320,104		1,961,323	5,102,482	14,383,909
2011	7,631,149	\$ 5,153,351	1,849,827	4,879,193	19,513,519
2012	7,774,986	4,588,969	3,172,129	4,344,836	19,880,920

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

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

**COCONINO COUNTY, ARIZONA  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Certificates of Participation	Jail District Revenue Bonds	Special Assessments	Total	Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
2003	\$ 23,700,000	\$ 17,970,000	\$ 594,887	\$ 42,264,887	1.34%	\$ 343.95
2004	21,940,000	16,210,000	3,373,420	41,523,420	1.21%	331.88
2005	21,940,000	16,210,000	2,840,377	40,990,377	1.11%	322.70
2006	20,100,000	14,370,000	2,490,948	36,960,948	0.92%	287.20
2007	18,180,000	12,445,000	2,153,550	32,778,550	0.77%	251.29
2008		10,435,000	1,885,208	12,320,208	0.28%	93.44
2009		8,340,000	2,364,178	10,704,178	0.24%	80.19
2010		6,145,000	2,016,964	8,161,964	0.18%	60.64
2011		3,855,000	1,646,042	5,501,042	0.12%	40.90
2012		1,970,000	1,262,673	3,232,673	NA <sup>2</sup>	NA <sup>2</sup>

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

<sup>1</sup> Personal income and population information can be found in the Demographics and Economic Statistics schedule.

<sup>2</sup> Personal and income and population was not available for 2012.

**COCONINO COUNTY, ARIZONA  
LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year 2012		
Assessed value	\$	1,759,600,595
Debt limit (6% of assessed value)		105,576,036
Debt applicable to limit:		
General obligation bonds		-
Less: Amount set aside for repayment of general obligation debt		-
Total net debt applicable to limit		-
Legal debt margin		<u>\$ 105,576,036</u>

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$ 67,000,109	\$ 70,447,038	\$ 75,826,790	\$ 82,077,804	\$ 90,855,488	\$ 101,290,969	\$ 110,446,503	\$ 115,123,114	\$ 110,408,557	\$ 105,576,036
Total net debt applicable to the limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 67,000,109</u>	<u>\$ 70,447,038</u>	<u>\$ 75,826,790</u>	<u>\$ 82,077,804</u>	<u>\$ 90,855,488</u>	<u>\$ 101,290,969</u>	<u>\$ 110,446,503</u>	<u>\$ 115,123,114</u>	<u>\$ 110,408,557</u>	<u>\$ 105,576,036</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

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

**COCONINO COUNTY, ARIZONA  
PLEGGED REVENUE COVERAGE  
LAST TEN FISCAL YEARS**

Jail District Revenue Bonds							
Fiscal Year	Jail District Revenues <sup>1</sup>	Less: Expenditures <sup>2</sup>	Net Available Revenue		Debt Service		Coverage
			Principal	Interest	Principal	Interest	
2003	\$ 12,451,583	\$ 7,978,098	\$ 4,473,485	\$ 1,675,000	\$ 900,260		1.74
2004	13,506,384	10,259,298	3,247,086	1,760,000	816,031		1.26
2005	13,665,611	8,825,891	4,839,720	1,840,000	735,372		1.88
2006	13,951,974	9,742,506	4,209,468	1,920,000	956,555		1.46
2007	17,132,399	10,708,410	6,423,989	2,010,000	566,908		2.49
2008	20,714,914	12,543,072	8,171,842	2,095,000	477,958		3.18
2009	22,039,625	12,175,349	9,864,276	2,195,000	383,992		3.82
2010	23,176,800	12,060,220	11,116,580	2,290,000	284,622		4.32
2011	24,465,343	12,366,420	12,098,923	1,885,000	177,311		5.87
2012	25,597,226	12,638,737	12,958,489	1,970,000	89,333		6.29

Special Assessment Bonds				
Fiscal Year	Special Assessment Revenues <sup>1</sup>	Debt Service		Coverage
		Principal	Interest	
2003	\$ 948,073	\$ 133,472	\$ 36,175	5.59
2004	1,219,980	133,916	33,168	7.30
2005	1,419,073	152,297	34,225	7.61
2006	770,745	393,571	155,405	1.40
2007	762,301	293,256	168,330	1.65
2008	1,024,569	270,471	126,011	2.58
2009	1,082,701	313,901	128,264	2.45
2010	938,727	347,213	130,280	1.97
2011	1,001,654	370,923	109,961	2.08
2012	971,522	383,289	88,692	2.06

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

1) Revenues included beginning fund balances and transfers in.

2) Expenditures include transfers out.

**COCONINO COUNTY, ARIZONA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2003	122,882	\$ 3,153,210	\$ 25,660	5.7%
2004	125,117	3,417,992	27,318	5.2
2005	127,025	3,680,133	28,972	4.9
2006	128,695	4,006,311	31,130	4.2
2007	130,442	4,237,486	32,486	3.7
2008	131,853	4,539,992	34,432	5.1
2009	133,477	4,448,866	33,331	7.1
2010	134,606	4,446,722	33,035	8.4
2011	134,511	4,620,811	34,353	8.2
2012	NA <sup>1</sup>	NA <sup>1</sup>	NA <sup>1</sup>	8.3

Sources: Population and personal income through 2011 obtained from U.S. Department of Commerce, Bureau of Economic Analysis (BEA).  
Unemployment rate obtained from Arizona Unemployment Statistics Program, Research Administration.

1) Population and personal income estimates were not yet available for fiscal year 2012.

**COCONINO COUNTY, ARIZONA  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND SIX YEARS AGO**

Employer	2012 (1)			2006 (2)		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Northern Arizona University	2,571	1	3.84%	3,393	1	5.02%
Flagstaff Medical Center	2,200	2	3.29%	1,999	2	2.95%
W.L. Gore	1,950	3	2.91%	1,300	4	1.92%
Falstaff Unified School District	1,375	4	2.05%	1,700	3	2.51%
Coconino County	1,200	5	1.79%	1,056	5	1.56%
City of Flagstaff	657	6	0.98%	948	6	1.40%
Walmart	630	7	0.94%	-	-	-
Walgreens Distribution Center	407	8	0.61%	400	7	0.59%
SCA Tissue	255	9	0.38%	279	8	0.41%
Dell/Perot Systems	250	10	0.37%	-	-	-
Total Employment in Coconino County As of June 30 <sup>(1)</sup>	66,941			67,652		

Sources: (1) Flagstaff Chamber of Commerce  
(2) Arizona Department of Economic Security, Workforce Arizona Statistics

Note: Information was not available prior to 2006.

**COCONINO COUNTY, ARIZONA  
FULL-TIME EQUIVALENT EMPLOYEES  
LAST TEN FISCAL YEARS**

Function/Program	Full-time Equivalent Employees as of June 30			
	2003	2004	2005	2006
<b>General Government</b>				
Assessor	20.75	24.00	24.00	24.00
Board of Supervisors	11.00	11.00	11.50	13.50
Clerk of the Superior Court	20.50	20.50	20.50	21.50
Community Development	19.50	20.75	19.50	19.50
County Attorney	42.38	42.25	40.75	42.00
County Manager	5.00	4.00	4.00	5.00
Facilities Management	28.00	26.50	27.00	28.00
Finance	17.00	18.00	18.00	17.00
Human Resources	10.00	11.00	10.00	10.00
Information Technology	19.00	18.00	19.00	27.50
Justice Court - Flagstaff	19.75	17.75	18.25	20.50
Justice Court - Fredonia	2.00	2.00	2.00	2.00
Justice Court - Page	5.00	5.00	5.00	5.00
Justice Court - Williams	4.00	4.00	4.75	4.75
Legal Defender	4.48	4.48	4.48	4.48
Non-Departmental	-	-	-	-
Organizational Development	-	1.00	1.00	1.00
Public Defender	21.00	21.00	21.00	22.00
Recorder	15.00	16.50	17.00	17.00
Superintendent of Schools	7.00	7.00	7.00	6.85
Superior Court	26.85	28.50	28.50	30.50
Treasurer	8.00	8.00	8.00	8.00
<b>Public Safety</b>				
Adult Probation	59.10	60.00	59.60	58.60
Constable	1.00	1.00	1.00	1.00
Jail District	162.80	166.58	164.33	146.33
Juvenile Court Services	75.94	73.50	74.95	75.28
Sheriff	89.00	86.50	86.00	91.50
<b>Highways and Streets</b>				
Public Works	110.00	134.90	136.40	136.40
<b>Sanitation</b>				
Kachina Village Imp. Dist.	8.00	8.00	9.00	8.00
<b>Health</b>				
Health	112.17	110.76	113.79	121.24
<b>Welfare</b>				
Career Center	14.79	11.00	8.80	10.88
Community Services	90.36	91.87	51.32	58.13
<b>Culture and Recreation</b>				
Parks and Recreation	14.50	16.75	17.25	19.00
<b>Total</b>	<u>1,043.87</u>	<u>1,072.09</u>	<u>1,033.67</u>	<u>1,056.44</u>

Source: Coconino County Budget Books 2003-2012

Full-time Equivalent Employees as of June 30

2007	2008	2009	2010	2011	2012
26.00	27.00	27.08	27.00	25.00	25.00
13.50	13.50	14.50	14.00	13.50	13.50
23.50	23.35	23.35	23.35	23.35	23.35
21.50	23.00	23.50	23.50	22.50	22.50
42.00	42.75	43.00	42.00	42.00	42.00
5.00	10.50	10.50	11.00	12.00	12.40
28.00	28.00	28.00	28.00	26.00	26.00
19.00	19.00	18.00	18.00	17.00	18.25
10.00	11.00	10.00	10.00	10.00	9.73
28.00	28.00	30.00	30.00	31.00	28.00
22.00	24.25	24.50	23.50	22.75	22.75
2.50	2.50	2.50	2.50	2.50	2.50
5.00	5.00	5.00	5.00	5.00	5.00
5.00	5.00	5.00	5.00	5.00	5.00
4.48	5.00	5.00	5.00	5.00	5.00
-	-	-	-	4.00	3.00
1.00	1.00	1.00	1.00	-	-
22.00	22.00	22.00	21.00	21.00	21.00
17.00	19.00	19.00	19.00	17.00	17.00
10.40	11.36	11.36	11.36	9.58	8.88
31.00	34.75	35.00	36.00	35.00	33.50
8.50	8.50	8.00	8.00	8.00	8.00
59.60	60.10	60.10	60.10	59.50	59.50
1.00	1.00	1.00	1.00	1.00	1.00
146.33	165.83	168.83	168.83	166.83	169.63
75.28	75.48	75.28	72.08	71.20	69.58
93.50	94.50	94.50	96.50	97.50	97.50
136.40	136.40	136.40	136.40	121.15	120.50
8.00	8.00	8.00	8.00	8.00	8.00
122.50	129.58	132.53	135.17	111.65	113.71
10.88	10.88	13.88	13.00	13.00	12.00
47.92	49.15	51.65	43.17	48.22	51.22
19.00	20.50	21.00	21.00	19.75	19.75
<u>1,065.79</u>	<u>1,115.88</u>	<u>1,129.46</u>	<u>1,119.46</u>	<u>1,074.98</u>	<u>1,074.75</u>

**COCONINO COUNTY, ARIZONA  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST EIGHT FISCAL YEARS**

Function/Program	Fiscal Year			
	2005	2006	2007	2008
General Government				
Clerk of the Superior Court				
New Cases Filed	3,483	3,811	3,804	3,664
Court Filings	3,647	3,611	3,805	3,502
Community Development				
Building Permits Issued	1,923	2,061	1,934	1,794
Building Inspection/Site Visits	10,175	8,512	7,487	6,950
County Attorney				
Adult Felony and Misdemeanor cases	9,034	8,624	8,994	8,334
\$ Victim Restitution Collected for Bad Checks	\$ 65,346	\$ 95,474	\$ 52,846	\$ 49,833
Justice Courts				
Total Cases	27,994	24,514	27,462	26,206
Legal Defender				
Total Cases	732	705	683	514
Public Defender				
Total Cases	4,727	4,567	4,562	4,123
Recorder				
Documents Recorded by Fiscal Year	59,131	61,336	54,356	42,701
Registered Voters	65,006	65,977	62,046	66,000
Superior Court				
Total Number of Criminal Cases Filed	1,275	1,291	1,192	1,108
Total Number of Domestic Relations Cases Filed	595	597	725	619
Total Number of Civil Cases Filed	747	1,030	998	874
Treasurer				
Total Parcel Count / Notices	70,043	71,111	72,518	74,000
Public safety				
Adult Probation				
Monthly Average Probationers Supervised	1,204	1,252	1,343	1,280
Restitution Collected	\$ 241,440	\$ 242,688	\$ 244,527	\$ 220,000
Jail District				
Average Local Population	364	374	365	397
Juvenile Court Services				
Delinquents and Incurable Petitions Filed	904	860	870	878
\$ Contributed to Community Through Restitution Hours	\$ 34,997	\$ 34,569	\$ 34,650	\$ 34,779
Sheriff				
Calls for Service	39,227	40,324	42,344	38,911
Culture and recreation				
Parks and Recreation				
County Fair participants	42,000	40,839	42,536	43,126
Highways and streets				
Public Works				
Number of miles graded	2,350	2,521	1,712	2,114
Number of miles resurfaced	52	104	28	35
Miles of road chip sealed	22	22	24	75
Health				
Health Department				
Patient Vaccination visits	9,939	16,250	10,729	10,783
Restaurant/Public Facility Inspections	4,513	4,481	3,664	4,048
Welfare				
Community Services				
Home Delivered Meals	23,171	21,520	21,227	24,400
Congregate Meals	20,137	21,071	23,612	25,100
Cases Managed	1,840	2,949	3,591	3,042

Source: County Department records and Adopted Budgets

Note: Information was only available for eight years.

Fiscal Year				
	2009	2010	2011	2012
	3,910	4,000	4,100	3,500
	3,910	3,950	4,575	4,583
	1,581	1,783	1,880	1,455
	6,295	4,624	5,545	2,629
	7,518	7,009	6,278	7,002
\$	35,028	\$ 24,150	\$ 15,231	\$ 16,000
	27,596	26,801	26,506	27,683
	468	402	506	
		181	174	174
	3,887	3,390	3,080	
		1,893	1,672	1,448
	37,929	37,000	37,000	36,500
	71,000	66,000	67,000	68,000
	1,179	1,024	862	823
	692	766	702	766
	1,111	1,166	1,077	965
	77,100	73,796	74,000	75,512
	1,236	1,253	1,252	1,222
\$	237,055	\$ 196,824	\$ 189,911	\$ 200,000
	366	372	372	407
	817	662	662	582
\$	54,433	\$ 46,906	\$ 30,584	\$ 28,710
	40,656	50,311	52,815	56,195
	45,049	41,711	45,441	45,441
	2,382	2,303	2,500	2,400
	53	45	70	70
	21	60	55	80
	10,512	10,510	4,300	4,693
	3,838	3,662	3,400	
	20,806	20,500	18,395	18,500
	24,366	25,076	26,649	25,076
	3,012	3,180	3,303	3,200

**COCONINO COUNTY, ARIZONA  
CAPITAL ASSET AND INFRASTRUCTURE STATISTICS BY FUNCTION  
LAST EIGHT FISCAL YEARS**

Function	Fiscal Year							
	2005	2006	2007	2008	2009	2010	2011	2012
General government								
Facilities square footage managed	682,757	703,135	703,032	684,914	684,914	684,914	684,914	684,914
Public safety								
Jails	2	2	2	2	2	2	2	2
Substations	8	8	8	8	8	8	8	8
Patrol vehicles	55	52	69	74	74	75	77	79
Highways and streets								
Bridges	30	30	30	30	30	30	30	30
Miles of paved roads	339	319	319	322	323	323	332	319
Miles of unpaved roads	723	710	711	711	711	711	711	611
Sanitation								
Solid Waste transfer stations	10	10	10	10	10	10	10	8
Wastewater treatment facilities	1	1	1	1	1	1	1	1
Wells	5	5	5	5	5	5	5	5
Health								
Public health facilities	1	1	1	1	1	1	1	1
Animal transport vehicles	2	2	3	3	3	3	3	4
Culture and recreation								
Parks	5	5	7	9	9	9	9	9
Acres protected as open space	589	589	589	589	589	589	2,503	2,600
Trail miles available for public use	14	14	14	16	17	17	18	18
Education								
Schools	2	2	2	2	2	2	2	2

Source: Coconino County capital asset records and County departments

Note: Information was only available for eight years.