

Yavapai County, Arizona



Yavapai County Juvenile Justice Center

1100 Prescott Lakes Parkway
Prescott, Arizona

Dedicated October 2012

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2013

Yavapai County, Arizona Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2013



Board of Supervisors

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

**Prepared by Yavapai County
Finance Department**

YAVAPAI COUNTY
Comprehensive Annual Financial Report
Year Ended June 30, 2013

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INTRODUCTORY SECTION



Yavapai County Finance Department

December 20, 2013

To the Board of Supervisors and Citizens of Yavapai County:

State law requires that counties prepare a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the Arizona State Auditor General's Office or by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Yavapai County for the fiscal year ended June 30, 2013.

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

The Arizona State Auditor General's Office has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit; that there was a reasonable basis for rendering an unqualified opinion that Yavapai County's financial statements for the fiscal year ended June 30, 2013, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

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

Profile of the Government

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

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

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

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

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

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

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

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

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Administrator annually. These requests are used as the starting point for developing a proposed budget. The County Administrator then presents this proposed budget to the Board of Supervisors for review on or before the third Monday in July. On or before the fourteenth day before the day in August when the Board sets tax levy rates, the Board must hold a public hearing and a special meeting of the Board, at which time the final budget must be adopted. The final budget is adopted by fund and department. Transfers of appropriations between funds or departments require approval of the Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and major special revenue funds this comparison is presented beginning on page 59 as part of the required supplemental information. For governmental funds, other than the general fund and major special revenue funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 82.

Local Economy

Yavapai County's population increased from 211,033 in 2010 to 212,637 (estimate) in 2012 according to the U.S. Census Bureau, which is a 0.8% increase as compared to the State of Arizona population increase of 2.5% for the same time period. Yavapai County has a higher percentage, 26.3%, of persons over the age of 65 as compared to the State of Arizona with 14.8%. This indicates that a greater segment of the population is retired, which provides a more stable consumer base.

Yavapai County, as most other counties in the State of Arizona and throughout the nation, continues to experience slightly improved economic activity. As a result, sales tax collections for fiscal year 2012-13 are 6% higher than fiscal year 2011-12.

The Arizona Department of Administration, Office of Employment and Population Statistics estimates an 8.4% average 2013 unemployment rate for Yavapai County. Yavapai County is the single largest employer in Yavapai County, with Yavapai County Regional Medical Center as the second largest employer.

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

Long-Term Financial Planning

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

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

The Jail District sales tax and the maintenance of effort from the General Fund are inadequate to fund the operation of the Jail District. The Board asked the voters of Yavapai County in the November 4, 2008, general election for authorization to increase the Jail District sales tax rate from ¼ cent to ½ cent and this request was voted down. Because the operation of a county jail facility is statutorily required, other resources will continue to be diverted at the direction of the Board in order to fund the operation of the Jail District.

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

Relevant Financial Policies

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

During the past five fiscal years, the Board has enacted several measures to manage the declining revenues. County departments reduced expenditures in fiscal year 2008-09 by 6.7%, in fiscal year 2009-10 by 7.5% and for the prior three fiscal years departments were held the same level as the previous fiscal year. Although departments were managing employee positions to a minimum, based on current demand for County services and a slight increase in revenue, the Board evaluated department requests for additional staff. As revenue continues to improve, the Board has appropriated funds to replace obsolete vehicles and computer replacement budgets.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Yavapai County for its comprehensive annual financial report for the fiscal year ended June 30, 2012. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements

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

Respectfully submitted,

Phil Bourdon
County Administrator

Mary E. Doren
Assistant Finance Director



Government Finance Officers Association

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

Presented to

**Yavapai County
Arizona**

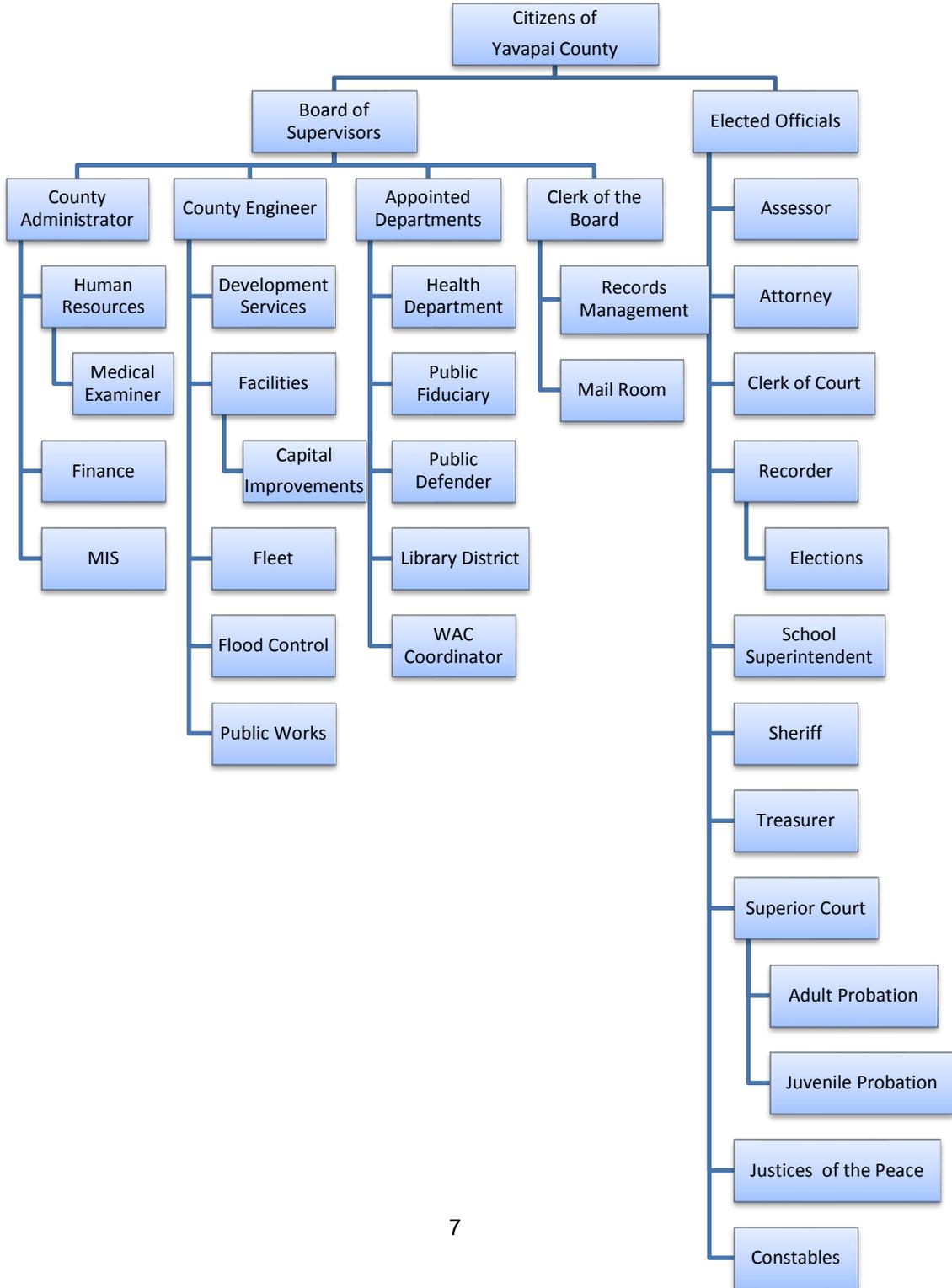
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive
Director/CEO

YAVAPAI COUNTY

Organizational Chart



Yavapai County Officials

BOARD OF SUPERVISORS

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

♦ ♦ ♦

CLERK OF THE BOARD

Ana Wayman-Trujillo

♦ ♦ ♦

COUNTY ADMINISTRATOR

Phil Bourdon

♦ ♦ ♦

ASSISTANT FINANCE DIRECTOR

Mary E. Doren

FINANCIAL SECTION



DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent Auditors' Report

Members of the Arizona State Legislature

The Board of Supervisors of
Yavapai County, Arizona

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Yavapai County as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of Yavapai County as of June 30, 2013, and the respective changes in financial position, for the year then ended in accordance with U.S. generally accepted accounting principles.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require that the Management's Discussion and Analysis on pages 13 through 20, the Budgetary Comparison Schedules on pages 59 through 64, and the Schedule of Agent Retirement Plans' Funding Progress on pages 65 and 66 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

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

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

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

In connection with our audit, nothing came to our attention that caused us to believe that the County failed to use highway user revenue fund monies received by the County pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2, and any other dedicated state transportation revenues received by the County solely for the authorized transportation purposes, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the County's noncompliance with the use of highway user revenue fund monies and other dedicated state transportation revenues, insofar as they relate to accounting matters.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will issue our report on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters at a future date. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Debbie Davenport
Auditor General

December 20, 2013

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Yavapai County

Management's Discussion and Analysis

As management of Yavapai County, we offer readers of Yavapai County's financial statements this narrative overview and analysis of the financial activities of Yavapai County for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 – 5 and the County's basic financial statements, which begin on page 22.

Financial Highlights

- Yavapai County's assets exceed liabilities as of June 30, 2013, by \$304,057,568 (net position). Of this amount, \$29,151,811 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of June 30, 2013, Yavapai County's governmental funds reported combined ending fund balances of \$65,104,445, which is a decrease of \$19,769,574 from the prior year ending fund balance of \$84,874,019.
- As of June 30, 2013, unassigned fund balance for the general fund is \$5,948,186, a reduction of \$3,250,799 from the prior year unassigned fund balance.
- As of June 30, 2013, committed fund balance for the regional road fund is \$6,470,096, a reduction from the prior year of \$5,438,257.
- As of June 30, 2013, restricted fund balance for the Highway User Revenue Fund (HURF) is \$7,232,616, an increase from the prior year of \$928,344.
- As of June 30, 2013, committed fund balance for the capital projects fund is \$21,315,455, a decrease from the prior year of \$9,414,072.

Overview of the Financial Statements

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

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

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

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

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

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

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

Yavapai County

Management's Discussion and Analysis

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

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

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

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

The basic governmental fund financial statements can be found on pages 24 - 30 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Yavapai County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Notes to the financial statements. The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33 - 58 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Yavapai County's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules for the general fund and major special revenue funds. Other required supplementary information can be found on pages 59 - 66 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 70 - 109 of this report.

Government-wide Financial Analysis

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Yavapai County's assets exceeded liabilities by \$304.1 million at the close of the most recent fiscal year.

Yavapai County Management's Discussion and Analysis

Net Position (in millions)

	Governmental Activities	
	2013	2012
Current and other assets	\$ 77.9	\$ 98.0
Restricted assets	-	2.0
Capital assets	271.5	258.1
Total assets	<u>349.4</u>	<u>358.1</u>
Long-term liabilities outstanding	33.8	35.2
Other liabilities	11.5	12.1
Total liabilities	<u>45.3</u>	<u>47.3</u>
Net position:		
Net investment in capital assets	246.3	233.7
Restricted	28.6	30.2
Unrestricted	29.2	46.9
Total net position	<u>\$ 304.1</u>	<u>\$ 310.8</u>

The largest portion of Yavapai County's net position (81%) reflects its investment in capital assets (e.g. land, buildings, equipment, infrastructure, software, construction in progress), less accumulated depreciation and any related outstanding debt used to acquire those assets. Yavapai County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Yavapai County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Governmental Activities current and other assets decreased \$20.1 million from the previous year. Restricted assets also decreased \$2.0 million from the previous year for a combined decrease of \$22.1 million. This combined decrease is primarily due to the completion of capital projects during the fiscal year. Capital assets increased \$13.4 million which include land acquisition of \$1.4 million, vehicles, equipment and software of \$3.1 million, new buildings of \$29.5 million, infrastructure acquisition and completion of \$16.8 million and a net reduction of construction in progress of \$21.5 million due to the completion of building projects. This increase is offset by depreciation of \$15.9 million for a net increase of \$13.4 million.

Governmental Activities long-term liabilities decreased \$1.4 million from the previous fiscal year due to payments for special assessment bonds and capital leases.

Governmental Activities other liabilities decreased \$0.6 million due to accruals of year end payroll.

Yavapai County's Governmental Activities restricted net position of \$28.6 million represents resources that are subject to external restrictions on how they may be used. The reduction of \$1.6 million from the previous fiscal year's amount of \$30.2 million is primarily due to spending capital lease proceeds.

The Governmental Activities unrestricted net position decreased \$17.7 million from the previous fiscal year. This decrease is primarily due to completion of capital projects. The Governmental Activities unrestricted net position balance of \$29.2 million may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Yavapai County reports positive balances in all three categories, net investment in capital assets \$246.3 million, restricted net position \$28.6 million and unrestricted net position \$29.2 million.

Yavapai County

Management's Discussion and Analysis

Changes in Net Position. The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. For the fiscal year, net position decreased \$6.7 million. The basis of accounting used in the government-wide statement of activities excludes capital outlay while its revenues include taxes that are used, in part, for the construction of those assets.

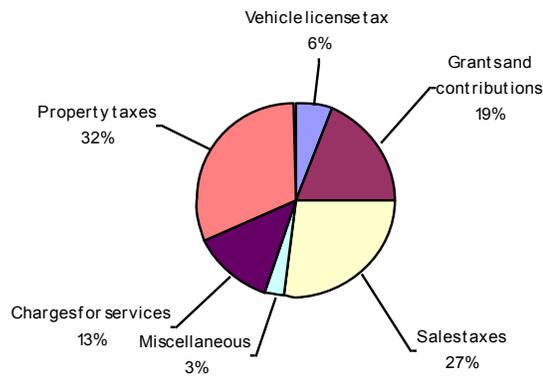
	Changes in Net Position (in millions)	
	Governmental Activities	
	<u>2013</u>	<u>2012</u>
Revenues		
Program revenues:		
Charges for services	\$ 21.2	\$ 22.6
Operating grants and contributions	26.9	26.7
Capital grants and contributions	1.9	2.2
General revenues:		
Property taxes	52.1	51.7
Sales taxes	43.8	41.4
Vehicle license tax	9.3	9.1
Grants not restricted to specific programs	3.0	3.0
Miscellaneous and investment earnings	4.9	4.9
Total revenues	<u>163.1</u>	<u>161.6</u>
Expenses		
General government	61.9	62.3
Public safety	51.7	49.4
Highways and streets	23.5	25.2
Sanitation	1.4	1.5
Health	13.3	13.2
Welfare	10.7	11.8
Culture and recreation	.2	.2
Education	5.8	3.5
Interest on long-term debt	1.3	1.5
Total expenses	<u>169.8</u>	<u>168.6</u>
Increase (decrease) in net position before transfers	(6.7)	(7.0)
Transfers	-	7.7
Increase (decrease) in net position	<u>(6.7)</u>	<u>0.7</u>
Net position, July 1,	310.8	310.1
Net position, June 30	<u>\$ 304.1</u>	<u>\$ 310.8</u>

Yavapai County Management's Discussion and Analysis

Governmental activities. Governmental Activities revenues totaled \$163.1 million for fiscal year 2013. The following are highlights of County revenues:

- Sales taxes are comprised of state shared-sales tax, a 0.5% County excise tax and a 0.25% Jail District excise tax. Overall sales tax increased \$2.4 million from the previous fiscal year, indicating an economic improvement in the local economy.
- Charges for services were reduced by \$1.4 from the previous year primarily due to a one-time payment from the City of Prescott for construction of a roundabout near the Juvenile Justice Center in fiscal year 2011-12.
- Capital grants were reduced by \$0.3 million from the previous year due to the completion of a new school facility.

Revenues by Source - Governmental Activities

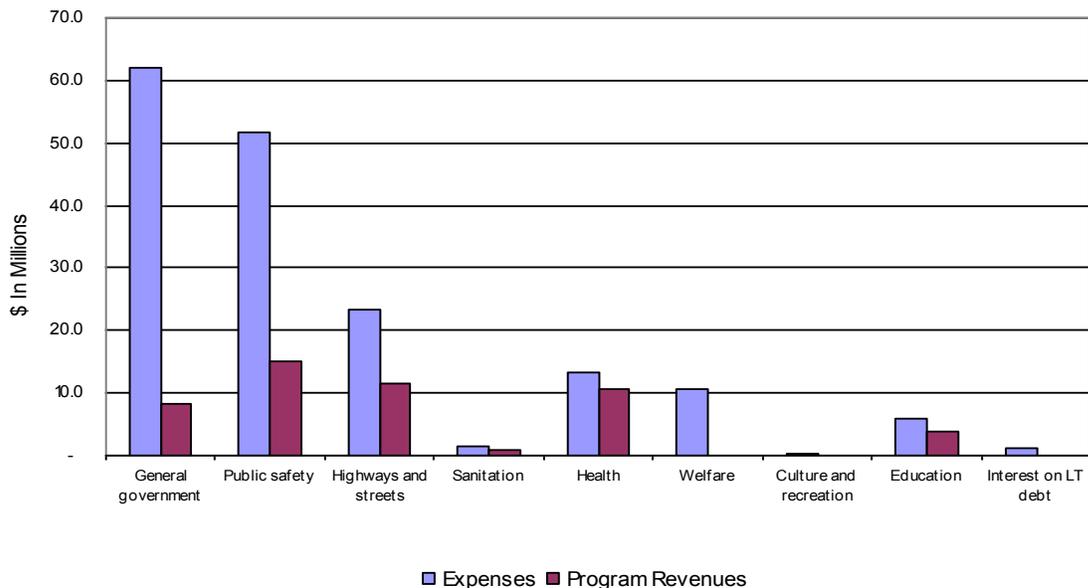


Yavapai County Management's Discussion and Analysis

Expenses

Governmental activities expenses increased \$1.2 million from the previous fiscal year. Public Safety increased \$2.3 million from the previous year due to additional staff and related costs. Highways and streets declined \$1.7 million due to the timing of multi-year road improvement projects. Welfare decreased \$1.1 million due to a reduction in the County's contribution to Arizona Long Term Care Services. Education increased \$2.3 million from the previous year due to expansion of the Accommodation School.

Expenses and Program Revenues - Governmental Activities



Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, Yavapai County's governmental funds reported combined ending fund balances of \$65,104,445, which is a decrease of \$19,769,574 or 23% from the prior year. The ending fund balances are categorized as nonspendable (\$950,395), restricted (\$28,408,624), committed (\$29,797,240), and unassigned (\$5,948,186). The primary reasons for the decrease in the ending fund balances are the completion of capital projects and acquisition of capital assets.

The General Fund is the chief operating fund of Yavapai County. At the end of the current fiscal year, the General Fund total fund balance was \$6,478,176, which is \$3,279,139 less than the previous fiscal year ending fund balance. This decrease is due to the Board of Supervisors' planned reduction of fund balance during the budget process.

Yavapai County

Management's Discussion and Analysis

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

The Jail District fund balance increased \$1.5 million because the final payment on the Jail District revenue bonds was made in fiscal year 2011-12. The Regional Road fund balance decreased \$5.5 million because of increase in the construction of road projects. The HURF Road fund balance increased \$1.0 million because of the increase in HURF revenues. Capital Projects fund balance decreased \$10.7 million because of the completion of capital projects such as the Juvenile Justice Center. The Capital Projects Debt Service fund balance remains relatively unchanged from the prior fiscal year.

See Note 7 on pages 48 - 49 for a detail listing of the fund balance classifications.

General Fund Budgetary Highlights

The original General Fund budget appropriation was \$88,018,086. Actual expenditures were \$3,802,883 less than the final budgeted appropriation amount, which is primarily due to departments monitoring and controlling expenditures. The Board approved budgeted transfers between departments during the fiscal year to reclassify expenditures and for departments that required an increase in budget appropriation. The departments that required a budget transfer were Public Defender (\$667,078), County Attorney (\$150,148), Fleet (\$117,187), Board of Supervisors (\$47,000), Bagdad/Yarnell Justice of the Peace (\$16,243), Finance (\$4,581), and Mayer Justice of the Peace (\$1,343) for a combined transfer of \$1,003,581 from General Services. The total General Fund budgeted appropriation of \$88,018,086 remained unchanged. The General Services expenditure budget includes negative amounts for internal cost recoveries, such as vehicle use and indirect costs, which resulted in actual expenditures of (\$1,456,319) and a variance with final budget of \$1,174,861.

Total revenues were \$721,644 over total budgeted revenue (0.83%), which is primarily due to greater actual tax revenues collected compared to budgeted revenue.

Capital Asset and Debt Administration

Capital Assets. Yavapai County's investment in capital assets for its governmental activities as of June 30, 2013, amounts to \$271.5 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure, software and construction in progress. In addition, roads and highways constructed in the fiscal year ended June 30, 2013, or in progress at that date, are included in capital assets. Land increased due to additional right of way acquisition for future road development. Construction in progress decreased \$21.6 million due to completion of planned capital projects.

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

	Governmental Activities	
	2013	2012
Land	\$ 62.1	\$ 60.7
Buildings	79.3	52.0
Equipment	9.3	9.4
Infrastructure	105.7	99.2
Software	1.4	1.5
Construction in progress	13.7	35.3
Total	<u>\$ 271.5</u>	<u>\$ 258.1</u>

Additional information on Yavapai County's capital assets can be found in Note 4 on page 43 of this report.

Yavapai County Management's Discussion and Analysis

Long-term Debt. At the end of the current fiscal year, Yavapai County had total outstanding bonds of \$2,295,000 for special district road improvements. These bonds are secured by property assessments levied against the benefiting property owners.

Yavapai County's Outstanding Bonds

(in millions)

	<u>2013</u>	<u>2012</u>
Special Assessment Debt Payable	<u>\$ 2.3</u>	<u>\$ 2.5</u>

State statutes limit the amount of general obligation debt a county may issue to 6 percent of its total assessed valuation. The current debt limitation for the County is \$144,328,423. Since the County has no general obligation debt, this amount equals the debt capacity. Additional information on long-term debt can be found in Note 6 on pages 44 - 45.

Long-term Capital Lease. On May 15, 2008, the County entered into a long term lease agreement in the amount of \$50 million for a period of twenty years with an interest rate of 4.45%. The lease agreement was renegotiated in June 2009 for \$25 million and is secured by a ground lease for the construction of the Camp Verde Superior Court and the Juvenile Justice Center. As of June 30, 2013, the outstanding lease balance is \$22.9 million.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Yavapai County is currently 8.4%, which has decreased slightly since 2012.
- Inflationary trends in the region are comparable to national and the State of Arizona indices.
- The economy at the national and state level is anticipated to have the effect of reducing or eliminating Federal and State of Arizona grant programs.

These factors were considered in preparing Yavapai County's budget for the 2013-14 fiscal year. The unassigned ending fund balance in the general fund of \$5,948,186 was appropriated for spending in the 2013-14 fiscal year budget.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

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Yavapai County
Statement of Net Position
June 30, 2013

	Primary Government
	Governmental
	Activities
Assets	
Cash and cash equivalents	\$ 65,377,221
Receivables:	
Property taxes	1,756,825
Special assessments	1,641,555
Accounts	775,661
Due from other governments	7,337,643
Inventories	570,523
Prepaid items	379,872
Capital assets, not being depreciated	75,822,505
Capital assets, being depreciated, net	195,685,500
Total assets	349,347,305
Liabilities	
Accounts payable	7,793,132
Accrued payroll and employee benefits	1,931,149
Interest payable	127,568
Unearned revenue	1,641,555
Noncurrent liabilities:	
Due within one year	4,843,930
Due in more than one year	28,952,403
Total liabilities	45,289,737
Net Position	
Net investment in capital assets	246,279,437
Restricted for:	
General government	6,011,160
Public safety	9,623,354
Highways and streets	7,447,343
Sanitation	816,510
Health and welfare	3,536,029
Culture and recreation	50,344
Education	233,269
Debt service	908,311
Unrestricted	29,151,811
Total net position	\$ 304,057,568

See accompanying notes to financial statements.

Yavapai County
Statement of Activities
Year Ended June 30, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Revenue & Changes in Net Position
					Primary Government Governmental Activities
Primary Government:					
Governmental activities:					
General government	\$ 61,913,160	\$ 4,376,884	\$ 4,254,085	\$ 84,732	\$ (53,197,459)
Public safety	51,737,665	8,865,102	6,043,105	40,604	(36,788,854)
Highways and streets	23,452,424	639,346	10,174,233	313,618	(12,325,227)
Sanitation	1,437,943	338,237	419,652	-	(680,054)
Health	13,318,952	5,795,116	4,915,431	-	(2,608,405)
Welfare	10,748,376	-	-	-	(10,748,376)
Culture and recreation	206,447	-	5,787	-	(200,660)
Education	5,775,032	1,227,702	1,118,773	1,437,636	(1,990,921)
Interest on long-term debt	1,206,904	-	-	-	(1,206,904)
Total governmental activities	<u>169,796,903</u>	<u>21,242,387</u>	<u>26,931,066</u>	<u>1,876,590</u>	<u>(119,746,860)</u>
General revenues:					
Property taxes, levied for general purposes					46,064,389
Property taxes, levied for flood control					6,057,786
Sales tax—Jail construction and operation					6,653,214
Shared revenue—state sales tax					37,101,392
Shared revenue—state vehicle license tax					9,262,788
Grants and contributions not restricted to specific programs					2,960,656
Franchise taxes					269,404
Investment earnings					216,409
Gain (loss) on disposal of capital assets					(66,231)
Miscellaneous					4,482,610
Total general revenues					<u>113,002,417</u>
Changes in net position					(6,744,443)
Net position, July 1, 2012					<u>310,802,011</u>
Net position, June 30, 2013					<u>\$ 304,057,568</u>

See accompanying notes to financial statements.

Yavapai County
Balance Sheet
Governmental Funds
June 30, 2013

Assets	General	Jail District	Regional Road	HURF Road
Cash and cash equivalents	\$ 4,881,812	\$ 1,124,024	\$ 7,363,879	\$ 8,815,184
Receivables:				
Property taxes	1,408,534	-	-	-
Special assessments	-	-	-	-
Accounts	198,993	46,586	16,600	14,435
Due from:				
Other funds	213,836	101,610	-	58,973
Other governments	2,944,562	915,278	470,573	1,115,476
Inventories	179,927	-	-	390,596
Prepaid items	350,063	-	-	2,000
Total assets	\$ 10,177,727	\$ 2,187,498	\$ 7,851,052	\$ 10,396,664
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 1,330,466	\$ 396,933	\$ 1,376,675	\$ 2,213,979
Accrued payroll and employee benefits	1,125,660	228,044	4,281	131,544
Due to other funds	139,219	14,256	-	19,758
Deferred revenue	1,104,206	-	-	-
Total liabilities	3,699,551	639,233	1,380,956	2,365,281
Fund balances:				
Nonspendable	529,990	-	-	392,596
Restricted	-	1,548,265	-	7,232,616
Committed	-	-	6,470,096	406,171
Unassigned	5,948,186	-	-	-
Total fund balances	6,478,176	1,548,265	6,470,096	8,031,383
Total liabilities and fund balances	\$ 10,177,727	\$ 2,187,498	\$ 7,851,052	\$ 10,396,664

See accompanying notes to financial statements.

Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 21,639,666	\$ 1,531	\$ 21,551,125	\$ 65,377,221
-	-	348,291	1,756,825
-	-	1,641,555	1,641,555
15,262	-	483,785	775,661
206	-	456,717	831,342
235,286	-	1,656,468	7,337,643
-	-	-	570,523
-	-	27,809	379,872
<u>\$ 21,890,420</u>	<u>\$ 1,531</u>	<u>\$ 26,165,750</u>	<u>\$ 78,670,642</u>

\$ 574,965	\$ -	\$ 1,900,114	\$ 7,793,132
-	-	441,620	1,931,149
-	-	658,109	831,342
-	-	1,906,368	3,010,574
<u>574,965</u>	<u>-</u>	<u>4,906,211</u>	<u>13,566,197</u>

-	-	27,809	950,395
-	1,531	19,626,212	28,408,624
21,315,455	-	1,605,518	29,797,240
-	-	-	5,948,186
<u>21,315,455</u>	<u>1,531</u>	<u>21,259,539</u>	<u>65,104,445</u>
<u>\$ 21,890,420</u>	<u>\$ 1,531</u>	<u>\$ 26,165,750</u>	<u>\$ 78,670,642</u>

Yavapai County
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2013

Fund balances—total governmental funds	\$ 65,104,445
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	271,508,005
Some receivables are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	1,369,019
Long-term liabilities, including bonds and interest payable, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(33,923,901)</u>
Net position of governmental activities	<u>\$ 304,057,568</u>

See accompanying notes to financial statements.

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Yavapai County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2013

	General	Jail District	Regional Road	HURF Road
Revenues:				
Taxes	\$ 46,567,712	\$ 6,653,214	\$ 5,323,539	\$ -
Special assessments	-	-	-	-
Licenses and permits	1,496,811	-	570,700	-
Intergovernmental	34,599,713	-	1,400,000	12,563,613
Charges for services	1,729,642	3,335,239	-	-
Fines and forfeits	2,688,841	-	-	-
Investment earnings	20,808	2,405	27,849	19,630
Miscellaneous	338,531	66,661	51,384	138,027
Total revenues	<u>87,442,058</u>	<u>10,057,519</u>	<u>7,373,472</u>	<u>12,721,270</u>
Expenditures:				
Current:				
General government	49,352,172	-	-	-
Public safety	21,529,684	15,171,434	-	-
Highways and streets	-	-	12,833,129	13,169,270
Sanitation	1,118,569	-	-	-
Health	-	-	-	-
Welfare	10,742,570	-	-	-
Culture and recreation	97,554	-	-	-
Education	649,654	-	-	-
Capital outlay	725,000	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>84,215,203</u>	<u>15,171,434</u>	<u>12,833,129</u>	<u>13,169,270</u>
Excess (deficiency) of revenues over expenditures	3,226,855	(5,113,915)	(5,459,657)	(448,000)
Other financing sources (uses):				
Sale of capital assets	5,200	-	-	-
Transfers in	2,472,014	6,647,180	-	1,462,700
Transfers out	(8,983,208)	-	-	-
Total other financing sources (uses)	<u>(6,505,994)</u>	<u>6,647,180</u>	<u>-</u>	<u>1,462,700</u>
Net change in fund balances	(3,279,139)	1,533,265	(5,459,657)	1,014,700
Fund balances, July 1, 2012	<u>9,757,315</u>	<u>15,000</u>	<u>11,929,753</u>	<u>7,016,683</u>
Fund balances, June 30, 2013	<u>\$ 6,478,176</u>	<u>\$ 1,548,265</u>	<u>\$ 6,470,096</u>	<u>\$ 8,031,383</u>

See accompanying notes to financial statements.

Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 3,323,449	\$ -	\$ 10,896,038	\$ 72,763,952
-	-	313,975	313,975
-	-	760,402	2,827,913
-	-	19,173,024	67,736,350
-	-	8,108,371	13,173,252
-	-	569,530	3,258,371
75,894	178	69,663	216,427
58,521	-	3,985,643	4,638,767
<u>3,457,864</u>	<u>178</u>	<u>43,876,646</u>	<u>164,929,007</u>
-	-	11,368,415	60,720,587
-	-	14,706,845	51,407,963
-	-	504,757	26,507,156
-	-	491,504	1,610,073
-	-	13,179,859	13,179,859
-	-	-	10,742,570
-	-	16,493	114,047
-	-	5,056,441	5,706,095
10,209,889	-	1,336,814	12,271,703
-	1,055,950	175,000	1,230,950
-	1,055,915	156,863	1,212,778
<u>10,209,889</u>	<u>2,111,865</u>	<u>46,992,991</u>	<u>184,703,781</u>
(6,752,025)	(2,111,687)	(3,116,345)	(19,774,774)
-	-	-	5,200
55,861	2,111,865	1,457,470	14,207,090
(3,958,493)	-	(1,265,389)	(14,207,090)
<u>(3,902,632)</u>	<u>2,111,865</u>	<u>192,081</u>	<u>5,200</u>
(10,654,657)	178	(2,924,264)	(19,769,574)
31,970,112	1,353	24,183,803	84,874,019
<u>\$ 21,315,455</u>	<u>\$ 1,531</u>	<u>\$ 21,259,539</u>	<u>\$ 65,104,445</u>

Yavapai County
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
 Year Ended June 30, 2013

Net change in fund balances—total governmental funds \$ (19,769,574)

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

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

Capital outlay	29,895,216	
Depreciation expense	(16,391,947)	13,503,269

In the Statement of Activities, only the loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the book value of the capital assets sold. (71,431)

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

Principal repaid on bonds and capital lease		1,230,950
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Collections of revenues in the governmental funds exceeded revenues reported in the Statement of Activities. (1,400,000)

Deferred tax revenues are recognized in the governmental funds only when available, but are recognized in the Statement of Activities when earned. (410,313)

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

Decrease in compensated absences	136,398	
Decrease in claims and judgments	20,412	
Decrease in interest payable	5,874	
Decrease in landfill closure and postclosure care costs	9,972	172,656

Change in net position of governmental activities \$ (6,744,443)

See accompanying notes to financial statements.

Yavapai County
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2013

	Investment Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 100,949,723	\$ 3,896,632
Total assets	100,949,723	\$ 3,896,632
 Liabilities		
Deposits held for others	-	\$ 3,896,632
Total liabilities	-	\$ 3,896,632
 Net Position		
Held in trust for investment trust participants	\$ 100,949,723	

See accompanying notes to financial statements.

Yavapai County
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2013

	Investment Trust Funds
Additions:	
Contributions from participants	\$ 359,524,426
Investment earnings	452,573
Total additions	359,976,999
Deductions:	
Distributions to participants	362,802,833
Total deductions	362,802,833
Change in net position	(2,825,834)
Net position, July 1, 2012	103,775,557
Net position, June 30, 2013	\$ 100,949,723

See accompanying notes to financial statements.

Yavapai County
Notes to Financial Statements
June 30, 2013

Note 1 - Summary of Significant Accounting Policies

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

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>
Yavapai County Flood Control District	A tax-levying district that provides flood control systems; the County's Board of Supervisors serves as the board of directors	Blended	Not available
Yavapai County Library District	Provides and maintains library services for the County's residents; the County's Board of Supervisors serves as the board of directors	Blended	Not available

Yavapai County
Notes to Financial Statements
June 30, 2013

<u>Component Unit</u>	<u>Description; Criteria for Inclusion</u>	<u>Reporting Method</u>	<u>For Separate Financial Statements</u>
Yavapai County Special Assessment Districts	Constructs or improves sidewalks, curbs and gutters, irrigation systems, and street lighting within the County; the County's Board of Supervisors serves as the board of directors	Blended	Not available
Yavapai County Jail District	A tax-levying district that acquires, constructs, operates, maintains, and finances county jails and jail systems; the County's Board of Supervisors serves as the governing board	Blended	Not available

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

The Industrial Development Authority of Yavapai County (Authority) is a legally separate entity that was created to assist in the financing of commercial and industrial enterprises: safe, sanitary, and affordable housing; and healthcare facilities. The Authority fulfills its function through the issuance of tax exempt or taxable revenue bonds. The County's Board of Supervisors appoints the Authority's Board of Directors. The Authority's operations are completely separate from the County and the County is not financially accountable for the Authority. Therefore, based on the criterion of GASB Statements Nos. 14, 39, and 61, the financial activities of the Authority have not been included in the accompanying financial statements.

Yavapai County
Notes to Financial Statements
June 30, 2013

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 position and a statement of activities. These statements report the overall government's financial activities, except for fiduciary activities. Governmental activities generally are financed through taxes and intergovernmental revenues.

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

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

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes 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 and fiduciary fund categories. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Fiduciary funds are aggregated and reported by fund type.

The County reports the following major governmental funds:

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

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

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

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

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

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

The County reports the following fund types:

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

The *agency funds* account for assets the County holds as an agent for the State, cities, towns, and other parties.

C. Basis of Accounting

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

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

Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year end. The County's major revenue sources that are susceptible to accrual are property taxes, special assessments, intergovernmental, charges for services, and investment earnings. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, compensated absences, and landfill

Yavapai County
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closure and postclosure care costs, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

D. Cash and Investments

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

E. Inventories

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

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

F. Prepaid Items

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

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

G. Property Tax Calendar

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

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

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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 are as follows:

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

I. Fund Balance Classifications

Fund balances of the governmental funds are reported separately within classifications based on a 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 usage by creditors, such as through debt covenants, grantors, contributors, or laws and regulations.

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

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

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

When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, the County will use restricted fund balance first. 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.

K. Compensated Absences

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

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

Employees may accumulate up to 520 hours of catastrophic time (CAT) leave. CAT leave may be used in the case of illness or injury suffered by an employee or employee's immediate family, but only after using at least forty hours of consecutive PTO leave. CAT leave benefits are cumulative but are forfeited upon terminating employment. Because CAT leave benefits do not vest with employees, a liability for CAT leave benefits is not accrued in the financial statements.

Note 2 - 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.

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

Custodial credit risk

Statutes require collateral for deposits and certificates of deposit at 101 percent of all deposits not covered by federal depository insurance.

Concentration of credit risk

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

Interest rate risk

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

Foreign currency risk

Statutes do not allow foreign investments.

Deposits—At June 30, 2013, the carrying amount of the County's deposits was \$26,220,287, and the bank balance was \$28,409,016. The County does not have a formal policy with respect to custodial credit risk.

At June 30, 2013, \$22,244,896 of the County's bank balance was exposed to custodial credit risk as follows:

Uninsured with collateral held by the pledging financial institution's trust department or agent but not in the County's name	<u>\$ 22,244,896</u>
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Investments—The County's investments at June 30, 2013, were as follows:

Investment Type	Amount
State Treasurer's Investment Pool 7	\$ 8,510,000
U.S. Treasury securities	15,332,295
U.S. agency securities	70,752,705
Repurchase agreement	47,386,181
U.S. corporate bonds	1,959,700
	<u>\$ 143,940,881</u>

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

Credit risk— The County does not have a formal investment policy with respect to credit risk. At June 30, 2013, credit risk for the County's investments was as follows:

Investment Type	Rating	Rating Agency	Amount
State Treasurer's Investment Pool 7	Unrated	Not applicable	\$ 8,510,000
Repurchase agreement (implicitly guaranteed)	Unrated	Not applicable	47,386,181
U.S. agency securities	Aaa	Moody's	70,752,705
U.S. corporate bonds	A1	Moody's	1,959,700
			<u>\$128,608,586</u>

Custodial credit risk—For an investment, custodial credit risk is the risk that, in the event of the counterparty's failure, the County will not be able to recover the value of its investments or collateral securities that are in an outside party's possession. The County does not have a formal investment policy with respect to custodial credit risk.

Concentration of credit risk— The County does not have a formal investment policy with respect to concentration of credit risk. The County had investments at June 30, 2013, of 5 percent or more in Federal National Mortgage Association, Federal Home Loan Mortgage Corporation and Federal Home Loan Bank. These investments were 11.8 percent, 43.3 percent and 26.5 percent, respectively, of the County's total investments.

Interest rate risk—The County does not have a formal policy regarding interest rate risk. At June 30, 2013, the County had the following investments in debt securities:

Investment Type	Amount	Weighted Average Maturity (Years)
State Treasurer's Investment Pool 7	\$ 8,510,000	.05
U.S. Treasury securities	15,332,295	1.42
U.S. agency securities	70,752,705	2.73
Repurchase agreement	47,386,181	.01
U.S. corporate bonds	1,959,700	.78
	<u>\$143,940,881</u>	

Yavapai County
Notes to Financial Statements
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A reconciliation of cash, deposits, and investments to amounts shown on the Statements of Net Position follows:

Cash, deposits, and investments:

Cash on hand	\$ 62,408
Amount of deposits	26,220,287
Amount of investments	<u>143,940,881</u>
Total	<u>\$ 170,223,576</u>

	Governmental Activities	Investment Trust Funds	Agency Funds	Total
Cash and cash equivalents	<u>\$ 65,377,221</u>	<u>\$ 100,949,723</u>	<u>\$ 3,896,632</u>	<u>\$ 170,223,576</u>

Note 3 - Due From Other Governments

Amounts due from other governments for governmental activities at June 30, 2013, include \$2,099,019 in state-shared revenue from sales tax, \$470,573 in county excise tax distributions due from the State Treasurer, \$263,678 in state motor vehicle license taxes from the Arizona Department of Transportation and \$111,292 in other fees from federal, state, and local governments recorded in the General Fund; \$587,774 in sales tax collections, \$320,708 in inmate housing fees and \$6,796 in other fees from the federal, state and local governments recorded in the Jail District Fund; \$470,573 in county excise tax distributions due from the State Treasurer recorded in the Regional Road Fund; \$931,996 in state-shared revenue from highway user taxes, \$118,339 in state motor vehicle license tax, \$51,956 in emergency funds from the Arizona Department of Emergency and Military Affairs and \$13,185 in other fees from federal, state, and local governments recorded in the HURF Road Fund; \$235,286 in county excise tax distributions due from the State Treasurer recorded in the Capital Projects Fund; and \$1,656,468 in grants and other fees from federal, state and local governments recorded in the Other Governmental Funds.

Yavapai County
Notes to Financial Statements
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Note 4 - Capital Assets

Capital asset activity for the year ended June 30, 2013, was as follows:

	Balance July 1, 2012	Increases	Decreases	Balance June 30, 2013
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 60,660,678	\$ 1,418,185	\$ -	\$ 62,078,863
Construction in progress	35,292,588	24,533,810	(46,082,756)	13,743,642
Total capital assets not being depreciated	<u>95,953,266</u>	<u>25,951,995</u>	<u>(46,082,756)</u>	<u>75,822,505</u>
Capital assets being depreciated:				
Buildings	73,570,724	29,524,401	-	103,095,125
Equipment	41,282,452	3,104,987	(546,297)	43,841,142
Infrastructure	302,417,615	16,859,049	(69,996)	319,206,668
Software	3,711,930	537,540	-	4,249,470
Total	<u>420,982,721</u>	<u>50,025,977</u>	<u>(616,293)</u>	<u>470,392,405</u>
Less accumulated depreciation for:				
Buildings	(21,584,577)	(2,176,969)	-	(23,761,546)
Equipment	(31,867,785)	(3,258,159)	529,625	(34,596,319)
Infrastructure	(203,204,204)	(10,313,837)	15,237	(213,502,804)
Software	(2,203,254)	(642,982)	-	(2,846,236)
Total	<u>(258,859,820)</u>	<u>(16,391,947)</u>	<u>544,862</u>	<u>(274,706,905)</u>
Total capital assets, being depreciated, net	<u>162,122,901</u>	<u>33,634,030</u>	<u>(71,431)</u>	<u>195,685,500</u>
Governmental activities capital assets, net	<u>\$258,076,167</u>	<u>\$ 59,586,025</u>	<u>\$(46,154,187)</u>	<u>\$271,508,005</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 3,130,427
Public safety	1,769,105
Highway and streets	11,051,611
Sanitation	50,124
Health	209,715
Culture and recreation	92,399
Education	88,566
Total governmental activities depreciation expense	<u>\$ 16,391,947</u>

Note 5 - Construction Commitments

The County had major contractual commitments related to various capital projects at June 30, 2013, for the construction of road improvements and buildings. At June 30, 2013, the County had spent \$12,389,444 on these projects and had remaining contractual commitments with contractors of \$3,314,400. The road improvement projects are being funded by sales taxes out of the Regional Road Fund. The building construction is being funded by the County's ½ cent excise tax out of the Capital Projects Fund.

Yavapai County
Notes to Financial Statements
June 30, 2013

Note 6 - Long-Term Liabilities

The following schedule details the County's long-term liability and obligation activity for the year ended June 30, 2013:

	Balance July 1, 2012	Additions	Reductions	Balance June 30, 2013	Due within 1 year
Governmental Activities:					
Special assessment debt	\$ 2,470,000	\$ -	\$ (175,000)	\$ 2,295,000	\$ 175,000
Capital leases payable	23,989,518	-	(1,055,950)	22,933,568	1,103,462
Landfill closure and postclosure care costs payable	991,217	21,113	(31,085)	981,245	30,772
Compensated absences payable	7,335,653	6,200,518	(6,336,916)	7,199,255	3,370,309
Claims and judgments payable	407,677	362,800	(383,212)	387,265	164,387
Total governmental activities long-term liabilities	<u>\$ 35,194,065</u>	<u>\$ 6,584,431</u>	<u>\$ (7,982,163)</u>	<u>\$ 33,796,333</u>	<u>\$ 4,843,930</u>

Special assessment debt

Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. Bond proceeds were used to finance construction in these districts. These bonds are generally callable with interest payable semiannually. However, in accordance with the bond indenture for each special assessment bond issue, and in the opinion of the County Attorney, the County is not legally obligated in any way for the special assessment bonded indebtedness. The total principal and interest remaining on the bonds is \$3,377,357, payable through January 2030. Annual principal and interest payments on the bonds are expected to require 100% of pledged revenues. Principal and interest paid for the current year were \$331,131 and the special assessments were \$313,975.

The following special assessment districts had debt outstanding at June 30, 2013:

Description	Original Amount Issued	Maturity Ranges	Interest Rates	Outstanding Principal June 30, 2013
Coyote Springs Road Improvement	\$1,552,000	1/1/14-1/1/22	6.40%	\$ 720,000
Poquito Valley Road Improvement	1,857,000	1/1/14-1/1/30	6.625%	1,575,000
Total				<u>\$ 2,295,000</u>

The following schedule details debt service requirements to maturity for the County's special assessment debt payable at June 30, 2013:

Year ending June 30	Principal	Interest
2014	\$ 175,000	\$ 144,717
2015	175,000	133,303
2016	175,000	121,889
2017	175,000	110,476
2018	175,000	99,062
2019-2023	790,000	326,829
2024-2028	450,000	134,156
2029-2030	180,000	11,925
Total	<u>\$ 2,295,000</u>	<u>\$ 1,082,357</u>

Yavapai County
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Capital leases

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

The assets acquired through the capital lease are as follows:

	Governmental Activities
Buildings	25,000,000
Less: accumulated depreciation	(777,661)
Carrying value	<u>\$ 24,222,339</u>

The following schedule details debt service requirements to maturity for the County's capital lease payable at June 30, 2013:

	Governmental Activities
Year ending June 30	
2014	\$ 2,111,865
2015	2,111,865
2016	2,111,865
2017	2,111,865
2018	2,111,865
2019-2023	10,559,324
2024-2028	10,559,324
Total minimum lease payments	<u>31,677,973</u>
Less amount representing interest	(8,744,405)
Present value of net minimum lease payments	<u>\$ 22,933,568</u>

Yavapai County
Notes to Financial Statements
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Landfill closure and postclosure care costs

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

The amount recognized each year is based on landfill capacity used at the end of each fiscal year. All 7 landfills stopped accepting waste and were closed prior to June 30, 2013. As of June 30, 2013, the landfill closure and postclosure care liability of \$981,245 represents the cumulative amount of costs remaining on these closed landfills, which is net of expenditures incurred to date. This amount is based on what it would cost to perform all closure and postclosure care in fiscal year 2013 and has been adjusted for changes in estimates during the fiscal year. The actual cost may be higher due to inflation, changes in technology, or changes in regulations.

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

Insurance claims

The County provides health benefits to its employees and their dependents through the Yavapai Combined Trust, currently composed of four members. The Trust provides benefits up to \$225,000 per individual per plan year through a self-funding agreement with its participants and purchases commercial insurance to cover claims in excess of this limit. The Trust does not provide any postemployment benefits. An independent administrator provides the trust with claim and recordkeeping services. The County is responsible for paying the premiums and requires its employees to contribute for dependent coverage. The County is not liable for claims in excess of coverage limits and cannot be assessed retroactive premium adjustments. If it withdraws from the Trust, the County would be responsible for its proportional share of any claims run-out costs, which exceed Trust Fund reserves established for the incurred but not reported claims liability. If the Trust were to terminate, the County would be responsible for its proportional share of any Trust deficit.

Compensated absences and claims and judgments

Compensated absences are paid from various funds in the same proportion that those funds pay payroll costs. Claims and judgments are generally paid from the fund that accounts for the activity that gave rise to the claim. During fiscal year 2013, the County paid for compensated absences as follows: 57 percent from the General Fund, 18 percent from major funds, and 25 percent from other funds. The County paid for claims and judgments from the General Fund.

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Notes to Financial Statements
June 30, 2013

Note 7 - Fund Balance Classifications of the Governmental Funds

The fund balance classifications of the governmental funds as of June 30, 2013, were as follows:

	General	Jail District	Regional Road	HURF Road
Fund balances:				
Nonspendable:				
Inventories	\$ 179,927	\$ -	\$ -	\$ 390,596
Prepaid items	350,063	-	-	2,000
Total nonspendable	<u>529,990</u>	<u>-</u>	<u>-</u>	<u>392,596</u>
Restricted for:				
Social services	-	-	-	-
Law enforcement	-	1,548,265	-	-
Flood control	-	-	-	-
Highways and streets	-	-	-	7,232,616
Sanitation	-	-	-	-
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Debt service	-	-	-	-
Capital outlay	-	-	-	-
Total restricted	<u>-</u>	<u>1,548,265</u>	<u>-</u>	<u>7,232,616</u>
Committed to:				
Social services	-	-	-	-
Law enforcement	-	-	-	-
Highways and streets	-	-	6,470,096	406,171
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Total committed	<u>-</u>	<u>-</u>	<u>6,470,096</u>	<u>406,171</u>
Unassigned	5,948,186	-	-	-
Total fund balances	<u>\$ 6,478,176</u>	<u>\$ 1,548,265</u>	<u>\$ 6,470,096</u>	<u>\$ 8,031,383</u>

Yavapai County
Notes to Financial Statements
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Capital Projects	Capital Projects Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 570,523
-	-	27,809	379,872
-	-	27,809	950,395
-	-	5,904,236	5,904,236
-	-	2,986,556	4,534,821
-	-	4,939,156	4,939,156
-	-	214,323	7,446,939
-	-	816,510	816,510
-	-	3,536,029	3,536,029
-	-	50,344	50,344
-	-	233,269	233,269
-	1,531	906,780	908,311
-	-	39,009	39,009
-	1,531	19,626,212	28,408,624
-	-	31,579	31,579
-	-	11,582	11,582
-	-	-	6,876,267
-	-	896,369	896,369
-	-	58,487	58,487
-	-	607,501	607,501
21,315,455	-	-	21,315,455
21,315,455	-	1,605,518	29,797,240
-	-	-	5,948,186
<u>\$21,315,455</u>	<u>\$ 1,531</u>	<u>\$ 21,259,539</u>	<u>\$ 65,104,445</u>

Yavapai County
Notes to Financial Statements
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Note 8 - Risk Management

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

The Arizona Counties Property and Casualty Pool is a public entity risk pool currently composed of 11 member counties. The pool provides member counties catastrophic loss coverage for risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters; and provides risk management services. Such coverage includes all defense costs as well as the amount of any judgment or settlement. The County is responsible for paying a premium based on its exposure in relation to the exposure of the other participants, and a deductible of \$25,000 per occurrence for property claims and \$50,000 per occurrence for liability claims. The County is also responsible for any payments in excess of the maximum coverage of \$300 million per occurrence for property claims and \$15 million per occurrence for liability claims. However, lower limits apply to certain categories of losses. A county must participate in the pool at least 3 years after becoming a member; however, it may withdraw after the initial 3-year period. If the pool were to become insolvent, the County would be assessed an additional contribution.

The Arizona Counties Workers' Compensation Pool is a public entity risk pool currently composed of 11 member counties. The pool provides member counties with workers' compensation coverage, as required by law, and risk management services. The County is responsible for paying a premium, based on an experience-rating formula, that allocates pool expenditures and liabilities among the members.

The Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool receive independent audits annually and an audit by the Arizona Department of Insurance every 5 years. Both pools accrue liabilities for losses that have been incurred but not reported. These liabilities are determined annually based on an independent actuarial valuation.

Yavapai County
Notes to Financial Statements
June 30, 2013

Note 9 - Pensions and Other Postemployment Benefits

Plan Descriptions - The County contributes to four plans, three of which are described below. The Elected Officials Retirement Plan is not described due to its relative insignificance to the County's financial statements. The plans are component units of the State of Arizona and benefits are established by state statute, and the plans generally provide retirement, long-term disability, and health insurance premium benefit, 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. The health insurance premium benefit is 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 benefit plan; and a cost-sharing, multiple-employer defined benefit long-term disability plan that covers employees of the State of Arizona and employees of participating political subdivisions and school districts. The ASRS is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The *Public Safety Personnel Retirement System* (PSPRS) administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit 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.

The *Corrections Officer Retirement Plan* (CORP) administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit plan that covers state, county, and local correction officers; dispatchers; and probation, surveillance, and juvenile detention officers. The Dispatchers is a group separately covered under the plan and is not described due to its relative insignificance to the County's financial statements. The Administrative Office of the Courts is a group separately covered under the plan in which the related plan information that follows is separately referred to as the CORP-AOC. The CORP is governed by The Board of Trustees of PSPRS and the participating local boards according to the provisions of A.R.S. Title 38, Chapter 5, Article 6.

Yavapai County
Notes to Financial Statements
June 30, 2013

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

ASRS 3300 N. Central Ave. P.O. Box 33910 Phoenix, AZ 85067-3910 (602) 240-2000 or 1-800-621-3778 www.azasrs.gov	PSPRS and CORP 3010 E. Camelback Rd., Suite 200 Phoenix, AZ 85016-4416 (602) 255-5575 www.psprs.com
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Funding Policy—The Arizona State Legislature establishes and may amend active plan members' and the County's contribution rates for the ASRS, PSPRS, and CORP.

Cost-sharing plans—For the year ended June 30, 2013, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.14 percent (10.9 percent for retirement and 0.24 percent for long-term disability) of the members' annual covered payroll and the County was required by statute to contribute at the actuarially determined rate of 11.14 percent (10.25 percent for retirement, 0.65 percent for health insurance premium benefit, and 0.24 percent for long-term disability) of the members' annual covered payroll.

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

	Retirement Fund	Health Benefit Supplement Fund	Long-Term Disability Fund
Year ended June 30			
2013	\$ 4,616,179	\$ 292,733	\$ 108,086
2012	4,246,623	271,061	103,261
2011	3,913,087	256,240	108,576

Agent plans—For the year ended June 30, 2013, active PSPRS members were required by statute to contribute 9.55 percent of the members' annual covered payroll and the County was required to contribute 26.12 percent, the aggregate of which is the actuarially required amount. The health insurance premium benefit portion of the contribution rate was actuarially set at 1.51 percent of covered payroll. Active CORP members were required by statute to contribute 8.41 percent of the members' annual covered payroll. In addition, the County was required to contribute 11.04 percent. The aggregate of the members' and the County's contributions is the actuarially required amount. The health insurance premium benefit portion of the contribution rate was actuarially set at 0.92 percent of covered payroll. Active CORP-AOC members were required by statute to contribute 8.41 percent of the members' annual covered payroll. In addition, the County was required to contribute 13.12 percent. The aggregate of the members' and the County's contributions is the actuarially required amount. The health insurance premium benefit portion of the contribution rate was actuarially set at 1.27 percent of covered payroll.

Yavapai County
Notes to Financial Statements
June 30, 2013

All participating employers in the CORP-AOC are accounted for as one group within the Corrections Officer Retirement Plan and, as such, an actuarial valuation of CORP-AOC is only performed for the group as a whole. Therefore, actuarial information and certain trend information for the County, as a participating government, are not available.

Actuarial methods and assumptions—The contribution requirements for the year ended June 30, 2013, were established by the June 30, 2011, actuarial valuations, and those actuarial valuations were based on the following actuarial methods and assumptions.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the 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 plans' assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on (1) the plans as 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 significant actuarial methods and assumptions used are the same for both plans and related benefits (unless noted), and the actuarial methods and assumptions used to establish the fiscal year 2013 contribution requirements, are as follows:

Actuarial valuation date	June 30, 2011
Actuarial cost method	Entry age normal
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	25 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value
Actuarial assumptions:	
Investment rate of return	8.25%
Projected salary increases	5% – 8% for PSPRS and CORP
includes inflation at	5% for PSPRS and CORP

Yavapai County
Notes to Financial Statements
June 30, 2013

Annual Pension/OPEB Cost—The County's pension/OPEB cost for the agent plans for the year ended June 30, 2013, and related information follows:

	<u>PSPRS</u>		<u>CORP</u>		<u>CORP-AOC</u>	
	Pension	Health Insurance Premium Benefit	Pension	Health Insurance Premium Benefit	Pension	Health Insurance Premium Benefit
Annual pension/OPEB cost	\$1,726,093	\$112,831	\$624,491	\$62,449	\$653,910	\$70,082
Contributions made	1,726,093	112,831	624,491	62,449	653,910	70,082

Trend Information—Annual pension and OPEB cost information for the current and 2 preceding years follows for each of the agent plans.

<u>Plan</u>	<u>Year Ended June 30</u>	<u>Annual Pension/OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net Pension/OPEB Obligation</u>
PSPRS				
Pension	2013	\$1,726,093	100%	\$ 0
Health Insurance Premium Benefit	2013	112,831	100%	0
Pension	2012	1,485,389	100%	0
Health Insurance Premium Benefit	2012	116,634	100%	0
Pension	2011	1,470,370	100%	0
Health Insurance Premium Benefit	2011	110,639	100%	0
CORP				
Pension	2013	624,491	100%	0
Health Insurance Premium Benefit	2013	62,449	100%	0
Pension	2012	421,746	100%	0
Health Insurance Premium Benefit	2012	62,886	100%	0
Pension	2011	392,613	100%	0
Health Insurance Premium Benefit	2011	61,369	100%	0
CORP-AOC				
Pension	2013	653,910	100%	0
Health Insurance Premium Benefit	2013	70,082	100%	0
Pension	2012	604,303	100%	0
Health Insurance Premium Benefit	2012	73,859	100%	0
Pension	2011	529,555	100%	0
Health Insurance Premium Benefit	2011	68,313	100%	0

Yavapai County
Notes to Financial Statements
June 30, 2013

Funded Status—The funded status of the plans as of the most recent valuation date, June 30, 2013, along with the actuarial assumptions and methods used in those valuations follow.

	<u>PSPRS</u>		<u>CORP</u>	
	Pension	Health Insurance Premium Benefit	Pension	Health Insurance Premium Benefit
Actuarial value of assets (a)	\$ 21,788,780	\$ 0	\$ 10,754,520	\$ 0
Actuarial accrued liability (b)	42,464,454	1,288,140	16,426,600	501,672
Unfunded actuarial accrued liability (funding excess) (b) – (a)	20,675,674	1,288,140	5,672,080	501,672
Funded ratio (a)/(b)	51.30%	0.00%	65.50%	0.00%
Annual covered payroll (c)	\$ 6,514,365	\$ 6,514,365	\$ 6,436,188	\$ 6,436,188
Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll $[(b) - (a)] / (c)$	317.40%	19.77%	88.10%	7.79%

The actuarial methods and assumptions used are the same for both plans and related benefits, and for the most recent valuation date, are as follows:

Actuarial valuation date	June 30, 2013
Actuarial cost method	Entry age normal
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	23 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases includes inflation at	4.50% - 8.50% for PSPRS; 4.50% - 7.75% for CORP 4.50% for PSPRS and CORP

Yavapai County
Notes to Financial Statements
June 30, 2013

Note 10 - Interfund Balances and Activity

Interfund receivables and payables—Interfund balances at June 30, 2013, were as follows:

	Payable to					
	General Fund	Jail District Fund	HURF Road Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
Payable from						
General Fund	\$ -	\$ 59,590	\$ 30,707	\$ 206	\$ 48,716	\$ 139,219
Jail District Fund	14,116	-	-	-	140	14,256
HURF Road Fund	11,366	-	-	-	8,392	19,758
Nonmajor Governmental Funds	188,354	42,020	28,266	-	399,469	658,109
Total	\$ 213,836	\$ 101,610	\$ 58,973	\$ 206	\$ 456,717	\$ 831,342

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

Interfund transfers—Interfund transfers for the year ended June 30, 2013, were as follows:

	Transfer To						
	General Fund	Jail District Fund	HURF Road Fund	Capital Projects Fund	Capital Projects Debt Service Fund	Nonmajor Governmental Funds	Total
Transfer from							
General Fund	\$ -	\$ 6,647,180	\$ 1,361,957	\$ -	\$ -	\$ 974,071	\$ 8,983,208
Capital Projects Fund	1,846,628	-	-	-	2,111,865	-	3,958,493
Nonmajor Governmental Funds	625,386	-	100,743	55,861	-	483,399	1,265,389
Total	\$ 2,472,014	\$ 6,647,180	\$ 1,462,700	\$ 55,861	\$ 2,111,865	\$ 1,457,470	\$ 14,207,090

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

Yavapai County
Notes to Financial Statements
June 30, 2013

Note 11 - County Treasurer's Investment Pool

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

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

The Treasurer allocates interest earnings to each of the pool's participants. However, for the County's monies in the pool, the Board of Supervisors authorized \$18,019 of interest earned in certain other funds to be transferred to the General Fund.

The deposits and investments held by the County are included in the County Treasurer's investment pool, except for \$62,408 of cash on hand and \$4,492,687 of deposits. Therefore, the deposit and investment risks of the Treasurer's investment pool are substantially the same as the County's deposit and investment risks. See Note 2 for disclosure of the County's deposit and investment risks.

Details of each major investment classification follow:

Investment Type	Principal	Interest Rates	Maturities	Fair Value
State Treasurer's Investment Pool 7	\$ 8,510,000	0.04%	None stated	\$ 8,510,000
Repurchase agreement (implicitly guaranteed)	47,386,181	0.05-0.25%	Daily	47,386,181
U.S. agency securities	70,752,705	0.40-1.30%	9/13/13-6/5/18	70,752,705
U.S. treasury securities	15,332,295	0.50-0.75%	8/15/13-5/31/17	15,332,295
U.S. corporate bonds	1,959,700	Varied	4/7/14	1,959,700

Yavapai County
Notes to Financial Statements
June 30, 2013

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

Statement of Net Position

Assets	\$ 166,649,686
Liabilities	-
Net position	<u>\$ 166,649,686</u>

Net position held in trust for:

Internal participants	\$ 65,699,963
External participants	<u>100,949,723</u>
Total net position held in trust	<u>\$ 166,649,686</u>

Statement of Changes in Net Position

Total additions	\$ 550,722,852
Total deductions	<u>(570,685,227)</u>
Net decrease	(19,962,375)
Net position held in trust:	
July 1, 2012	<u>186,612,061</u>
June 30, 2013	<u>\$ 166,649,686</u>

REQUIRED SUPPLEMENTARY INFORMATION

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 45,795,997	\$ 45,795,997	\$ 46,567,712	\$ 771,715
Licenses and permits	1,300,000	1,300,000	1,496,811	196,811
Intergovernmental	34,858,525	34,858,525	34,599,713	(258,812)
Charges for services	1,612,500	1,612,500	1,729,642	117,142
Fines and forfeits	2,400,000	2,400,000	2,688,841	288,841
Investment earnings	30,000	30,000	20,808	(9,192)
Miscellaneous	723,392	723,392	338,531	(384,861)
Total revenues	<u>86,720,414</u>	<u>86,720,414</u>	<u>87,442,058</u>	<u>721,644</u>
Expenditures:				
General government				
Board of Supervisors	1,809,797	1,856,797	1,846,489	10,308
Human Resources	709,652	709,652	692,934	16,718
General Services	722,123	(281,458)	(1,456,319)	1,174,861
Elections	861,301	861,301	823,706	37,595
Public Works	209,958	209,958	209,746	212
Facilities	6,649,470	6,649,470	6,379,954	269,516
Development Services	3,478,532	3,478,532	3,337,470	141,062
Fleet	3,459,732	3,576,919	3,576,918	1
Medical Examiner	521,341	521,341	499,408	21,933
Finance	674,908	679,489	679,488	1
Assessor	3,793,888	3,793,888	3,631,150	162,738
County Attorney	6,443,367	6,593,515	6,593,514	1
Recorder	1,428,272	1,428,272	1,352,313	75,959
Management Information Systems	6,044,707	6,044,707	5,300,465	744,242
Clerk of the Court	2,655,381	2,655,381	2,600,472	54,909
Treasurer	913,691	913,691	905,985	7,706
Superior Courts	4,552,423	4,552,423	4,344,112	208,311
Public Defender	4,849,333	5,516,412	5,516,411	1
Prescott Justice of the Peace	664,636	664,636	614,876	49,760
Prescott Constable	88,353	88,353	86,486	1,867
Bagdad/Yarnell Justice of the Peace	289,049	305,292	305,291	1
Verde Valley Justice of the Peace	572,921	572,921	552,913	20,008
Mayer Justice of the Peace	442,800	444,143	444,142	1
Verde Constable	90,732	90,732	90,332	400
Mayer Constable	59,735	59,735	55,351	4,384
Seligman Justice of the Peace	373,525	373,525	368,565	4,960
Total General government	<u>52,359,627</u>	<u>52,359,627</u>	<u>49,352,172</u>	<u>3,007,455</u>

(Continued)

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2013
(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Public safety				
Sheriff	\$ 16,430,326	\$ 16,430,326	\$ 16,058,952	\$ 371,374
Adult Probation	2,350,583	2,350,583	2,322,485	28,098
Juvenile Probation	3,372,727	3,372,727	3,148,247	224,480
Total Public safety	<u>22,153,636</u>	<u>22,153,636</u>	<u>21,529,684</u>	<u>623,952</u>
Sanitation				
Solid Waste	<u>1,253,111</u>	<u>1,253,111</u>	<u>1,118,569</u>	<u>134,542</u>
Welfare				
Medical Assistance	10,335,900	10,335,900	10,335,952	(52)
Public Fiduciary	<u>436,758</u>	<u>436,758</u>	<u>406,618</u>	<u>30,140</u>
Total Welfare	<u>10,772,658</u>	<u>10,772,658</u>	<u>10,742,570</u>	<u>30,088</u>
Culture and recreation				
Facilities	<u>101,900</u>	<u>101,900</u>	<u>97,554</u>	<u>4,346</u>
Education				
School Superintendent	<u>652,154</u>	<u>652,154</u>	<u>649,654</u>	<u>2,500</u>
Capital outlay	<u>725,000</u>	<u>725,000</u>	<u>725,000</u>	<u>-</u>
Total expenditures	<u>88,018,086</u>	<u>88,018,086</u>	<u>84,215,203</u>	<u>3,802,883</u>
Excess (deficiency) of revenues over expenditures	(1,297,672)	(1,297,672)	3,226,855	4,524,527
Other financing sources (uses):				
Sale of capital assets	-	-	5,200	5,200
Transfers in	2,409,088	2,409,088	2,472,014	62,926
Transfers out	<u>(9,190,563)</u>	<u>(9,190,563)</u>	<u>(8,983,208)</u>	<u>207,355</u>
Total other financing sources (uses)	<u>(6,781,475)</u>	<u>(6,781,475)</u>	<u>(6,505,994)</u>	<u>275,481</u>
Net change in fund balances	(8,079,147)	(8,079,147)	(3,279,139)	4,800,008
Fund balances, July 1, 2012	<u>8,079,147</u>	<u>8,079,147</u>	<u>9,757,315</u>	<u>1,678,168</u>
Fund balances, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,478,176</u>	<u>\$ 6,478,176</u>

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
Jail District Fund
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 6,368,442	\$ 6,368,442	\$ 6,653,214	\$ 284,772
Charges for services	2,730,000	2,730,000	3,335,239	605,239
Investment earnings	5,000	5,000	2,405	(2,595)
Miscellaneous	60,000	60,000	66,661	6,661
Total revenues	9,163,442	9,163,442	10,057,519	894,077
Expenditures:				
Public safety				
Sheriff	15,810,622	15,810,622	15,171,434	639,188
Total expenditures	15,810,622	15,810,622	15,171,434	639,188
Excess (deficiency) of revenues over expenditures	(6,647,180)	(6,647,180)	(5,113,915)	1,533,265
Other financing sources (uses):				
Transfers in	6,647,180	6,647,180	6,647,180	-
Total other financing sources (uses)	6,647,180	6,647,180	6,647,180	-
Net change in fund balances	-	-	1,533,265	1,533,265
Fund balances, July 1, 2012	-	-	15,000	15,000
Fund balances, June 30, 2013	\$ -	\$ -	\$ 1,548,265	\$ 1,548,265

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
Regional Road Fund
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 5,133,450	\$ 5,133,450	\$ 5,323,539	\$ 190,089
Licenses and permits	500,000	500,000	570,700	70,700
Intergovernmental	-	-	1,400,000	1,400,000
Investment earnings	-	-	27,849	27,849
Miscellaneous	1,600,000	1,600,000	51,384	(1,548,616)
Total revenues	7,233,450	7,233,450	7,373,472	140,022
Expenditures:				
Highways and streets				
Public Works	14,686,374	14,686,374	12,833,129	1,853,245
Total expenditures	14,686,374	14,686,374	12,833,129	1,853,245
Net change in fund balances	(7,452,924)	(7,452,924)	(5,459,657)	1,993,267
Fund balances, July 1, 2012	7,452,924	7,452,924	11,929,753	4,476,829
Fund balances, June 30, 2013	\$ -	\$ -	\$ 6,470,096	\$ 6,470,096

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Budgetary Comparison Schedule
HURF Road Fund
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 12,299,081	\$ 12,299,081	\$ 12,563,613	\$ 264,532
Investment earnings	-	-	19,630	19,630
Miscellaneous	100,000	100,000	138,027	38,027
Total revenues	12,399,081	12,399,081	12,721,270	322,189
Expenditures:				
Highways and streets				
Public Works	14,674,538	14,674,538	13,169,270	1,505,268
Total expenditures	14,674,538	14,674,538	13,169,270	1,505,268
Excess (deficiency) of revenues over expenditures	(2,275,457)	(2,275,457)	(448,000)	1,827,457
Other financing sources (uses):				
Transfers in	1,361,957	1,361,957	1,462,700	100,743
Total other financing sources (uses)	1,361,957	1,361,957	1,462,700	100,743
Net change in fund balances	(913,500)	(913,500)	1,014,700	1,928,200
Fund balances, July 1, 2012	913,500	913,500	7,016,683	6,103,183
Fund balances, June 30, 2013	\$ -	\$ -	\$ 8,031,383	\$ 8,031,383

See accompanying notes to budgetary comparison schedules.

Yavapai County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
Year Ended June 30, 2013

Note 1 – Budgeting and Budgetary Control

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

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

Note 2 – Budgetary Basis of Accounting

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

Yavapai County
 Required Supplementary Information
 Schedule of Agent Retirement Plans' Funding Progress
 Year Ended June 30, 2013

Public Safety Personnel Retirement System

Actuarial Valuation Date	Actuarial value of assets (a)	Actuarial accrued liability (b)	Unfunded actuarial liability (UAAL) (funding excess) (b-a)	Funded ratio (a/b)	Annual covered payroll (c)	UAAL (funding excess) as a percentage of covered payroll ([b-a]/c)
Pension 6/30/13	\$21,788,780	\$42,464,454	\$20,675,674	51.30%	\$6,514,365	317.40%
Health insurance premium benefit 6/30/13	0	1,288,140	1,288,140	0.0%	6,514,365	19.77%
Pension 6/30/12	21,112,140	40,520,205	19,408,065	52.10%	6,694,709	289.90%
Health insurance premium benefit 6/30/12	0	1,198,570	1,198,570	0.0%	6,694,709	17.90%
Pension 6/30/11	20,535,006	36,603,187	16,068,181	56.1%	6,777,563	237.1%
Health insurance Premium benefit 6/30/11	0	1,222,013	1,222,013	0.0%	6,777,563	18.03%

Corrections Officer Retirement Plan

Actuarial Valuation Date	Actuarial value of assets (a)	Actuarial accrued liability (b)	Unfunded actuarial liability (UAAL) (funding excess) (b-a)	Funded ratio (a/b)	Annual covered payroll (c)	UAAL (funding excess) as a percentage of covered payroll ([b-a]/c)
Pension 6/30/13	\$10,754,520	\$16,426,600	\$5,672,080	65.50%	\$6,436,188	88.10%
Health insurance premium benefit 6/30/13	0	501,672	501,672	0.0%	6,436,188	7.79%
Pension 6/30/12	10,194,348	15,514,259	5,319,911	65.70%	5,759,053	92.40%
Health insurance premium benefit 6/30/12	0	475,228	475,228	0.0%	5,759,053	8.25%
Pension 6/30/11	10,274,620	14,465,928	4,191,308	71.0%	6,156,864	68.1%
Health insurance premium benefit 6/30/11	0	533,221	533,221	0.0%	6,156,864	8.66%

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

Yavapai County
Required Supplementary Information
Notes to Schedule of Agent Retirement Plans' Funding Progress
Year Ended June 30, 2013

Note 1 – Actuarial Information Available

All participating employers in the CORP Administrative Office of the Courts (AOC) are accounted for as one group within the Corrections Officer Retirement Plan and, as such, an actuarial valuation of CORP-AOC is only performed for the group as a whole. Therefore, actuarial information for the County, as a participating government, is not available.

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Yavapai County
Nonmajor Governmental Funds
Year Ended June 30, 2013

SPECIAL REVENUE FUNDS

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

Yavapai County
Nonmajor Governmental Funds
Year Ended June 30, 2013

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

DEBT SERVICE FUNDS

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

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013

Assets	Special Revenue			
	Health Care	Recorder's Surcharge	Assessor's Surcharge	Treasurer's Surcharge
Cash and cash equivalents	\$ 4,076,436	\$ 258,428	\$ 164,827	\$ 267,813
Receivables:				
Property taxes	-	-	-	-
Special assessments	-	-	-	-
Accounts	73,022	4,264	112	314
Due from:				
Other funds	180	-	-	-
Other governments	684,236	-	-	-
Prepaid items	8,767	495	-	-
Total assets	<u>\$ 4,842,641</u>	<u>\$ 263,187</u>	<u>\$ 164,939</u>	<u>\$ 268,127</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 211,726	\$ 47	\$ -	\$ -
Accrued payroll and employee benefits	178,142	-	-	-
Due to:				
Other funds	11,608	594	-	-
Deferred revenue	-	-	-	-
Total liabilities	<u>401,476</u>	<u>641</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable	8,767	495	-	-
Restricted	3,536,029	262,051	164,939	268,127
Committed	896,369	-	-	-
Total fund balances	<u>4,441,165</u>	<u>262,546</u>	<u>164,939</u>	<u>268,127</u>
Total liabilities and fund balances	<u>\$ 4,842,641</u>	<u>\$ 263,187</u>	<u>\$ 164,939</u>	<u>\$ 268,127</u>

Special Revenue

Election	Public Library	Education Service Agency	Parks & Recreation	Water Advisory Committee	Landfill / Environment
\$ 45,195	\$ 1,595,993	\$ 694,996	\$ 236,269	\$ 160,336	\$ 586,806
-	138,007	-	-	-	-
-	-	-	-	-	-
-	1,733	114,239	402	115	1,126
-	-	43,580	-	-	8,392
-	173	189,378	-	-	101,952
1,843	5,072	3,549	-	50	-
<u>\$ 47,038</u>	<u>\$ 1,740,978</u>	<u>\$ 1,045,742</u>	<u>\$ 236,671</u>	<u>\$ 160,501</u>	<u>\$ 698,276</u>
\$ 1,843	\$ 50,536	\$ 160,781	\$ 20,201	\$ 20,750	\$ 11,163
-	22,910	37,293	-	1,846	1,488
-	6,640	3,349	9,130	-	4,260
-	107,328	-	-	-	-
<u>1,843</u>	<u>187,414</u>	<u>201,423</u>	<u>29,331</u>	<u>22,596</u>	<u>16,911</u>
1,843	5,072	3,549	-	50	-
43,352	1,548,492	233,269	148,853	137,855	681,365
-	-	607,501	58,487	-	-
<u>45,195</u>	<u>1,553,564</u>	<u>844,319</u>	<u>207,340</u>	<u>137,905</u>	<u>681,365</u>
<u>\$ 47,038</u>	<u>\$ 1,740,978</u>	<u>\$ 1,045,742</u>	<u>\$ 236,671</u>	<u>\$ 160,501</u>	<u>\$ 698,276</u>

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013
(Continued)

Assets	Special Revenue			
	Public Works	Finance	Improvement Districts	Clerk of Superior Court
Cash and cash equivalents	\$ 14,031	\$ 348,817	\$ 5,780,886	\$ 83,489
Receivables:				
Property taxes	-	-	210,284	-
Special assessments	-	-	-	-
Accounts	-	36,570	4,033	4,777
Due from:				
Other funds	-	-	-	-
Other governments	-	264,108	-	-
Prepaid items	-	-	2,093	-
Total assets	\$ 14,031	\$ 649,495	\$ 5,997,296	\$ 88,266
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ 266,082	\$ 544,033	\$ -
Accrued payroll and employee benefits	-	-	18,688	1,249
Due to:				
Other funds	-	383,413	18,630	-
Deferred revenue	-	-	157,485	-
Total liabilities	-	649,495	738,836	1,249
Fund balances:				
Nonspendable	-	-	2,093	-
Restricted	14,031	-	5,256,367	87,017
Committed	-	-	-	-
Total fund balances	14,031	-	5,258,460	87,017
Total liabilities and fund balances	\$ 14,031	\$ 649,495	\$ 5,997,296	\$ 88,266

Special Revenue

County Attorney	Law Enforcement	Emergency Management	Probation	Courts	Public Defender
\$ 1,189,863	\$ 1,332,835	\$ 261,461	\$ 1,933,627	\$ 1,110,317	\$ 418,895
-	-	-	-	-	-
-	-	-	-	-	-
7,209	102,344	213	80,834	40,569	9,217
84,948	15,053	-	584	224,878	79,102
105,778	131,769	23,251	7,860	39,557	4,901
-	695	-	5,143	-	-
<u>\$ 1,387,798</u>	<u>\$ 1,582,696</u>	<u>\$ 284,925</u>	<u>\$ 2,028,048</u>	<u>\$ 1,415,321</u>	<u>\$ 512,115</u>
\$ 185,710	\$ 91,593	\$ 4,459	\$ 196,883	\$ 45,722	\$ 10,061
15,755	23,055	1,067	107,955	25,119	3,451
2,392	184,282	-	3,000	1,267	-
-	-	-	-	-	-
<u>203,857</u>	<u>298,930</u>	<u>5,526</u>	<u>307,838</u>	<u>72,108</u>	<u>13,512</u>
-	695	-	5,143	-	-
1,183,941	1,283,071	279,399	1,703,485	1,311,634	498,603
-	-	-	11,582	31,579	-
<u>1,183,941</u>	<u>1,283,766</u>	<u>279,399</u>	<u>1,720,210</u>	<u>1,343,213</u>	<u>498,603</u>
<u>\$ 1,387,798</u>	<u>\$ 1,582,696</u>	<u>\$ 284,925</u>	<u>\$ 2,028,048</u>	<u>\$ 1,415,321</u>	<u>\$ 512,115</u>

Yavapai County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013
(Continued)

Assets	Special Revenue		Debt Service	
	Airport Development	CYMPO	Coyote Springs	Prescott East
Cash and cash equivalents	\$ 44,784	\$ -	\$ 489,253	\$ 38,241
Receivables:				
Property taxes	-	-	-	-
Special assessments	-	-	527,368	-
Accounts	2,592	100	-	-
Due from:				
Other funds	-	-	-	-
Other governments	76,230	27,275	-	-
Prepaid items	-	102	-	-
Total assets	<u>\$ 123,606</u>	<u>\$ 27,477</u>	<u>\$ 1,016,621</u>	<u>\$ 38,241</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 72,993	\$ 5,531	\$ -	\$ -
Accrued payroll and employee benefits	-	3,602	-	-
Due to:				
Other funds	11,604	17,940	-	-
Deferred revenue	-	-	527,368	-
Total liabilities	<u>84,597</u>	<u>27,073</u>	<u>527,368</u>	<u>-</u>
Fund balances:				
Nonspendable	-	102	-	-
Restricted	39,009	302	489,253	38,241
Committed	-	-	-	-
Total fund balances	<u>39,009</u>	<u>404</u>	<u>489,253</u>	<u>38,241</u>
Total liabilities and fund balances	<u>\$ 123,606</u>	<u>\$ 27,477</u>	<u>\$ 1,016,621</u>	<u>\$ 38,241</u>

Debt Service		Total Nonmajor Governmental Funds
Poquito Valley	Granite Gardens	
\$ 412,694	\$ 4,833	\$ 21,551,125
-	-	348,291
1,114,187	-	1,641,555
-	-	483,785
-	-	456,717
-	-	1,656,468
-	-	27,809
<u>\$ 1,526,881</u>	<u>\$ 4,833</u>	<u>\$ 26,165,750</u>
\$ -	\$ -	\$ 1,900,114
-	-	441,620
-	-	658,109
1,114,187	-	1,906,368
<u>1,114,187</u>	<u>-</u>	<u>4,906,211</u>
-	-	27,809
412,694	4,833	19,626,212
-	-	1,605,518
<u>412,694</u>	<u>4,833</u>	<u>21,259,539</u>
<u>\$ 1,526,881</u>	<u>\$ 4,833</u>	<u>\$ 26,165,750</u>

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2013

	Special Revenue			
	Health Care	Recorder's Surcharge	Assessor's Surcharge	Treasurer's Surcharge
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Licenses and permits	760,402	-	-	-
Intergovernmental	4,815,219	22,000	-	-
Charges for services	5,034,714	287,472	-	30,158
Fines and forfeits	-	-	-	-
Investment earnings	13,253	556	892	739
Miscellaneous	1,583,171	2,877	106	12,285
Total revenues	<u>12,206,759</u>	<u>312,905</u>	<u>998</u>	<u>43,182</u>
Expenditures:				
Current:				
General government	-	147,685	155,046	6,957
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Health	13,179,859	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>13,179,859</u>	<u>147,685</u>	<u>155,046</u>	<u>6,957</u>
Excess (deficiency) of revenues over expenditures	(973,100)	165,220	(154,048)	36,225
Other financing sources (uses):				
Transfers in	851,715	-	-	-
Transfers out	-	(55,860)	-	-
Total other financing sources (uses)	<u>851,715</u>	<u>(55,860)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(121,385)	109,360	(154,048)	36,225
Fund Balances, July 1, 2012	<u>4,562,550</u>	<u>153,186</u>	<u>318,987</u>	<u>231,902</u>
Fund Balances, June 30, 2013	<u>\$ 4,441,165</u>	<u>\$ 262,546</u>	<u>\$ 164,939</u>	<u>\$ 268,127</u>

Special Revenue

Election	Public Library	Education Service Agency	Parks & Recreation	Water Advisory Committee	Landfill / Environment
\$ -	\$ 4,030,239	\$ 715,741	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	107,774	2,548,909	190,304	141,839	419,652
-	-	1,227,702	-	-	13,964
-	-	-	-	-	-
169	6,064	4,439	467	666	-
-	28,858	546,564	8,170	7,150	8,392
<u>169</u>	<u>4,172,935</u>	<u>5,043,355</u>	<u>198,941</u>	<u>149,655</u>	<u>442,008</u>
12,807	4,200,788	-	425,107	259,017	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	472,529
-	-	-	-	-	-
-	-	-	16,493	-	-
-	-	5,056,441	-	-	-
-	-	1,103,810	-	-	102,514
-	-	-	-	-	-
<u>12,807</u>	<u>4,200,788</u>	<u>6,160,251</u>	<u>441,600</u>	<u>259,017</u>	<u>575,043</u>
(12,638)	(27,853)	(1,116,896)	(242,659)	(109,362)	(133,035)
-	-	-	-	89,247	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,558)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,558)</u>	<u>89,247</u>	<u>-</u>
(12,638)	(27,853)	(1,116,896)	(281,217)	(20,115)	(133,035)
57,833	1,581,417	1,961,215	488,557	158,020	814,400
<u>\$ 45,195</u>	<u>\$ 1,553,564</u>	<u>\$ 844,319</u>	<u>\$ 207,340</u>	<u>\$ 137,905</u>	<u>\$ 681,365</u>

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2013
(Continued)

	Special Revenue			
	Public Works	Finance	Improvement Districts	Clerk of Superior Court
Revenues:				
Taxes	\$ -	\$ -	\$ 6,150,058	\$ -
Special assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	87,602	1,670,258	75,533	-
Charges for services	-	-	-	68,078
Fines and forfeits	-	385,299	-	150
Investment earnings	95	86	17,153	283
Miscellaneous	330	-	31,826	384
Total revenues	<u>88,027</u>	<u>2,055,643</u>	<u>6,274,570</u>	<u>68,895</u>
Expenditures:				
Current:				
General government	-	1,672,230	208	110,138
Public safety	-	-	5,869,330	-
Highways and streets	40,093	-	249,134	-
Sanitation	-	-	18,975	-
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>40,093</u>	<u>1,672,230</u>	<u>6,137,647</u>	<u>110,138</u>
Excess (deficiency) of revenues over expenditures	47,934	383,413	136,923	(41,243)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(100,743)	(383,413)	(550,000)	-
Total other financing sources (uses)	<u>(100,743)</u>	<u>(383,413)</u>	<u>(550,000)</u>	<u>-</u>
Net change in fund balances	(52,809)	-	(413,077)	(41,243)
Fund Balances, July 1, 2012	<u>66,840</u>	<u>-</u>	<u>5,671,537</u>	<u>128,260</u>
Fund Balances, June 30, 2013	<u>\$ 14,031</u>	<u>\$ -</u>	<u>\$ 5,258,460</u>	<u>\$ 87,017</u>

Special Revenue

County Attorney	Law Enforcement	Emergency Management	Probation	Courts	Public Defender
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
915,298	1,380,013	205,567	5,049,772	609,342	22,106
37,790	30,515	-	947,215	345,280	85,483
30	9,366	-	-	174,685	-
3,997	5,409	1,052	4,731	3,795	1,343
868,305	776,943	-	4,096	70,082	393
<u>1,825,420</u>	<u>2,202,246</u>	<u>206,619</u>	<u>6,005,814</u>	<u>1,203,184</u>	<u>109,325</u>
1,849,603	1,769	174,033	-	1,488,200	192,818
-	2,908,139	-	5,913,996	15,380	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,849,603</u>	<u>2,909,908</u>	<u>174,033</u>	<u>5,913,996</u>	<u>1,503,580</u>	<u>192,818</u>
(24,183)	(707,662)	32,586	91,818	(300,396)	(83,493)
83,263	99,986	-	-	254,157	79,102
(94,669)	(42,146)	-	-	-	-
<u>(11,406)</u>	<u>57,840</u>	<u>-</u>	<u>-</u>	<u>254,157</u>	<u>79,102</u>
(35,589)	(649,822)	32,586	91,818	(46,239)	(4,391)
1,219,530	1,933,588	246,813	1,628,392	1,389,452	502,994
<u>\$ 1,183,941</u>	<u>\$ 1,283,766</u>	<u>\$ 279,399</u>	<u>\$ 1,720,210</u>	<u>\$ 1,343,213</u>	<u>\$ 498,603</u>

Yavapai County
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2013
(Continued)

	Special Revenue		Debt Service	
	Airport Development	CYMPO	Coyote Springs	Prescott East
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	109,045	358
Licenses and permits	-	-	-	-
Intergovernmental	695,902	215,934	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Investment earnings	350	-	2,583	106
Miscellaneous	35,711	-	-	-
Total revenues	<u>731,963</u>	<u>215,934</u>	<u>111,628</u>	<u>464</u>
Expenditures:				
Current:				
General government	672,009	-	-	-
Public safety	-	-	-	-
Highways and streets	-	215,530	-	-
Sanitation	-	-	-	-
Health	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	130,490	-	-	-
Debt service:				
Principal retirement	-	-	80,000	-
Interest and other charges	-	-	49,072	-
Total expenditures	<u>802,499</u>	<u>215,530</u>	<u>129,072</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(70,536)	404	(17,444)	464
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(70,536)	404	(17,444)	464
Fund Balances, July 1, 2012	<u>109,545</u>	<u>-</u>	<u>506,697</u>	<u>37,777</u>
Fund Balances, June 30, 2013	<u>\$ 39,009</u>	<u>\$ 404</u>	<u>\$ 489,253</u>	<u>\$ 38,241</u>

Debt Service		Total Nonmajor Governmental Funds
Poquito Valley	Granite Gardens	
\$ -	\$ -	\$ 10,896,038
204,572	-	313,975
-	-	760,402
-	-	19,173,024
-	-	8,108,371
-	-	569,530
1,182	253	69,663
-	-	3,985,643
<u>205,754</u>	<u>253</u>	<u>43,876,646</u>
-	-	11,368,415
-	-	14,706,845
-	-	504,757
-	-	491,504
-	-	13,179,859
-	-	16,493
-	-	5,056,441
-	-	1,336,814
95,000	-	175,000
107,791	-	156,863
<u>202,791</u>	<u>-</u>	<u>46,992,991</u>
2,963	253	(3,116,345)
-	-	1,457,470
-	-	(1,265,389)
-	-	192,081
2,963	253	(2,924,264)
409,731	4,580	24,183,803
<u>\$ 412,694</u>	<u>\$ 4,833</u>	<u>\$ 21,259,539</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Capital Projects
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 3,206,489	\$ 3,206,489	\$ 3,323,449	\$ 116,960
Intergovernmental	154,753	154,753	-	(154,753)
Investment earnings	45,000	45,000	75,894	30,894
Miscellaneous	-	-	58,521	58,521
Total revenues	<u>3,406,242</u>	<u>3,406,242</u>	<u>3,457,864</u>	<u>51,622</u>
Expenditures:				
Capital outlay				
Board of Supervisors	<u>10,451,659</u>	<u>10,451,659</u>	<u>10,209,889</u>	<u>241,770</u>
Total expenditures	<u>10,451,659</u>	<u>10,451,659</u>	<u>10,209,889</u>	<u>241,770</u>
Excess (deficiency) of revenues over expenditures	(7,045,417)	(7,045,417)	(6,752,025)	293,392
Other financing sources (uses):				
Transfers in	605,860	605,860	55,861	(549,999)
Transfers out	<u>(3,960,493)</u>	<u>(3,960,493)</u>	<u>(3,958,493)</u>	<u>2,000</u>
Total other financing sources (uses)	<u>(3,354,633)</u>	<u>(3,354,633)</u>	<u>(3,902,632)</u>	<u>(547,999)</u>
Net change in fund balances	(10,400,050)	(10,400,050)	(10,654,657)	(254,607)
Fund Balance, July 1, 2012	<u>10,400,050</u>	<u>10,400,050</u>	<u>31,970,112</u>	<u>21,570,062</u>
Fund Balance, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,315,455</u>	<u>\$ 21,315,455</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Capital Projects Debt Service
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 178	\$ 178
Total revenues	-	-	178	178
Expenditures:				
Debt service				
Principal retirement	1,010,482	1,010,482	1,055,950	(45,468)
Interest and other charges	1,101,383	1,101,383	1,055,915	45,468
Total expenditures	2,111,865	2,111,865	2,111,865	-
Excess (deficiency) of revenues over expenditures	(2,111,865)	(2,111,865)	(2,111,687)	178
Other financing sources (uses):				
Transfers in	1,112,500	1,112,500	2,111,865	999,365
Total other financing sources (uses)	1,112,500	1,112,500	2,111,865	999,365
Net change in fund balances	(999,365)	(999,365)	178	999,543
Fund Balance, July 1, 2012	999,365	999,365	1,353	(998,012)
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 1,531	\$ 1,531

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Health Care
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 782,017	\$ 782,017	\$ 760,402	\$ (21,615)
Intergovernmental	4,183,749	4,183,749	4,815,219	631,470
Charges for services	6,118,959	6,118,959	5,034,714	(1,084,245)
Investment earnings	-	-	13,253	13,253
Miscellaneous	120,369	120,369	1,583,171	1,462,802
Total revenues	11,205,094	11,205,094	12,206,759	1,001,665
Expenditures:				
Health				
Health	13,547,228	13,547,228	13,179,859	367,369
Total expenditures	13,547,228	13,547,228	13,179,859	367,369
Excess (deficiency) of revenues over expenditures	(2,342,134)	(2,342,134)	(973,100)	1,369,034
Other financing sources (uses):				
Transfers in	1,051,714	1,051,714	851,715	(199,999)
Total other financing sources (uses)	1,051,714	1,051,714	851,715	(199,999)
Net change in fund balances	(1,290,420)	(1,290,420)	(121,385)	1,169,035
Fund Balance, July 1, 2012	1,290,420	1,290,420	4,562,550	3,272,130
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 4,441,165	\$ 4,441,165

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Recorder's Surcharge
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 22,000	\$ 22,000
Charges for services	293,485	293,485	287,472	(6,013)
Investment earnings	-	-	556	556
Miscellaneous	-	-	2,877	2,877
Total revenues	293,485	293,485	312,905	19,420
Expenditures:				
General government				
Recorder	293,485	293,485	147,685	145,800
Total expenditures	293,485	293,485	147,685	145,800
Excess (deficiency) of revenues over expenditures	-	-	165,220	165,220
Other financing sources (uses):				
Transfers out	(55,860)	(55,860)	(55,860)	-
Total other financing sources (uses)	(55,860)	(55,860)	(55,860)	-
Net change in fund balances	(55,860)	(55,860)	109,360	165,220
Fund Balance, July 1, 2012	55,860	55,860	153,186	97,326
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 262,546	\$ 262,546

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Assessor's Surcharge
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 892	\$ 892
Miscellaneous	401,532	401,532	106	(401,426)
Total revenues	401,532	401,532	998	(400,534)
Expenditures:				
General government				
Assessor	401,532	401,532	155,046	246,486
Total expenditures	401,532	401,532	155,046	246,486
Net change in fund balances	-	-	(154,048)	(154,048)
Fund Balance, July 1, 2012	-	-	318,987	318,987
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 164,939	\$ 164,939

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Treasurer's Surcharge
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 7,000	\$ 7,000	\$ 30,158	\$ 23,158
Investment earnings	-	-	739	739
Miscellaneous	-	-	12,285	12,285
Total revenues	7,000	7,000	43,182	36,182
Expenditures:				
General government				
Treasurer	7,000	7,000	6,957	43
Total expenditures	7,000	7,000	6,957	43
Net change in fund balances	-	-	36,225	36,225
Fund Balance, July 1, 2012	-	-	231,902	231,902
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 268,127	\$ 268,127

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Election
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 27,005	\$ 27,005	\$ -	\$ (27,005)
Investment earnings	13,393	13,393	169	(13,224)
Miscellaneous	17,836	17,836	-	(17,836)
Total revenues	58,234	58,234	169	(58,065)
Expenditures:				
General government				
Elections	58,234	58,234	12,807	45,427
Total expenditures	58,234	58,234	12,807	45,427
Net change in fund balances	-	-	(12,638)	(12,638)
Fund Balance, July 1, 2012	-	-	57,833	57,833
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 45,195	\$ 45,195

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Library
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 4,009,612	\$ 4,009,612	\$ 4,030,239	\$ 20,627
Intergovernmental	46,143	46,143	107,774	61,631
Investment earnings	-	-	6,064	6,064
Miscellaneous	20,606	20,606	28,858	8,252
Total revenues	4,076,361	4,076,361	4,172,935	96,574
Expenditures:				
General government				
Library	5,498,071	5,498,071	4,052,108	1,445,963
Management Information Systems	-	-	148,680	(148,680)
Total expenditures	5,498,071	5,498,071	4,200,788	1,297,283
Net change in fund balances	(1,421,710)	(1,421,710)	(27,853)	1,393,857
Fund Balance, July 1, 2012	1,421,710	1,421,710	1,581,417	159,707
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 1,553,564	\$ 1,553,564

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Education Service Agency
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 715,741	\$ 715,741	\$ 715,741	\$ -
Intergovernmental	2,520,211	2,520,211	2,548,909	28,698
Charges for services	1,526,500	1,526,500	1,227,702	(298,798)
Investment earnings	-	-	4,439	4,439
Miscellaneous	835,353	835,353	546,564	(288,789)
Total revenues	5,597,805	5,597,805	5,043,355	(554,450)
Expenditures:				
Education				
School Superintendent	5,743,611	5,743,611	5,056,441	687,170
Capital outlay				
School Superintendent	-	-	1,103,810	1,103,810
Total expenditures	5,743,611	5,743,611	6,160,251	(416,640)
Net change in fund balances	(145,806)	(145,806)	(1,116,896)	(971,090)
Fund Balance, July 1, 2012	145,806	145,806	1,961,215	1,815,409
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 844,319	\$ 844,319

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Parks & Recreation
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 313,000	\$ 313,000	\$ 190,304	\$ (122,696)
Investment earnings	-	-	467	467
Miscellaneous	150,295	150,295	8,170	(142,125)
Total revenues	<u>463,295</u>	<u>463,295</u>	<u>198,941</u>	<u>(264,354)</u>
Expenditures:				
General government				
Board of Supervisors	<u>452,700</u>	<u>452,700</u>	<u>425,107</u>	<u>27,593</u>
Culture & recreation				
Facilities	<u>10,595</u>	<u>10,595</u>	<u>16,493</u>	<u>(5,898)</u>
Total expenditures	<u>463,295</u>	<u>463,295</u>	<u>441,600</u>	<u>21,695</u>
Excess (deficiency) of revenues over expenditures	-	-	(242,659)	(242,659)
Other financing sources (uses):				
Transfers out	<u>-</u>	<u>-</u>	<u>(38,558)</u>	<u>(38,558)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(38,558)</u>	<u>(38,558)</u>
Net change in fund balances	-	-	(281,217)	(281,217)
Fund Balance, July 1, 2012	<u>-</u>	<u>-</u>	<u>488,557</u>	<u>488,557</u>
Fund Balance, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 207,340</u>	<u>\$ 207,340</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Water Advisory Committee
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 267,000	\$ 267,000	\$ 141,839	\$ (125,161)
Investment earnings	-	-	666	666
Miscellaneous	-	-	7,150	7,150
Total revenues	267,000	267,000	149,655	(117,345)
Expenditures:				
General government				
Board of Supervisors	267,000	267,000	259,017	7,983
Total expenditures	267,000	267,000	259,017	7,983
Excess (deficiency) of revenues over expenditures	-	-	(109,362)	(109,362)
Other financing sources (uses):				
Transfers in	89,247	89,247	89,247	-
Total other financing sources (uses)	89,247	89,247	89,247	-
Net change in fund balances	89,247	89,247	(20,115)	(109,362)
Fund Balance, July 1, 2012	(89,247)	(89,247)	158,020	247,267
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 137,905	\$ 137,905

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Landfill / Environment
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 400,000	\$ 400,000	\$ 419,652	\$ 19,652
Charges for services	-	-	13,964	13,964
Miscellaneous	-	-	8,392	8,392
Total revenues	400,000	400,000	442,008	42,008
Expenditures:				
Sanitation				
Landfill	666,000	666,000	472,529	193,471
Capital outlay				
Landfill	-	-	102,514	(102,514)
Total expenditures	666,000	666,000	575,043	90,957
Net change in fund balances	(266,000)	(266,000)	(133,035)	132,965
Fund Balance, July 1, 2012	266,000	266,000	814,400	548,400
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 681,365	\$ 681,365

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Works
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 40,368	\$ 40,368	\$ 87,602	\$ 47,234
Investment earnings	-	-	95	95
Miscellaneous	-	-	330	330
Total revenues	40,368	40,368	88,027	47,659
Expenditures:				
Highways and streets				
Public Works	40,368	40,368	40,093	275
Total expenditures	40,368	40,368	40,093	275
Excess (deficiency) of revenues over expenditures	-	-	47,934	47,934
Other financing sources (uses):				
Transfers out	-	-	(100,743)	(100,743)
Total other financing sources (uses)	-	-	(100,743)	(100,743)
Net change in fund balances	-	-	(52,809)	(52,809)
Fund Balance, July 1, 2012	-	-	66,840	66,840
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 14,031	\$ 14,031

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Finance
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,700,000	\$ 1,700,000	\$ 1,670,258	\$ (29,742)
Fines and forfeits	-	-	385,299	385,299
Investment earnings	-	-	86	86
Miscellaneous	346,008	346,008	-	(346,008)
Total revenues	<u>2,046,008</u>	<u>2,046,008</u>	<u>2,055,643</u>	<u>9,635</u>
Expenditures:				
General government				
Board of Supervisors	1,700,000	1,700,000	1,672,230	27,770
Total expenditures	<u>1,700,000</u>	<u>1,700,000</u>	<u>1,672,230</u>	<u>27,770</u>
Excess (deficiency) of revenues over expenditures	346,008	346,008	383,413	37,405
Other financing sources (uses):				
Transfers out	-	-	(383,413)	(383,413)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(383,413)</u>	<u>(383,413)</u>
Net change in fund balances	346,008	346,008	-	(346,008)
Fund Balance, July 1, 2012	<u>(346,008)</u>	<u>(346,008)</u>	<u>-</u>	<u>346,008</u>
Fund Balance, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Improvement Districts
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 6,206,865	\$ 6,206,865	\$ 6,150,058	\$ (56,807)
Special assessments	335,131	335,131	-	(335,131)
Intergovernmental	-	-	75,533	75,533
Investment earnings	-	-	17,153	17,153
Miscellaneous	229,967	229,967	31,826	(198,141)
Total revenues	<u>6,771,963</u>	<u>6,771,963</u>	<u>6,274,570</u>	<u>(497,393)</u>
Expenditures:				
General government				
Board of Supervisors	<u>15,500</u>	<u>15,500</u>	<u>208</u>	<u>15,292</u>
Public safety				
Flood Control	<u>10,366,080</u>	<u>10,366,080</u>	<u>5,869,330</u>	<u>4,496,750</u>
Highways and streets				
Board of Supervisors	249,629	249,629	242,834	6,795
Public Works	<u>24,000</u>	<u>24,000</u>	<u>6,300</u>	<u>17,700</u>
Total Highways and streets	<u>273,629</u>	<u>273,629</u>	<u>249,134</u>	<u>24,495</u>
Sanitation				
Special Districts	<u>104,270</u>	<u>104,270</u>	<u>18,975</u>	<u>85,295</u>
Total expenditures	<u>10,759,479</u>	<u>10,759,479</u>	<u>6,137,647</u>	<u>4,621,832</u>
Excess (deficiency) of revenues over expenditures	(3,987,516)	(3,987,516)	136,923	4,124,439
Other financing sources (uses):				
Transfers out	<u>(885,131)</u>	<u>(885,131)</u>	<u>(550,000)</u>	<u>335,131</u>
Total other financing sources (uses)	<u>(885,131)</u>	<u>(885,131)</u>	<u>(550,000)</u>	<u>335,131</u>
Net change in fund balances	(4,872,647)	(4,872,647)	(413,077)	4,459,570
Fund Balance, July 1, 2012	<u>4,872,647</u>	<u>4,872,647</u>	<u>5,671,537</u>	<u>798,890</u>
Fund Balance, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,258,460</u>	<u>\$ 5,258,460</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Clerk of Superior Court
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 166,500	\$ 166,500	\$ 68,078	\$ (98,422)
Fines and forfeits	-	-	150	150
Investment earnings	-	-	283	283
Miscellaneous	428	428	384	(44)
Total revenues	166,928	166,928	68,895	(98,033)
Expenditures:				
General government				
Clerk of the Court	166,928	166,928	110,138	56,790
Total expenditures	166,928	166,928	110,138	56,790
Net change in fund balances	-	-	(41,243)	(41,243)
Fund Balance, July 1, 2012	-	-	128,260	128,260
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 87,017	\$ 87,017

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
County Attorney
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 583,548	\$ 583,548	\$ 915,298	\$ 331,750
Charges for services	40,000	40,000	37,790	(2,210)
Fines and forfeits	-	-	30	30
Investment earnings	-	-	3,997	3,997
Miscellaneous	-	-	868,305	868,305
Total revenues	623,548	623,548	1,825,420	1,201,872
Expenditures:				
General government				
County Attorney	623,548	623,548	1,849,603	(1,226,055)
Total expenditures	623,548	623,548	1,849,603	(1,226,055)
Excess (deficiency) of revenues over expenditures	-	-	(24,183)	(24,183)
Other financing sources (uses):				
Transfers in	-	-	83,263	83,263
Transfers out	(12,460)	(12,460)	(94,669)	(82,209)
Total other financing sources (uses)	(12,460)	(12,460)	(11,406)	1,054
Net change in fund balances	(12,460)	(12,460)	(35,589)	(23,129)
Fund Balance, July 1, 2012	12,460	12,460	1,219,530	1,207,070
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 1,183,941	\$ 1,183,941

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Law Enforcement
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,677,777	\$ 1,677,777	\$ 1,380,013	(297,764)
Charges for services	61,031	61,031	30,515	(30,516)
Fines and forfeits	6,000	6,000	9,366	3,366
Investment earnings	5,000	5,000	5,409	409
Miscellaneous	725,637	725,637	776,943	51,306
Total revenues	2,475,445	2,475,445	2,202,246	(273,199)
Expenditures:				
General government				
Constables	-	-	1,769	(1,769)
Public safety				
Sheriff	2,475,445	2,475,445	2,908,139	(432,694)
Total expenditures	2,475,445	2,475,445	2,909,908	(434,463)
Excess (deficiency) of revenues over expenditures	-	-	(707,662)	(707,662)
Other financing sources (uses):				
Transfers in	-	-	99,986	99,986
Transfers out	-	-	(42,146)	(42,146)
Total other financing sources (uses)	-	-	57,840	57,840
Net change in fund balances	-	-	(649,822)	(649,822)
Fund Balance, July 1, 2012	-	-	1,933,588	1,933,588
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 1,283,766	\$ 1,283,766

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Emergency Management
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 686,067	\$ 686,067	\$ 205,567	\$ (480,500)
Investment earnings	-	-	1,052	1,052
Miscellaneous	3,050	3,050	-	(3,050)
Total revenues	689,117	689,117	206,619	(482,498)
Expenditures:				
General government				
Emergency Management	689,117	689,117	174,033	515,084
Total expenditures	689,117	689,117	174,033	515,084
Net change in fund balances	-	-	32,586	32,586
Fund Balance, July 1, 2012	-	-	246,813	246,813
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 279,399	\$ 279,399

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Probation
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 5,533,327	\$ 5,533,327	\$ 5,049,772	\$ (483,555)
Charges for services	1,202,334	1,202,334	947,215	(255,119)
Investment earnings	-	-	4,731	4,731
Miscellaneous	-	-	4,096	4,096
Total revenues	6,735,661	6,735,661	6,005,814	(729,847)
Expenditures:				
Public safety				
Adult Probation	3,923,531	3,923,531	3,927,398	(3,867)
Juvenile Probation	2,812,130	2,812,130	1,986,598	825,532
Total expenditures	6,735,661	6,735,661	5,913,996	821,665
Net change in fund balances	-	-	91,818	91,818
Fund Balance, July 1, 2012	-	-	1,628,392	1,628,392
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 1,720,210	\$ 1,720,210

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Courts
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,269,430	\$ 1,269,430	\$ 609,342	\$ (660,088)
Charges for services	708,055	708,055	345,280	(362,775)
Fines and forfeits	-	-	174,685	174,685
Investment earnings	-	-	3,795	3,795
Miscellaneous	797,979	797,979	70,082	(727,897)
Total revenues	<u>2,775,464</u>	<u>2,775,464</u>	<u>1,203,184</u>	<u>(1,572,280)</u>
Expenditures:				
General government				
Superior Courts	2,276,632	2,276,632	1,427,994	848,638
Prescott Justice of the Peace	-	-	41,725	(41,725)
Bagdad/Yarnell Justice of the Peace	-	-	6,209	(6,209)
Verde Valley Justice of the Peace	-	-	2,765	(2,765)
Mayer Justice of the Peace	-	-	6,954	(6,954)
Seligman Justice of the Peace	-	-	2,553	(2,553)
Total General government	<u>2,276,632</u>	<u>2,276,632</u>	<u>1,488,200</u>	<u>788,432</u>
Public safety				
Juvenile Probation	-	-	15,380	(15,380)
Total expenditures	<u>2,276,632</u>	<u>2,276,632</u>	<u>1,503,580</u>	<u>773,052</u>
Excess (deficiency) of revenues over expenditures	498,832	498,832	(300,396)	(799,228)
Other financing sources (uses):				
Transfers in	40,466	40,466	254,157	213,691
Total other financing sources (uses)	<u>40,466</u>	<u>40,466</u>	<u>254,157</u>	<u>213,691</u>
Net change in fund balances	539,298	539,298	(46,239)	(585,537)
Fund Balance, July 1, 2012	(539,298)	(539,298)	1,389,452	1,928,750
Fund Balance, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,343,213</u>	<u>\$ 1,343,213</u>

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Public Defender
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 30,000	\$ 30,000	\$ 22,106	\$ (7,894)
Charges for services	144,000	144,000	85,483	(58,517)
Investment earnings	-	-	1,343	1,343
Miscellaneous	85,000	85,000	393	(84,607)
Total revenues	259,000	259,000	109,325	(149,675)
Expenditures:				
General government				
Public Defender	259,000	259,000	192,818	66,182
Total expenditures	259,000	259,000	192,818	66,182
Excess (deficiency) of revenues over expenditures	-	-	(83,493)	(83,493)
Other financing sources (uses):				
Transfers in	-	-	79,102	79,102
Total other financing sources (uses)	-	-	79,102	79,102
Net change in fund balances	-	-	(4,391)	(4,391)
Fund Balance, July 1, 2012	-	-	502,994	502,994
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 498,603	\$ 498,603

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Airport Development
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,508,371	\$ 1,508,371	\$ 695,902	\$ (812,469)
Investment earnings	-	-	350	350
Miscellaneous	-	-	35,711	35,711
Total revenues	1,508,371	1,508,371	731,963	(776,408)
Expenditures:				
General government				
Airport Development	1,408,371	1,408,371	672,009	736,362
Capital outlay				
Airport Development	100,000	100,000	130,490	(30,490)
Total expenditures	1,508,371	1,508,371	802,499	705,872
Net change in fund balances	-	-	(70,536)	(70,536)
Fund Balance, July 1, 2012	-	-	109,545	109,545
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 39,009	\$ 39,009

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
CYMPO
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 261,305	\$ 261,305	\$ 215,934	\$ (45,371)
Total revenues	261,305	261,305	215,934	(45,371)
Expenditures:				
Highways and streets				
CYMPO	261,305	261,305	215,530	45,775
Total expenditures	261,305	261,305	215,530	45,775
Net change in fund balances	-	-	404	404
Fund Balance, July 1, 2012	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 404	\$ 404

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Coyote Springs
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Special assessments	\$ 130,640	\$ 130,640	\$ 109,045	\$ (21,595)
Investment earnings	-	-	2,583	2,583
Total revenues	130,640	130,640	111,628	(19,012)
Expenditures:				
Debt service				
Principal retirement	80,000	80,000	80,000	-
Interest and other charges	50,640	50,640	49,072	1,568
Total expenditures	130,640	130,640	129,072	1,568
Net change in fund balances	-	-	(17,444)	(17,444)
Fund Balance, July 1, 2012	-	-	506,697	506,697
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 489,253	\$ 489,253

Yavapai County
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Poquito Valley
Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Special assessments	\$ 204,491	\$ 204,491	\$ 204,572	\$ 81
Investment earnings	-	-	1,182	1,182
Total revenues	204,491	204,491	205,754	1,263
Expenditures:				
Debt service				
Principal retirement	95,000	95,000	95,000	-
Interest and other charges	109,491	109,491	107,791	1,700
Total expenditures	204,491	204,491	202,791	1,700
Net change in fund balances	-	-	2,963	2,963
Fund Balance, July 1, 2012	-	-	409,731	409,731
Fund Balance, June 30, 2013	\$ -	\$ -	\$ 412,694	\$ 412,694

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AGENCY FUNDS

Yavapai County
Statement of Changes in Assets and Liabilities
Agency Funds
Year Ended June 30, 2013

Assets	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
Equity in pooled cash and investments	\$ 2,857,582	\$ 19,761,851	\$ (18,722,801)	\$ 3,896,632
Total assets	<u>\$ 2,857,582</u>	<u>\$ 19,761,851</u>	<u>\$ (18,722,801)</u>	<u>\$ 3,896,632</u>
Liabilities				
Deposits held for others	\$ 2,857,582	\$ 19,761,851	\$ (18,722,801)	\$ 3,896,632
Total liabilities	<u>\$ 2,857,582</u>	<u>\$ 19,761,851</u>	<u>\$ (18,722,801)</u>	<u>\$ 3,896,632</u>

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STATISTICAL SECTION

Yavapai County
Statistical Section
Year Ended June 30, 2013

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

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	112
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	118
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.	122
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.	125
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.	127

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

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

	Fiscal Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007 As Restated</u>	<u>2008</u>	<u>2009 As Restated</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Governmental activities										
Net investment in capital assets	\$89,640,318	\$ 98,010,786	\$224,412,765	\$225,318,014	\$229,172,469	\$223,287,295	\$222,740,108	\$223,888,086	\$233,664,415	\$246,279,437
Restricted	453,070	546,806	607,294	606,573	3,710,523	7,875,823	8,531,392	44,673,785	30,244,964	28,626,320
Unrestricted	20,105,196	27,543,026	40,972,673	57,826,910	64,650,547	68,173,526	75,774,030	41,562,207	46,892,632	29,151,811
Total governmental activities net position	\$110,198,584	\$126,100,618	\$265,992,732	\$283,751,497	\$297,533,539	\$299,336,644	\$307,045,530	\$310,124,078	\$310,802,011	\$304,057,568
Business-type activities										
Net investment in capital assets	\$ 174,128	\$ 159,457	\$ 143,635	\$ 195,903	\$ 176,099	\$ 200,204	\$ 167,581	\$ 98,057	\$ -	\$ -
Restricted	2,688,410	2,921,417	3,756,119	5,023,106	3,781,682	2,697,563	3,017,325	5,795,317	-	-
Total business-type activities net position	\$ 2,862,538	\$ 3,080,874	\$ 3,899,754	\$ 5,219,009	\$ 3,957,781	\$ 2,897,767	\$ 3,184,906	\$ 5,893,374	\$ -	\$ -
Primary government										
Net investment in capital assets	\$ 89,814,446	\$ 98,170,243	\$224,556,400	\$225,513,917	\$229,348,568	\$223,487,499	\$222,907,689	\$223,986,143	\$233,664,415	\$246,279,437
Restricted	3,141,480	3,468,223	4,363,413	5,629,679	7,492,205	10,573,386	11,548,717	50,469,102	30,244,964	28,626,320
Unrestricted	20,105,196	27,543,026	40,972,673	57,826,910	64,650,547	68,173,526	75,774,030	41,562,207	46,892,632	29,151,811
Total primary government net position	\$113,061,122	\$129,181,492	\$269,892,486	\$288,970,506	\$301,491,320	\$302,234,411	\$310,230,436	\$316,017,452	\$310,802,011	\$304,057,568

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

	Fiscal Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u> <u>As Restated</u>	<u>2008</u>	<u>2009</u> <u>As Restated</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Expenses										
Governmental activities:										
General government	\$ 37,084,422	\$ 49,606,233	\$ 50,250,176	\$ 53,476,984	\$ 56,463,230	\$ 54,763,915	\$ 59,704,858	\$ 59,429,434	\$ 62,345,662	\$ 61,913,160
Public safety	31,704,296	34,241,112	42,840,060	45,577,212	49,004,105	50,648,123	48,420,364	47,609,527	49,388,684	51,737,665
Highways and streets	18,457,819	14,468,350	26,559,520	27,358,195	25,459,898	26,824,721	25,910,775	24,893,508	25,247,610	23,452,424
Sanitation	1,645,392	1,589,708	1,817,225	1,520,053	1,917,599	1,686,935	1,300,834	1,297,411	1,465,542	1,437,943
Health	8,757,816	8,958,399	10,543,636	10,983,877	11,503,799	12,728,257	12,829,196	12,822,518	13,191,650	13,318,952
Welfare	7,844,530	8,978,907	9,658,425	11,038,595	10,787,068	11,468,732	8,527,395	9,497,084	11,834,457	10,748,376
Culture and recreation	556,472	667,306	89,621	195,457	222,162	252,328	247,821	294,753	238,532	206,447
Education	2,546,712	2,326,146	2,480,067	3,318,361	4,739,415	4,656,691	3,974,594	4,926,595	3,509,638	5,775,032
Aid to other governments	146,641	2,690,577	160,248	-	-	-	-	-	-	-
Interest on long-term debt	923,764	673,555	558,900	480,637	1,497,898	3,382,649	1,644,239	1,942,927	1,364,868	1,206,904
Total governmental activities expenses	109,667,864	124,200,293	144,957,878	153,949,371	161,595,174	166,412,351	162,560,076	162,713,757	168,586,643	169,796,903
Business-type activities:										
Long Term Care	31,832,400	34,660,511	34,456,013	33,577,705	37,821,993	42,630,543	45,026,786	41,120,729	10,141,138	-
Total business-type activities expenses	31,832,400	34,660,511	34,456,013	33,577,705	37,821,993	42,630,543	45,026,786	41,120,729	10,141,138	-
Total primary government expenses	\$141,500,264	\$158,860,804	\$179,413,891	\$187,527,076	\$199,417,167	\$209,042,894	\$207,586,862	\$203,834,486	\$178,727,781	\$169,796,903
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 6,123,424	\$ 7,507,861	\$ 7,861,648	\$ 6,801,849	\$ 5,974,258	\$ 4,437,362	\$ 4,436,876	\$ 5,627,504	\$ 5,459,831	\$ 4,376,884
Public safety	3,104,336	3,548,886	4,246,614	5,281,258	5,610,867	5,719,713	7,933,673	8,040,993	8,681,147	8,865,102
Health	2,339,512	2,799,419	2,972,426	2,984,046	3,627,207	4,089,897	4,636,761	5,844,952	6,569,234	5,795,116
Other	2,211,426	2,927,612	2,594,749	1,798,220	2,109,402	1,485,526	1,558,598	2,708,201	1,806,374	2,205,285
Operating grants and contributions	26,686,792	27,024,916	30,373,350	35,334,547	32,432,224	36,179,042	35,212,078	32,210,542	26,710,532	26,931,066
Capital grants and contributions	138,290	2,586,829	240,861	571,666	2,271,419	556,609	247,501	1,067,298	2,248,681	1,876,590
Total governmental activities program revenues	40,603,780	46,395,523	48,289,648	52,771,586	52,025,377	52,468,149	54,025,487	55,499,490	51,475,799	50,050,043
Business-type activities:										
Charges for services:										
Long Term Care	31,465,598	34,931,830	35,980,820	35,409,765	37,655,470	42,899,640	45,216,942	43,697,139	11,968,091	-

(Continued on next page)

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

(Continued)

	Fiscal Year									
	2004	2005	2006	2007 As Restated	2008	2009 As Restated	2010	2011	2012	2013
Total business-type activities program revenues	31,465,598	34,931,830	35,980,820	35,409,765	37,655,470	42,899,640	45,216,942	43,697,139	11,968,091	-
Total primary government program revenues	\$ 72,069,378	\$ 81,327,353	\$ 84,270,468	\$ 88,181,351	\$ 89,680,847	\$ 95,367,789	\$ 99,242,429	\$ 99,196,629	\$ 63,443,890	\$ 50,050,043
Net (expense)/revenue										
Governmental activities	\$(69,064,084)	\$(77,804,770)	\$(96,668,230)	\$(101,177,785)	\$(109,569,797)	\$(113,944,202)	\$(108,534,589)	\$(107,214,267)	\$(117,110,844)	\$(119,746,860)
Business-type activities	(366,802)	271,319	1,524,807	1,832,060	(166,523)	269,097	190,156	2,576,410	1,826,953	-
Total primary government net expense	\$(69,430,886)	\$(77,533,451)	\$(95,143,423)	\$ (99,345,725)	\$(109,736,320)	\$(113,675,105)	\$(108,344,433)	\$(104,637,857)	\$(115,283,891)	\$(119,746,860)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 31,940,611	\$ 34,912,400	\$ 38,887,081	\$ 42,447,960	\$ 45,965,292	\$ 50,937,068	\$ 53,971,492	\$ 55,299,466	\$ 51,699,471	\$ 52,122,175
Sales taxes	35,700,324	41,077,470	50,065,907	52,313,184	49,005,883	42,623,546	38,403,637	39,256,867	41,382,944	43,754,606
Vehicle license taxes	9,495,550	10,060,798	11,449,992	11,914,533	11,589,365	10,332,569	9,540,916	9,394,022	9,083,699	9,262,788
Grants not restricted to specific programs	-	-	-	-	-	-	-	-	2,985,878	2,960,656
Franchise taxes	498,553	511,205	503,099	491,257	319,500	300,793	310,611	309,155	271,003	269,404
Lottery (intergovernmental, unrestricted)	550,035	550,035	550,035	550,035	550,035	522,533	304,381	-	-	-
Investment earnings	252,347	554,886	1,280,133	2,704,970	3,795,969	2,055,193	455,363	382,199	227,971	216,409
Gain (loss) on disposal of capital assets	-	1,353,975	-	1,082,800	4,121,512	771,658	1,139,199	77,731	376,709	(66,231)
Miscellaneous	4,037,390	4,123,119	5,200,590	5,600,472	6,504,283	6,703,947	7,802,635	5,573,375	4,104,472	4,482,610
Transfers	1,000,000	297,046	1,000,000	1,000,000	1,500,000	1,500,000	-	-	7,656,630	-
Total governmental activities	83,474,810	93,440,934	108,936,837	118,105,211	123,351,839	115,747,307	111,928,234	110,292,815	117,788,777	113,002,417
Business-type activities:										
Investment earnings	124,413	114,608	168,358	356,585	346,606	136,335	39,650	30,687	18,363	-
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	(82,060)	-
Miscellaneous	54,043	129,455	125,715	130,610	58,689	34,554	57,333	101,371	-	-
Transfers	(1,000,000)	(297,046)	(1,000,000)	(1,000,000)	(1,500,000)	(1,500,000)	-	-	(7,656,630)	-
Total business-type activities	(821,544)	(52,983)	(705,927)	(512,805)	(1,094,705)	(1,329,111)	96,983	132,058	(7,720,327)	-
Total primary government	\$ 82,653,266	\$ 93,387,951	\$ 108,230,910	\$ 117,592,406	\$ 122,257,134	\$ 114,418,196	\$ 112,025,217	\$ 110,424,873	\$ 110,068,450	\$ 113,002,417
Change in Net Position										
Governmental activities	\$ 14,410,726	\$ 15,636,164	\$ 12,268,607	\$ 16,927,426	\$ 13,782,042	\$ 1,803,105	\$ 3,393,645	\$ 3,078,548	\$ 677,933	(6,744,443)
Business-type activities	(1,188,346)	218,336	818,880	1,319,255	(1,261,228)	(1,060,014)	287,139	2,708,468	(5,893,374)	-
Total primary government	\$ 13,222,380	\$ 15,854,500	\$ 13,087,487	\$ 18,246,681	\$ 12,520,814	\$ 743,091	\$ 3,680,784	\$ 5,787,016	\$ (5,215,441)	\$ (6,744,443)

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

	Fiscal Year									
	2004	2005	2006	2007 As Restated	2008	2009 As Restated	2010	2011 ¹	2012	2013
General fund										
Reserved	\$ 91,724	\$ 99,748	\$ 209,895	\$ 226,811	\$ 483,570	\$ 615,392	\$ 1,907,862	\$ -	\$ -	\$ -
Unreserved	1,863,405	3,595,788	8,810,588	3,456,351	1,427,573	4,145,016	7,935,224	-	-	-
Nonspendable	-	-	-	-	-	-	-	883,725	558,330	529,990
Unassigned	-	-	-	-	-	-	-	11,572,661	9,198,985	5,948,186
Total general fund	\$ 1,955,129	\$ 3,695,536	\$ 9,020,483	\$ 3,683,162	\$ 1,911,143	\$ 4,760,408	\$ 9,843,086	\$12,456,386	\$9,757,315	\$6,478,176
All other governmental funds										
Reserved	\$ 936,366	\$ 704,781	\$ 867,774	\$ 892,421	\$ 51,426,543	\$ 20,716,883	\$16,841,879	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	21,288,382	26,262,264	28,677,267	38,659,477	62,686,413	58,212,657	49,538,733	-	-	-
Capital projects funds	4,677,929	6,266,584	12,280,114	24,216,390	28,615,375	27,040,504	30,443,106	-	-	-
Nonspendable	-	-	-	-	-	-	-	571,259	338,143	420,405
Restricted	-	-	-	-	-	-	-	44,302,178	29,845,087	28,408,624
Committed	-	-	-	-	-	-	-	48,737,019	44,933,474	29,797,240
Total all other governmental funds	\$26,902,677	\$33,233,629	\$41,825,155	\$63,768,288	\$142,728,331	\$105,970,044	\$96,823,718	\$93,610,456	\$75,116,704	\$58,626,269

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

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

	Fiscal Year									
	2004	2005	2006	2007 As Restated	2008	2009 As Restated	2010	2011	2012	2013
Revenues										
Taxes	\$ 51,126,397	\$ 56,699,399	\$ 64,339,846	\$ 68,366,838	\$ 69,823,083	\$ 71,170,257	\$ 71,943,613	\$ 72,919,065	\$ 70,585,042	\$ 72,763,952
Special assessments	515,278	308,532	270,747	196,408	164,967	175,450	856,571	625,539	445,430	313,975
Licenses and permits	4,566,514	6,462,137	6,334,632	4,850,011	4,766,461	2,961,289	2,659,731	2,649,532	2,352,607	2,827,913
Intergovernmental	53,304,620	59,847,934	67,630,858	75,370,360	72,214,152	70,366,121	70,616,782	78,875,264	67,956,327	67,736,350
Charges for services	6,422,832	7,315,921	7,732,193	7,788,177	8,425,489	8,643,467	11,215,560	12,555,911	13,901,191	13,173,252
Fines and forfeits	2,319,086	2,510,775	3,104,481	3,786,792	3,661,993	3,213,958	3,328,787	2,925,544	3,075,579	3,258,371
Investment earnings	252,347	554,887	1,456,855	2,704,923	3,795,969	2,055,194	455,362	382,202	227,971	216,427
Miscellaneous	4,460,919	4,613,751	5,372,544	5,703,261	6,580,945	6,803,297	7,387,647	5,738,164	4,274,703	4,638,767
Total revenues	122,967,993	138,313,336	156,242,156	168,766,770	169,433,059	165,389,033	168,464,053	176,671,221	162,818,850	164,929,007
Expenditures										
General government	41,843,874	46,791,573	51,012,067	54,010,879	55,690,909	51,292,906	56,232,120	55,278,011	60,284,141	60,720,587
Public safety	30,697,154	33,696,622	41,641,625	44,428,874	48,794,023	50,239,679	49,214,849	47,884,440	48,438,479	51,407,963
Highways and streets	25,009,308	19,354,645	22,665,826	25,105,478	32,866,538	29,717,490	24,003,533	20,362,539	22,839,550	26,507,156
Sanitation	1,514,713	1,492,577	1,982,814	1,599,913	1,857,688	1,548,363	1,397,117	1,319,900	1,445,057	1,610,073
Health	8,617,007	8,833,788	10,390,948	10,936,074	11,329,734	12,566,528	12,675,386	12,650,539	13,121,564	13,179,859
Welfare	7,950,410	8,975,900	9,651,292	11,071,610	10,826,459	11,465,931	8,523,288	9,489,765	11,841,743	10,742,570
Culture and recreation	444,617	561,582	99,102	58,135	103,232	119,668	110,499	157,431	172,348	114,047
Education	2,367,853	2,420,494	2,315,922	3,328,047	4,708,970	4,640,744	3,980,160	4,819,819	4,246,599	5,706,095
Capital outlay	6,100,407	3,475,099	462,273	1,846,167	4,215,537	9,617,872	5,922,869	10,471,363	21,956,670	12,271,703
Debt service										
Principal	3,910,440	5,647,287	3,815,698	1,612,178	1,638,729	27,075,356	12,767,059	13,125,845	5,775,482	1,230,950
Interest and other charges	904,937	673,556	563,122	480,637	1,497,898	3,382,649	1,644,239	1,942,927	1,364,868	1,212,778
Total expenditures	129,360,720	131,923,123	144,600,689	154,477,992	173,529,717	201,667,186	176,471,119	177,502,579	191,486,501	184,703,781
Excess (deficiency) of revenues over (under) expenditures	(6,392,727)	6,390,213	11,641,467	14,288,778	(4,096,658)	(36,278,153)	(8,007,066)	(831,358)	(28,667,651)	(19,774,774)
Other financing sources (uses)										
Special assessment bonds issued	-	-	-	-	-	-	1,857,000	-	-	-
Revenue bonds issued	-	-	-	-	25,375,000	-	-	-	-	-
Capital lease agreements	1,300,000	-	-	-	50,000,000	-	-	-	-	-
Sale of capital assets	-	1,392,753	-	1,082,800	4,121,512	771,659	1,683,400	77,731	376,709	5,200
Transfers in	19,666,460	17,629,736	21,212,224	25,435,821	25,993,225	48,227,811	27,677,634	18,011,458	35,664,432	14,207,090
Transfers out	(18,666,460)	(17,332,690)	(20,212,224)	(24,435,821)	(24,493,225)	(46,727,811)	(27,677,634)	(18,011,458)	(28,007,802)	(14,207,090)
Total other financing sources (uses)	2,300,000	1,689,799	1,000,000	2,082,800	80,996,512	2,271,659	3,540,400	77,731	8,033,339	5,200
Net changes in fund balances	\$ (4,092,727)	\$ 8,080,012	\$ 12,641,467	\$ 16,371,578	\$ 76,899,854	\$ (34,006,494)	\$ (4,466,666)	\$ (753,627)	\$ (20,634,312)	\$ (19,769,574)
Debt service as a percentage of noncapital expenditures	4.4%	5.1%	3.3%	1.5%	2.2%	16.3%	9.0%	9.5%	4.5%	1.6%

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

Fiscal Year	Primary Net Assessed Value				Total Direct Tax Rate ¹	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential and Vacant Property	Commercial Property	Unattached Personal Property	Total Taxable Net Assessed Value			
2004	\$1,055,971,160	\$ 415,043,260	\$ 45,792,997	\$1,516,807,417	2.1115	\$12,071,754,471	12.56%
2005	1,178,680,548	452,777,214	44,571,778	1,676,029,540	2.1077	13,416,406,081	12.49
2006	1,322,060,791	506,417,682	49,368,952	1,877,847,425	2.1042	15,045,533,581	12.48
2007	1,511,362,543	566,635,332	47,712,332	2,125,710,207	2.0450	17,098,083,909	12.43
2008	1,754,125,017	664,163,807	51,977,047	2,470,265,871	1.8860	20,111,624,109	12.28
2009	2,094,798,703	803,911,861	55,888,168	2,954,598,732	1.7148	23,973,791,761	12.32
2010	2,373,124,327	841,667,070	59,286,950	3,274,078,347	1.6321	26,993,826,530	12.13
2011	2,357,527,484	767,441,706	62,608,487	3,187,577,677	1.7519	26,602,931,420	11.98
2012	2,007,011,632	623,434,540	81,731,709	2,712,177,881	1.9172	22,580,984,308	12.01
2013	1,748,825,220	573,976,929	82,671,574	2,405,473,723	2.2049	20,142,814,909	11.94

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

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

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

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

Fiscal Year	County Direct Rates					Overlapping Rates ¹				
	Primary	Secondary			Total Direct	School Equalization	School Districts	Cities	Other Special Districts	Community College District
		Fire District	Library District	Flood Control District						
2004	1.6808	0.1000	0.1124	0.2183	2.1115	0.4717	1.2516-8.2795	0.6487-1.2461	0.3235-3.3000	1.8778
2005	1.7008	0.1000	0.1086	0.1983	2.1077	0.4560	1.2362-9.5346	0.6146-1.1904	0.3057-3.3000	1.8514
2006	1.7008	0.0964	0.1086	0.1984	2.1042	0.4358	1.8496-10.4246	0.5658-1.1134	0.1894-3.4285	1.7514
2007	1.6552	0.0895	0.1020	0.1983	2.0450	0.0000	1.8190-9.4606	0.5275-1.1281	0.2523-3.4491	1.6573
2008	1.5292	0.0829	0.1016	0.1723	1.8860	0.0000	1.3621-9.4004	0.4973-0.8977	0.2130-3.4108	1.5225
2009	1.3683	0.0722	0.1020	0.1723	1.7148	0.0000	1.2310-8.4913	0.4235-0.7600	0.0711-3.4200	1.3394
2010	1.2842	0.0740	0.1016	0.1723	1.6321	0.3306	1.1824-8.1337	0.3697-0.9120	0.0401-7.3600	1.2617
2011	1.3524	0.0813	0.1188	0.1994	1.7519	0.3564	0.2436-7.7525	0.0109-1.4401	0.0492-9.6600	1.3609
2012	1.4305	0.0928	0.1456	0.2483	1.9172	0.4259	1.2605-7.9313	0.0142-1.4400	0.0642-11.4000	1.6175
2013	1.6426	0.1000	0.1660	0.2963	2.2049	0.4717	1.2727-7.2224	0.4083-1.4400	0.0437-13.6892	1.8875

Source: Yavapai County Board of Supervisors Adopted Budget.

1) Includes both primary and secondary rates.

Yavapai County
Principal Property Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	2013			2004		
	Primary Net Assessed Value	Rank	Percentage of Total Primary Net Assessed Value	Primary Net Assessed Value	Rank	Percentage of Total Primary Net Assessed Value
Phelps Dodge Bagdad Inc.	\$ 161,545,894	1	6.72%	\$ 16,146,767	4	1.06%
Arizona Public Service	87,247,487	2	3.63	55,172,666	1	3.64
Transwestern Pipeline Company	30,190,221	3	1.26	7,715,449	8	0.51
Phoenix Cement Co./Salt River Materials	27,309,650	4	1.14	-	-	-
Unisource Energy Corporation	14,489,419	5	0.60	-	-	-
Qwest Corporation	11,478,653	6	0.48	22,631,795	2	1.49
Burlington Northern Santa Fe Railway Company	10,119,508	7	0.42	8,853,353	7	0.58
El Paso Natural Gas Company	9,039,557	8	0.38	9,383,995	6	0.62
TWC II-Prescott Mall LLC	5,897,740	9	0.25	-	-	-
Ace Hardware Corporation	5,827,745	10	0.24	-	-	-
Citizen's Utility Company-Northern Gas Division	-	-	-	16,221,352	3	1.07
Salt River Pima-Maricopa Indian Community	-	-	-	12,109,537	5	0.80
New Enchantment LP	-	-	-	5,506,754	9	0.36
Cyprus Bagdad Copper Company	-	-	-	4,584,531	10	0.30
Totals	<u>\$ 363,145,874</u>		<u>15.12%</u>	<u>\$ 158,326,199</u>		<u>10.43%</u>
Total Yavapai County Primary Assessed Value	\$2,405,473,723		100.00%	\$1,516,807,417		100.00%

Source: Yavapai County Assessor and Arizona Department of Revenue.

Yavapai County
Property Tax Levies and Collections¹
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year ²	Collected within the Fiscal Year		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	\$25,495,000	\$24,380,161	95.63%	\$ 400,940	\$24,781,101	97.20%
2005	28,506,000	27,281,472	95.70	384,248	27,665,720	97.05
2006	31,939,000	30,438,693	95.30	404,732	30,843,425	96.57
2007	35,184,002	33,594,464	95.48	446,418	34,040,882	96.75
2008	37,775,306	35,966,831	95.21	668,023	36,634,854	96.98
2009	40,429,914	38,309,430	94.76	985,620	39,295,050	97.19
2010	42,045,714	39,992,839	95.12	1,051,246	41,044,085	97.62
2011	43,108,560	40,512,865	93.98	1,196,614	41,709,479	96.75
2012	38,797,705	36,464,287	93.99	918,013	37,382,300	96.35
2013	39,512,311	37,270,343	94.33	-	37,270,343	94.33

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

1) General Fund levies and collections only.

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

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

Fiscal Year	Governmental Activities				Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	Revenue Bonds	Special Assessment Bonds	Notes Payable	Capital Leases			
2004	\$12,595,000	\$ 1,715,154	\$ 6,375,000	\$ 1,753,789	\$22,438,943	0.48%	\$119.47
2005	11,200,000	1,587,867	2,250,000	791,367	15,829,234	0.30	81.00
2006	9,765,000	1,457,168	-	74,625	11,296,793	0.19	55.35
2007	8,285,000	1,324,991	-	-	9,609,991	0.15	46.03
2008	32,130,000	1,216,261	-	50,000,000	83,346,261	1.26	394.61
2009	30,165,000	1,105,905	-	25,000,000	56,270,905	0.93	266.47
2010	17,510,000	2,850,846	-	25,000,000	45,360,846	0.75	214.83
2011	4,590,000	2,645,000	-	25,000,000	32,235,000	0.52	152.13
2012	-	2,470,000	-	23,989,518	26,459,518	N/A (2)	125.06
2013	-	2,295,000	-	22,933,568	25,228,568	N/A (2)	118.31

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

1) Personal income and population information can be found in the Demographic and Economic Statistics schedule.

2) Personal income was not available for 2012 and 2013.

Yavapai County
Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2013

Assessed value	\$2,405,473,723
Debt limit (6% of assessed value)	144,328,423
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	\$ 144,328,423

	Fiscal Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Debt limit	\$ 91,008,445	\$100,561,772	\$112,670,846	\$127,542,612	\$148,215,952	\$177,275,924	\$196,444,701	\$191,254,661	\$ 162,730,673	\$ 144,328,423
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 91,008,445	\$100,561,772	\$112,670,846	\$127,542,612	\$148,215,952	\$177,275,924	\$196,444,701	\$191,254,661	\$ 162,730,673	\$ 144,328,423
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

Yavapai County
Pledged Revenue Coverage
Last Ten Fiscal Years

Jail District Revenue Bonds

Fiscal Year	Jail District Revenues ¹	Less: Expenditures ²	Net		Coverage
			Available Revenue	Debt Service Principal Interest	
2004	\$ 19,345,034	\$ 13,126,579	\$ 6,218,455	\$1,350,000 \$ 517,322	3.33
2005	17,248,364	12,233,680	5,014,684	1,395,000 477,093	2.68
2006	17,573,461	14,803,363	2,770,098	1,435,000 435,157	1.48
2007	17,231,871	15,371,370	1,860,501	1,480,000 388,362	1.00
2008	18,239,765	15,888,696	2,351,069	1,530,000 336,691	1.26
2009	17,872,934	15,992,126	1,880,808	1,590,000 280,793	1.01
2010	16,530,488	14,648,850	1,881,638	1,655,000 217,409	1.00
2011	16,348,743	14,461,792	1,886,951	1,720,000 151,210	1.01
2012	16,359,044	14,478,655	1,880,389	1,790,000 77,803	1.01
2013	N/A (4)	N/A (4)	N/A (4)	N/A (4) N/A (4)	N/A (4)

Highway Construction Advancement Revenue Bonds

Fiscal Year	County Excise Tax	State Shared Sales Tax	Highway		Debt Service		Coverage
			Project Repayments ³	Net Available Revenue	Principal	Interest	
2004	\$ 12,564,395	\$ 18,519,004	\$ -	\$31,083,399	\$ -	\$ -	-
2005	14,102,433	21,183,714	-	35,286,147	-	-	-
2006	16,623,589	25,131,601	-	41,755,190	-	-	-
2007	16,971,697	26,858,336	-	43,830,033	-	-	-
2008	15,908,075	25,144,945	-	41,053,020	-	1,077,272	38.11
2009	13,657,537	22,136,382	-	35,793,919	375,000	449,852	43.39
2010	11,818,833	20,676,049	11,000,000	43,494,882	11,000,000	159,336	3.90
2011	11,703,512	21,703,065	11,200,000	44,606,577	11,200,000	493,743	3.81
2012	12,400,793	22,955,984	1,400,000	36,756,777	2,800,000	17,406	13.05
2013	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)	N/A (4)

Special Assessment Bonds

Fiscal Year	Special Assessment Collections	Debt Service		Coverage
		Principal	Interest	
2004	\$ 528,554	\$ 122,940	\$ 123,381	2.15
2005	322,369	127,287	107,982	1.37
2006	273,135	130,698	100,543	1.18
2007	196,519	132,178	92,275	0.88
2008	165,201	108,729	83,935	0.86
2009	175,449	110,355	84,296	0.90
2010	173,763	112,059	154,994	0.65
2011	625,539	205,845	185,474	1.60
2012	445,430	175,000	168,276	1.33
2013	313,975	175,000	156,863	0.95

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

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

Yavapai County
Demographic and Economic Statistics
Last Ten Calendar Years

<u>Year</u>	<u>Population</u>	Personal Income (thousands of <u>dollars</u>)	Per Capita Personal <u>Income</u>	<u>Unemployment Rate</u>
2004	187,822	\$ 4,681,083	\$ 24,923	4.6%
2005	195,424	5,278,898	27,013	4.4
2006	204,082	5,816,674	28,502	3.9
2007	208,773	6,332,616	30,333	3.6
2008	211,211	6,627,607	31,379	5.9
2009	211,172	6,034,069	28,574	10.2
2010	211,144	6,015,150	28,488	10.5
2011	211,888	6,248,490	29,490	10.0
2012	211,583	N/A (1)	N/A (1)	8.8
2013	213,247	N/A (1)	N/A (1)	8.4

Source: Population and personal income through 2011 obtained from the U.S. Department of Commerce, Bureau of Economic Analysis. Population for 2012, 2013 and unemployment rates obtained from the Arizona Department of Administration, Office of Employment and Population Statistics.

1) Personal income and per capita personal income were not available for 2012 and 2013.

Yavapai County
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	2013			2004		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Yavapai County	1,414	1	1.71%	1,213	1	1.45%
Yavapai Regional Medical Center	1,402	2	1.69	730	4	0.87
Verde Valley Medical Center	959	3	1.16	351	9	0.42
Veterans Medical Center	889	4	1.07	550	6	0.66
Cyprus Bagdad Copper Mine	871	5	1.05	535	7	0.64
Humbolt Unified School District	631	6	0.76	-	-	-
Sturm Ruger & Company	579	7	0.70	1,176	2	1.41
Yavapai College	564	8	0.68	831	3	0.99
State of Arizona	561	9	0.68	330	10	0.39
Prescott Unified School District	495	10	0.60	573	5	0.69
City of Prescott				385	8	0.46
Totals	<u>8,365</u>		<u>10.10%</u>	<u>6,674</u>		<u>7.98%</u>
Total Employment in Yavapai County	82,717		100.00%	83,587		100.00%

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

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

Function	Fiscal Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General government	528	558	583	602	631	571	551	539	559	589
Public safety	512	520	556	584	581	560	531	536	515	535
Highways and streets	124	125	127	129	123	114	108	101	100	105
Sanitation	13	13	14	18	18	14	13	13	11	12
Health	110	114	121	133	151	140	138	138	135	133
Welfare	5	5	6	6	5	6	6	4	5	5
Education	21	21	22	26	33	31	29	33	33	35
Capital outlay	-	-	-	-	-	2	3	3	3	-
Long Term Care	53	53	56	54	54	55	55	48	-	-
Total	1,366	1,409	1,485	1,552	1,596	1,493	1,434	1,415	1,361	1,414

Source: Yavapai County payroll records.

Yavapai County
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government										
Elections										
Elections	5	4	4	4	5	4	4	4	5	4
Number voting	60,506	137,786	47,250	123,570	91,132	164,073	106,559	151,515	66,953	165,625
Development Services										
Building permits issued	5,020	5,923	6,073	5,065	4,220	2,887	2,854	2,521	2,432	2,737
Inspections performed	21,512	24,996	28,943	23,628	18,918	13,645	9,975	9,532	9,516	8,800
Assessor										
Parcels assessed	142,807	145,997	154,662	160,561	162,382	163,236	163,273	170,330	170,306	169,314
New subdivisions	106	107	171	139	90	51	25	16	33	15
Public safety										
Sheriff										
Inmate population	6,448	5,600	6,184	6,446	6,652	5,970	6,475	6,470	6,942	7,060
Adult Probation										
Probationers actively supervised	1,870	1,799	2,105	2,140	2,212	2,287	2,116	1,940	1,854	1,860
Community restitution hours	76,727	72,917	70,270	71,037	82,646	79,465	63,245	50,500	46,858	50,043
Restitution collected	\$594,208	\$770,304	\$634,651	\$756,191	\$958,873	\$793,687	\$777,528	\$717,672	\$579,926	\$585,079
Presentence reports written for courts	1,880	1,558	1,431	1,306	1,033	762	636	532	531	548
Juvenile Probation										
Juveniles brought to detention	1,238	1,272	1,391	1,265	1,235	1,123	1,119	998	955	800
Average length of detention (days)	12	13	12	11	11	12	12	31	15	14
Probationers	577	591	761	758	735	736	742	648	596	556
Community restitution hours	17,835	15,158	14,811	13,641	15,179	13,204	19,578	16,350	15,203	12,956
Highways and streets										
Public Works										
Crack sealing (miles)	88	67	83	57	49	24	40	78	54	37
Street resurfacing (miles)	55	49	41	38	28	36	30	26	33	37
Sanitation										
Landfill/Environment										
Transfer station refuse collected (tons)	6,057	5,450	4,728	4,042	3,479	3,296	2,956	2,772	2,853	2,564
Waste tires collected	127,123	145,842	140,871	141,091	146,634	118,506	122,987	129,318	125,880	127,417
Health										
Health Care										
Certified copies of death certificates issued	16,123	16,693	16,024	15,884	15,384	16,029	15,343	16,515	13,409	13,045
Childhood immunization visits	5,239	4,727	4,806	3,940	4,792	3,929	3,008	2,509	2,518	3,378
Restaurant inspections and re-inspections	2,244	2,496	2,923	3,236	4,052	4,226	4,113	4,063	3,793	4,413
Welfare										
Public Fiduciary										
Guardianships/conservatorships	105	127	104	92	82	78	90	85	88	91
Education										
School Superintendent										
School districts	25	25	25	25	25	25	25	25	25	25
District students	21,686	22,422	23,086	23,496	23,747	23,243	22,834	22,237	21,673	21,566
Charter schools	41	41	38	27	24	29	28	30	31	28
Charter students	3,606	3,308	3,297	3,023	3,256	3,446	3,954	3,402	3,529	3,578
Culture and recreation										
Parks & Recreation										
Park use permits issued	11	9	6	6	5	9	9	9	11	12

Source: Various Yavapai County departments.

Yavapai County
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government										
Elections										
Voting machines	110	120	242	242	242	232	232	232	232	232
Superior Courts										
Divisions	9	9	9	9	10	10	10	10	10	10
Public safety										
Sheriff										
Inmate beds available (including portable)	570	570	570	765	765	916	773	794	794	794
Jail facilities	2	2	2	2	2	2	2	2	2	2
Stations	9	10	10	11	11	12	12	12	12	12
Improvement Districts										
Flood warning sites	50	60	71	78	80	80	80	83	88	92
Flood Control District properties	228	229	232	232	232	232	232	235	241	242
Highways and streets										
Public Works										
Miles of paved roads	740	740	744	754	760	771	773	779	782	783
Bridges	15	16	16	17	17	17	17	17	14	14
Sanitation										
Landfill/Environment										
Transfer stations	7	7	7	7	7	7	7	7	7	8
Health										
Health Care										
Public health facilities	3	3	3	3	3	3	3	3	4	4
Culture and recreation										
Parks & Recreation										
County parks	10	10	10	11	11	11	11	11	11	11

Source: Various Yavapai County departments.

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

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