



2023

**Annual Comprehensive
Financial Report**



Fiscal Year Ended June 30, 2023
Coconino County, Arizona



Coconino County
Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2023

COCONINO COUNTY BOARD OF SUPERVISORS

Patrice Horstman
District 1

Jeronimo Vasquez
District 2
Chair

Adam Hess
District 3

Judy Begay
District 4
Vice Chair

Lena Fowler
District 5

COCONINO COUNTY MANAGEMENT

Steve Peru
County Manager

Lucinda Andreani
Deputy County Manager

Andy Bertelsen
Deputy County Manager

Susan Brown
Deputy County Manager

Finance Team

Siri Mullaney, Chief Financial Officer
Abigail Velazquez, Accounting and Audit Manager
John Comer, Senior Accountant
Dominic Egliskis, Accountant
Adinideen Nez, Senior Grants Accountant
Jessica Hudson, Grants Accountant

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INTRODUCTORY SECTION





March 29, 2024

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

Arizona Revised Statute (A.R.S.) §41-1279.21 requires the Arizona Auditor General to conduct financial audits of the accounts and records of County governments. Pursuant to the statute, the Arizona Auditor General audited the Annual Comprehensive Financial Report of Coconino County in accordance with generally accepted auditing standards for the year ended June 30, 2023.

This report consists of management's representations concerning the finances of Coconino County. Consequently, management assumes full responsibility of the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Coconino 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 preparation of Coconino County's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal control should not outweigh their benefits, Coconino 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 goal of the independent audit was to provide reasonable assurance that the financial statements of Coconino County for the fiscal year ended June 30, 2023, are free of material misstatement. The independent audit involves obtaining audit evidence about the amounts and disclosures in the financial statements. An audit includes assessments of risk of material misstatement of the financial statements, evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management as well as evaluating the overall financial statement presentation. The independent auditors expressed an unmodified opinion on the Coconino County financial statements for the fiscal year ended June 30, 2023. The auditors concluded that the financial statements were considered 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 Coconino 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. This report will be available in Coconino County's separately issued Single Audit Report.

GAAP requires management's discussion and analysis (MD&A) immediately following the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. This MD&A complements this letter of transmittal and should be read in conjunction with it.

Coconino County Profile

Coconino County was established on February 19, 1891 by the 16th Territorial Assembly with an initial population count of 4,000. The County encompasses approximately 18,617 square miles – it is the largest county in Arizona and the second largest in the United States. Despite its size, Coconino County is one of the most sparsely populated counties in Arizona with a population of 7.8 per square mile (2020 Census). Only 12% of the County's total square miles are private property. The remainder is a combination of state, federal and Tribal land.

Flagstaff is the County seat and the largest city in the County. The County is home to the Grand Canyon, four other federal recreation areas and three state parks. The County is also home to Tribal land belonging to the Navajo, Hopi, Havasupai, Hualapai and Paiute tribes.

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

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

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

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

The annual budget serves as the foundation for Coconino County's financial planning and control. The County is required by A.R.S. §42-17101 et. seq. to annually prepare and adopt a balanced budget. Arizona law further requires that no expenditure shall be made or liability incurred in excess of the amounts budgeted except as provided by law. Coconino County's annual budget is available on the internet at the following address:
<https://coconino.az.gov/621/Financial-Reports>

Coconino County's Economic Outlook

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

Economic Outlook. In March 2023, as reported by The Arizona Economic and Business Research Center, the state's economy remains strong but is slowing. Job growth is expected to continue, but at a slower pace than seen in the last few years as interest rates remain elevated. The State's January 2024 unemployment rate of 3.8% was slightly higher than the national seasonally adjusted rate of 3.4%. Population growth has also slowed as movement spurred by the pandemic continues to level out. October 2023 inflation in Phoenix, the largest population hub of the state, was just .3% less than the national rate of 3.2%, a significant shift from the 3.9% lead held by the city during the summer of 2023.

Local Economy. Coconino County building activity remained strong in FY23 with 1,390 new building permits submitted during the year. This is anticipated to slow as we go into FY24. The civilian labor force experienced modest growth in 2023 with December 2023 showing a 2.6% increase over the previous year. In January 2024, Rockethomes.com reports the median sales price of homes in Flagstaff at \$785,000, up 4.7% from the prior year. Local wildfires and

subsequent flooding to neighborhoods in the water catchments of the Museum, Pipeline, Tunnel and Schultz burn scars will continue to negatively impact community and local households as remediation and forest restoration efforts will take years to complete. Assessed values in the impacted neighborhoods have dropped as a result of flood impacts.

The economy of Coconino County is based primarily on tourism, public administration, the service industry, wholesale and retail trade. The City of Flagstaff (the County seat) is the center of educational, governmental and scientific employment. The list of major employers remained relatively the same in FY23 as in the prior year with additional new manufacturing and retail distribution employers moving into Flagstaff. The list of major employers includes Northern Arizona University, Northern Arizona Healthcare, W.L. Gore and Associates, Flagstaff Unified School District, Coconino County, City of Flagstaff, Walmart, Nestle-Purina Petcare, The Guidance Center, and the U.S. Forest Service.

Tourism significantly impacts the local economy. Old Route 66 runs across most of the County as well as U.S. Interstate 40. Attractions include National Parks, National Monuments and State Parks, some of which are: the Grand Canyon, Sedona/Oak Creek Canyon, Glen Canyon National Recreation Area, Wupatki National Monument, Sunset Crater National Monument, Walnut Canyon National Monument, and Slide Rock State Park. The tourism sector saw a marginal increase of .8% in tax revenue in June 2023 over the prior year, according to the Arizona Office of Tourism.

Coconino County's population increased from 134,421 as of April 1, 2010 to 145,101 as of the April 1, 2020 Census, which is a 7.9% increase as compared to the State of Arizona population increase of 11.9 % for the same time period as is confirmed on the United States Census website. According to the Census Bureau, only half of Coconino County's population is in the prime working age range of 18 to 54. The Arizona Office of Economic Opportunity estimates the County's labor force to be 76,546 as of December 2023.

Coconino County's unemployment rate tends to be slightly higher than the State of Arizona's unemployment rate. In December 2023, the County unemployment rate was 4.5% compared to the State unemployment rate of 4.3%.

Financial Policies and Long-Term Financial Planning

Strategic Budget Process and Financial Planning. The County has had a comprehensive long-term financial planning process in place since fiscal year (FY) 2007. In FY23, the County continued the Strategic Budget Process that began in FY10. The goal of the process is to provide consistent delivery of essential services to its residents in times of economic growth or recession, and to identify opportunities for cost containment through prevention efforts. Keys to this process are: 1) a ten-year financial plan, 2) aligning high probability revenue types with mission critical expenditures, 3) balancing recurring expenditures with recurring revenue, 4) building prudent reserves, 5) planning the budget to include employee compensation, facilities

R & R, and IT, 6) continued development of the Strategic Budgeting Process, and 7) development of new revenue sources. Additionally, the County has added proactive pension management to the list of important financial planning considerations.

Coconino County's fiscal policies promote long-term stability, provide perspective to the financial picture of the County in its entirety rather than single issues, link long-term financial planning to day-to-day operations, and provide a framework for the Board of Supervisors and the citizens for measuring the fiscal impact of government services against established fiscal parameters. The fiscal policies include:

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

Operating Budget Policies. The operating budget is a plan for allocating current resources to current expenditures.

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

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

Reserve Policies. Responsible reserve policies will provide adequate resources for cash flow and contingency purposes, while maintaining reasonable tax rates. The County maintains a contingency for cash liquidity and as an emergency contingency in the County General Fund equal to at least 10% of its annual revenue budget. The County also maintains a revenue smoothing reserve of 5% of its annual revenue budget. These funds should only be utilized to cover short-term drops in County revenues to maintain service levels in difficult economic times.

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

Awards and Acknowledgments

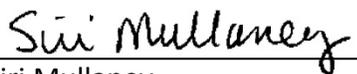
Coconino County has received the GFOA's Distinguished Budget Presentation Award for its annual budget for fiscal years 2001 through 2023. In order to qualify for the award, the County's budget had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device.

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

Respectfully submitted,

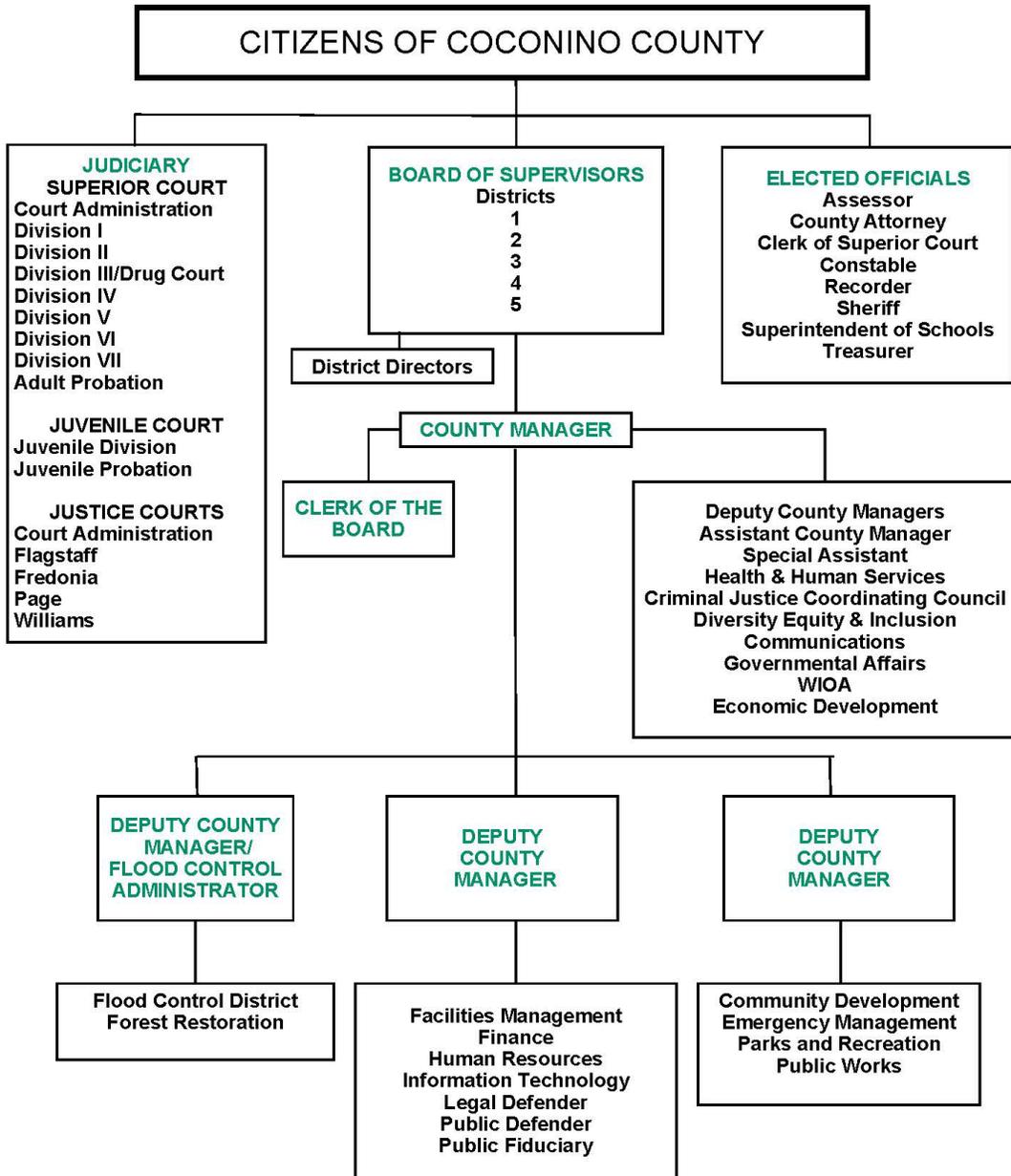


Steve Peru
County Manager



Siri Mullaney
Chief Financial Officer

Coconino County
Organizational Chart





Coconino County
County Officials

APPOINTED DEPARTMENT HEADS

Adult Probation (Chief Probation Officer)	Sarah Douthit
Community Development.....	Jay Christelman
Court Administrator	Sharon Yates
Elections.....	Eslir Musta
Emergency Management.....	Wes Dison
Facilities Management.....	Tom Hanecak
Finance	Siri Mullaney
Health and Human Services	Kim Musselman
Human Resources	Erika Philpot
Information Technology	Matt Fowler
Juvenile Court Services	Casie Lightfoot
Legal Defender	Erika Arlington
Parks and Recreation	Cynthia Nemeth
Public Defender.....	Sandra Diehl
Public Fiduciary.....	Rashida Suminski
Public Works	Christopher Tressler
Superior Court Juvenile Court Judge/Commissioner	Angela Kircher

FINANCIAL SECTION





LINDSEY A. PERRY
AUDITOR GENERAL

ARIZONA
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent auditors' report

Members of the Arizona State Legislature

The Board of Supervisors of
Coconino County, Arizona

Report on the audit of the financial statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Coconino County as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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 the County as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Basis for opinions

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 U.S. Comptroller General. Our responsibilities under those standards are further described in the auditors' responsibilities for the audit of the financial statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of matter

As discussed in Note 1 to the financial statements, for the year ended June 30, 2023, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements*. Our opinions are not modified with respect to this matter.

Other matters

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 comply with the authorized transportation purposes, insofar as they relate to accounting matters, for Highway User Revenue Fund monies it received pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2, and any other dedicated State transportation revenues it received. 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 authorized transportation purposes referred to above, 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 County's Board of Supervisors and 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.

Management's responsibilities for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. generally accepted accounting principles, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the audit's planned scope and timing, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required supplementary information

U.S. generally accepted accounting principles require that the management's discussion and analysis on pages 29 through 40, budgetary comparison schedules on pages 108 through 118, schedule of the County's proportionate share of the net pension liability—cost-sharing plans on page 119, schedule of changes in the County's net pension liability and related ratios—agent plans on page 120, schedule of County pension contributions on pages 121 through 122, and the schedule of changes in the County's total OPEB liability and related ratios on page 123 be presented to supplement the basic financial statements. Such information is management's responsibility and, 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 information

Combining and individual nonmajor fund financial statements and schedules

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is management's responsibility and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 accompanying combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance on the other information.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other reporting required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's 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.

Lindsey A. Perry

Lindsey A. Perry, CPA, CFE
Auditor General

March 29, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)



Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

Management's Discussion and Analysis (MD&A) of the County's financial performance provides an overview of the County's financial activities for the fiscal year ended June 30, 2023. Please read it in conjunction with the transmittal letter on pages 11 to 16 and the County's basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2023

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year 2023 by \$278.3 million (*net position*). The unrestricted net deficit in the amount of \$18.9 million is primarily the result of the County's unfunded pension and other postemployment benefit (OPEB) obligations, \$100.7 million.
- The increase in the County's net position was \$50 million in fiscal year 2023.
- At the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$306.4 million, an increase of \$147.0 million.
- The General Fund reported an unassigned fund balance of \$72.0 million at the close of fiscal year 2023, which is an increase of \$6.4 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

The Statement of Net Position presents information on all of the County's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as Net Position.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

OVERVIEW OF THE FINANCIAL STATEMENTS – Continued

$$\text{Net Position} = (\text{Assets} + \text{Deferred Outflows of Resources}) - (\text{Liabilities} + \text{Deferred Inflows of Resources})$$

When viewed over a period of time, increases and decreases in net position are a useful indicator of an improving or deteriorating County financial condition. In addition to this change, other financial and non-financial factors should be considered.

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

All of the County's basic services are considered to be governmental activities, including general government, health, welfare, public safety, highways and streets, culture and recreation, education, and sanitation. Sales taxes, property taxes, intergovernmental revenues and user fees finance most of these activities. *The government-wide financial statements can be found on pages 43-44 of this report.*

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

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

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

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

OVERVIEW OF THE FINANCIAL STATEMENTS – Continued

The County maintains numerous individual governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Works/HURF Fund, Jail District Fund, Public Health Services District Fund, American Rescue Plan Act Fund, County Debt Services Fund, Flood Control District Fund, and Capital Improvement Plan Fund, which are considered to be major funds. Data from the other nonmajor governmental funds are combined into a single aggregate presentation. Individual fund data for these nonmajor governmental funds are provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found on pages 45-50 of this report.

Proprietary funds—The County has one proprietary fund, an internal service fund, to report fleet service activities provided to the County's other programs and activities. The County's internal service fund only provides services to County departments; as such it is reported as a governmental activity in the Statement of Net Position and the Statement of Activities. The basic proprietary fund financial statements can be found on pages 51-53 of this report.

Fiduciary funds—Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements as the resources of those funds are not available to support the County's programs. The basic fiduciary funds financial statements can be found on pages 54-55 of this report.

Notes to the financial statements and required supplementary information

Notes to the financial statements—The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 59-105 of this report.

Required supplementary information—In addition to the basic statements and accompanying notes, the report presents required supplementary information on the County's budgeting and budgetary control and the County's Proportionate Share of the Net Pension Liability for Cost Sharing Plans, the Schedule of Changes in the County's Net Pension Liability and Related Ratios for Agent Pension Plans, the Schedule of County Pension Contributions, and the Schedule of Changes in the County's Total OPEB Liability. Required supplementary information can be found on pages 108-125 of this report.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The Statement of Net Position presents the financial position of the County at the end of the fiscal year, including all assets and deferred outflows, and all liabilities and deferred inflows. The following table summarizes the County's assets and deferred outflows, liabilities and deferred inflows, and net position on June 30, 2023 and June 30, 2022. Net Position may serve over time as a useful indicator of a County's financial position.

	Governmental Activities	
	(in millions)	
	2023	2022
Current and other assets	\$ 374.52	\$ 212.26
Capital assets, net	189.91	173.90
Total assets, net	564.43	386.16
Deferred outflows of resources	21.25	21.71
Long-term liabilities outstanding	259.17	113.89
Other liabilities	35.52	28.52
Total liabilities	294.70	142.41
Deferred inflows of resources	12.73	37.17
Net investment in capital assets	187.71	171.97
Restricted	109.43	100.68
Unrestricted	(18.88)	(44.35)
Total net position	\$ 278.26	\$ 228.30

The County's net position from governmental activities at the end of the fiscal year was \$278.3 million. There was an increase in current year net position of \$50.0 million as recorded in the Statement of Activities. The increase was due to strong investment earnings and higher than expected sales tax and state shared sales tax receipts. Other factors that contributed to the increase in net position include an increase in federal grants for flood mitigation and other programs, as well as the recognition of revenue from the National Opioid Settlement.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Total Assets

Total net assets increased by \$178.3 million in FY23. The majority of this increase (\$136.7 million) was due to increased cash from bonds issued for the ASRS Contribution Prepayment Program and the Capital Improvement Plan. A corresponding increase in long-term liabilities outstanding should also be noted. An increase in assets due from other governments, which were primarily Flood Control grant reimbursements, also contributed to the FY23 increase. And finally, an increase in net capital assets, also caused by FY23 Flood Control infrastructure construction, was a factor in the increase.

Deferred Outflows of Resources

Deferred outflows of resources are consumptions of the County's net position that are applicable to a future reporting period. In fiscal year 2023, deferred outflows of resources decreased \$0.5 million compared to fiscal year 2022, which was \$21.7 million. (See Note 11 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS for more information).

Total Liabilities

Total liabilities increased \$152.3 million compared to fiscal year 2022 due to an increase in long-term liabilities of \$145.3 million. The increase in long-term liabilities is attributable to the issuance of \$133.2 million in debt in FY23. (See Note 8 – LONG-TERM LIABILITIES).

Through its active retirement liability management, the County began participation in the Arizona State Retirement System (ASRS) Contribution Prepayment Program in FY23. The County issued pledged revenue obligations of \$53.2 million to be held as a restricted investment with the ASRS to be used to offset future employer pension contribution payments. Using projections based on an assumed 7% rate of annual return, participation in this program could save taxpayers \$60 million over the life of the program. However, this estimate is based on historical rates of return, and there is no guarantee of future returns. There is a risk that the County's investment with ASRS could earn more or less than the interest owed on the bonds.

Additionally, private placement pledged revenue obligations of \$80 million were issued to fund capital projects under the County's Capital Improvement Plan.

Deferred Inflows of Resources

Deferred inflows of resources are an acquisition of net position by the County that are applicable to a future reporting period. In fiscal year 2023, deferred inflows of resources decreased by \$24.4 million compared to fiscal year 2022, due to changes in actuarial estimates related to the County's net pension liability. (See Note 11 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS for more information).

Net Investment in Capital Assets

The County's net investment in capital assets increased by \$15.7 million in the current fiscal year, with total net investment in capital assets of \$187.7 million. Capital assets include land, buildings, equipment, infrastructure, and intangibles. The FY23 increase was due to several infrastructure projects that were either completed in FY23 or classified as construction-in-progress for the fiscal

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

year. Infrastructure capital expenditures included \$9.7 million for flood mitigation, and another \$4.1 million were for road reconstruction projects.

Restricted Net Position

Expendable restricted net position includes resources in which the County is legally obligated to spend the resources in accordance with restrictions provided by external parties. The portion of the County's net position which is subject to external restrictions is \$109.4 million. The County's restricted net position increased by \$8.8 million in the current fiscal year. The increase in the restricted net position balance is attributed to increases in the Public Works/HURF and Jail District fund balances, primarily due to increased investment earnings and sales tax revenue.

Unrestricted Net Position

Unrestricted net position is not subject to externally imposed stipulations; however, most of these resources have been designated for particular capital projects and for the County's unfunded pension and OPEB liabilities. The reported negative balance of the County's unrestricted net position, \$18.9 million, is due to the County's unfunded pension and OPEB liabilities of \$100.7 million. (See Note 11 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS for more information).

Total Net Position

The County's total net position from governmental activities at the end of the fiscal year was \$278.3 million. The County's total net position increased by \$50 million compared to fiscal year 2022. As noted, \$15.1 million of this increase was in cash and investments, due to strong investment earnings and higher than expected sales tax receipts. Another \$15.6 million of this increase was from federal grant revenue recognized by the Flood Control District. The completion of flood mitigation infrastructure, road reconstruction projects, and equipment contributed to the \$15.7 million increase in capital assets.

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Statement of Activities

The Statement of Activities presents information on how the County's net position changed during the most current fiscal year. The following table reflects the condensed Statement of Activities of the County for the fiscal year 2023 compared to the prior year.

	Governmental Activities	
	(in millions)	
	<u>2023</u>	<u>2022</u>
REVENUES		
Program revenues:		
Charges for services	\$ 17.49	\$ 14.43
Operating grants and contributions	87.19	55.94
Total program revenues	<u>104.68</u>	<u>70.37</u>
General revenues:		
State shared revenue	40.42	38.72
Sales taxes	59.67	57.05
Property taxes	31.62	26.33
Grants and contributions not restricted specific programs	3.76	3.71
Investment earnings	6.42	(3.66)
Gain on disposal of capital assets	0.45	-
Miscellaneous	0.07	0.28
Total general revenues	<u>142.41</u>	<u>122.43</u>
Total revenues	<u>247.09</u>	<u>192.80</u>
EXPENSES		
General government	49.74	40.47
Public safety	79.87	52.24
Highways and streets	22.76	22.42
Sanitation	0.49	0.39
Health	21.81	17.21
Welfare	5.06	5.23
Culture and recreation	8.45	7.87
Education	6.50	5.02
Interest on Long-Term Debt	2.45	0.49
Total expenses	<u>197.13</u>	<u>151.34</u>
Change in net position	49.96	41.46
Net position, July 1, 2022	<u>228.30</u>	<u>186.84</u>
Net position, June 30, 2023	<u>\$ 278.26</u>	<u>\$ 228.30</u>

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

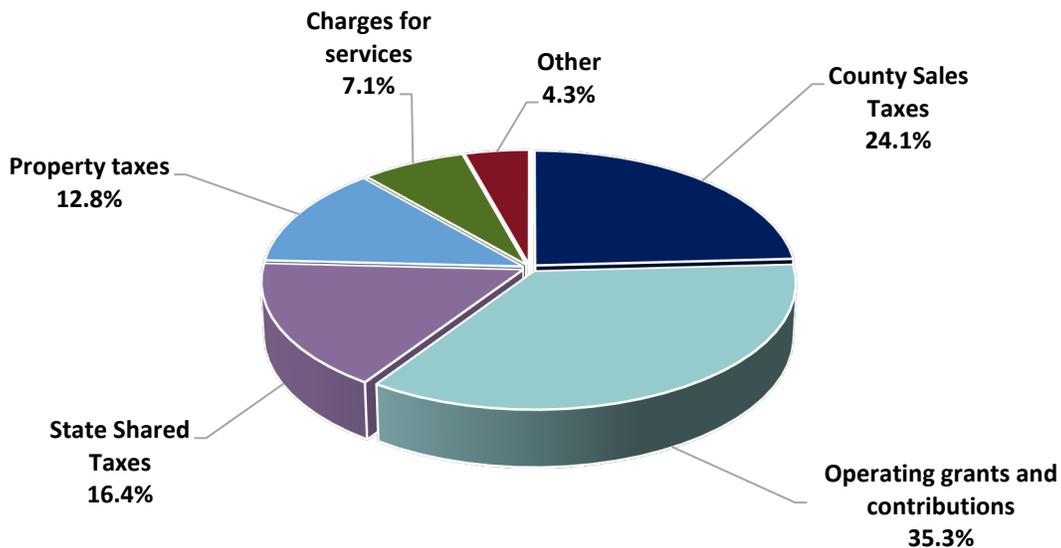
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Overall program revenues increased by \$34.3 million in FY23. The increase was primarily due to federal grants received by the Flood Control District Fund related to flood mitigation and forest restoration. The remaining increase is due to the addition of other federal grants, namely the Local Assistance and Tribal Consistency Fund and Elementary and Secondary School Emergency Relief Fund.

Program expenses increased by \$45.8 million in the current fiscal year. This increase was primarily due to a \$26.6 million increase in expenditures by the Flood Control District to mitigate future flooding caused by recent forest fires. Another \$6.0 million increase in General Government expenditures was due to the federal funds received through the federal Local Assistance and Tribal Consistency program.

Total general revenue increased by \$20 million in fiscal year 2023. This was due primarily to \$6.4 million in investment earnings in FY23, compared to \$3.7 million in losses in FY22. The Flood Control District raised its property tax rate in FY23, resulting in a \$4.3 million increase in tax receipts. And total local and state shared sales tax receipts increased by \$4.3 million, or 4.5%, due to strong consumer spending still seen between July 2022 and June 2023.

**Revenue Sources
Fiscal Year 2023**



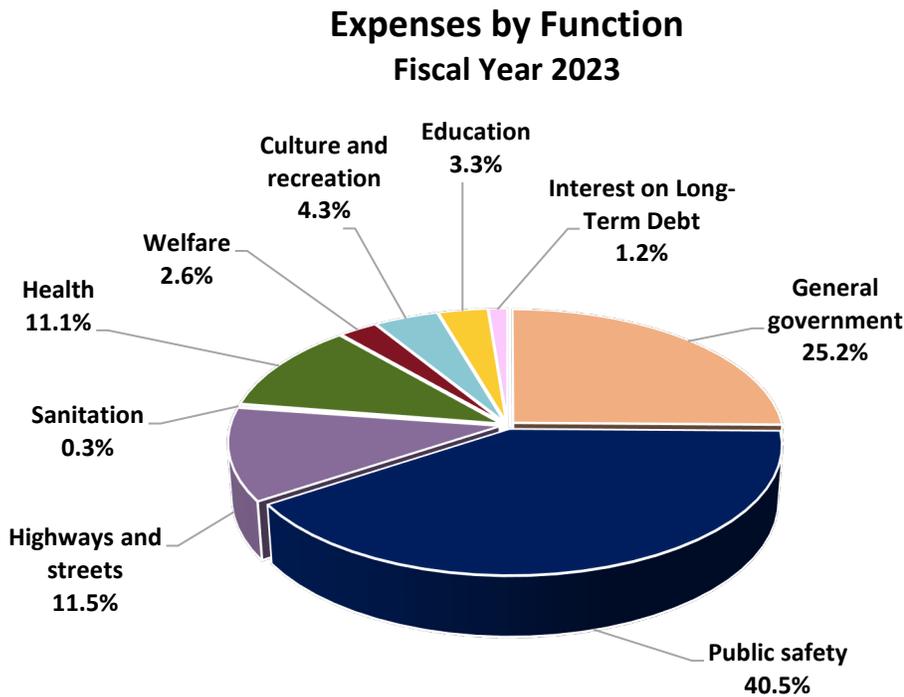
As shown in the chart above, the County's primary revenue sources are operating grants and contributions, County sales tax, state shared sales taxes, property taxes, and charges for services.

Coconino County
Management’s Discussion and Analysis (MD&A)
Year Ended June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Total expenses for governmental activities were \$45.8 million higher than the prior fiscal year, largely due to increased expenditures under federal operating grants.

Public safety was the largest functional area with regard to expenses, making up 40.5% of all governmental activities expenses. This was followed by general government (25.2%), highways and streets (11.5%) and health (11.1%).



Public Safety expenses increased by \$27.6 million, due almost entirely to flood mitigation and forest restoration grant expenditures in the Flood Control District fund.

General Government expenses increased \$9.3 million in the current fiscal year, principally due to spending related to an increased number of elections in FY23 and community funding for subrecipients awarded under the American Rescue Plan Act funding.

Health experienced an increase in expenses of \$4.6 million in FY23. This increase resulted from an increase in expenditures associated with federal awards including the American Rescue Plan Act and Pathways grant, and other COVID-19 related grant expenditures. Spending also increased due to an increase in the County’s mandated contribution to the Arizona Long Term Care program (ALTCS).

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

The County uses credit cards to pay certain vendors for goods and services and for employee travel expenses. The County received a financial consideration resulting from credit card payments for the year ended June 30, 2023, in the amount of \$100,472.

The County reported eight major funds for this fiscal year: General Fund, Public Works/HURF Fund, Jail District Fund, Public Health Services District Fund, American Rescue Plan Act Fund, County Debt Services Fund, Flood Control District Fund, and Capital Improvement Plan Fund.

The County's governmental funds reported combined fund balances of \$306.4 million, which is an increase of \$147 million from last fiscal year, or an increase of 92.2%. Of the total fund balance, \$306.3 million (99.98%) constitutes spendable fund balance. The large increase is attributable to the FY23 issuance of \$133.2 million in pledged revenue bonds for investment with ASRS and to fund Capital Improvement Plan projects.

Fiscal year 2023 revenues in the governmental funds were \$229 million, an increase of 21.7% from the prior year. This was primarily due to the receipt of state and federal grant revenue, higher state shared sales tax receipts, and an increase in investment earnings growth due to unrealized investment earnings losses the County recognized in FY22.

Expenditures in the governmental funds were \$215.5 million, representing an increase of 37%. The increase was due primarily to a \$26.7 million increase in Flood Control District expenditures, as well as \$5.1 million in principal and interest in the County Debt Services Fund. General Government expenditures in the General Fund also increased by \$8 million from FY22 to FY23. In total, governmental fund revenues exceeded expenditures by \$13.4 million in the current fiscal year.

The General Fund is the County's primary operating fund. At the end of the current fiscal year the spendable fund balance of the General Fund was \$141.6 million. The General Fund's fund balance increased by \$75.4 million over fiscal year 2022. The increase is attributed to the issuance of \$53.1 million in pledged revenue bonds for investment with ASRS, higher County sales tax and state shared sales tax receipts, and a \$6.6 million increase in investment earnings.

The Public Works/HURF Fund fund balance increased by \$2.7 million in the current fiscal year. The increase was primarily due to an increase in investment earnings, but also due to an increase in county sales tax receipts above fiscal year 2022.

The Jail District Fund fund balance increased by \$4 million in the current fiscal year. The increase was due to an increase in county sales tax revenue, combined with only marginal increases in expenses.

The Public Health Services District Fund fund balance decreased by \$0.8 million in the current fiscal year. This represents an improvement over the FY22 decrease of \$1.1 million, primarily due to the increase in intergovernmental grant revenue.

The American Rescue Plan Act Fund fund balance increased by approximately \$521,000 in the current fiscal year primarily due to an increase in investment earnings.

Coconino County
 Management’s Discussion and Analysis (MD&A)
 Year Ended June 30, 2023

FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS - continued

The County Debt Services Fund fund balance increased by \$5.5 million in FY23, due to transfers into the fund from the General Fund and the Road Maintenance Sales Tax fund.

The Flood Control District Fund fund balance decreased by \$15 million in the current fiscal year. The change in fund balance was attributable to significant flood response and mitigation expenditures due to the recent Museum, Tunnel, and Pipeline Fires, as well as a delay in receipt of outstanding grant reimbursements.

The County’s Capital Improvement Plan fund balance increased by \$74.2 million, due to an \$80 million bond issuance and only minor capital outlay near the end of the fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

- The final expenditure budget for the General Fund at year-end was \$75.1 million less than the original budgeted expenditures. The difference was primarily due to the reduction of contingency accounts related to the ASRS refinance, which was eventually moved to a different fund.
- For the General Fund, actual expenditures were \$41.2 million less than the final budget. The expenditures variance was primarily due to unexpended contingency funds, salary savings from vacancies and turnover, and budgeted fiscal reserves.
- Actual revenues exceeded the final budgeted revenues by \$12.2 million. The variance was primarily due to higher than anticipated county sales tax, state shared sales tax, and recognized investment earnings revenue.

CAPITAL ASSETS AND DEBT ADMINISTRATION

The County’s overall estimated value of capital asset inventory increased \$15.7 million net of increases in depreciation/amortization. (See Note 6 – CAPITAL ASSETS).

The following table reflects the changes in capital assets for the County for the fiscal year 2023 compared to fiscal year 2022.

	Governmental Activities (net of depreciation) (in millions)	
	2023	2022
Land	\$ 51.59	\$ 51.28
Buildings and other improvements	49.07	51.34
Machinery and equipment	19.59	16.74
Infrastructure	59.89	51.66
Construction in progress	7.87	0.98
Right-to-Use Assets	1.90	2.16
Total	\$ 189.91	\$ 174.16

Coconino County
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2023

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The County utilizes a Ten-Year Financial Plan, which is updated regularly, to forecast the County's financial future. The largest revenue sources are local and state shared sales taxes. Local and State shared sales taxes constitute approximately 41% of the County's government-wide total revenues and approximately 62% of General Fund revenues. This makes the County's revenue sensitive to both improvements and downturns in the economy. County staff incorporated historical financial trends and local, national, and global economic trends into the County's fiscal 2024 budget.

The County's recent revenue increases have continued into FY23, but the nature of the revenue has changed. FY21 and FY22 benefited from the post-pandemic economic expansion, with sales taxes experiencing periods of double-digit growth. These increases were not expected to continue into FY23, and have tempered considerably to around 4%. The County has budgeted for these revenues to follow long-term trends more closely in FY24. Instead of significant increases in sales tax revenue, the County has experienced higher FY23 revenue due to increased federal and state grant funding. The County received an additional \$6.2 million in State and Local Fiscal Recovery Funds (SLFRF) under the American Rescue Plan Act, as well as \$6 million in federal funds through the Local Assistance and Tribal Recovery program (LATCF). These federal funds allowed the County to fund pay increases for staff and invest in one-time projects that will provide long-term returns on investment. For FY24, one-time funds were allocated towards Information Technology repair and replacement, an updated Elections Center, new fairground parking lots, the remodeling of areas of the Flagstaff detention facility, and numerous highway construction projects. Many of these projects were initially funded in the FY23 budget but are expected to span multiple fiscal years. Additionally, resources were set aside to continue to address community response efforts for the COVID-19 pandemic.

REQUESTS FOR INFORMATION

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

BASIC FINANCIAL STATEMENTS



Coconino County
Government-Wide Statements
Statement of Net Position
June 30, 2023

	Governmental Activities
ASSETS	
Cash and investments	\$ 183,014,535
Receivables (net of allowance for uncollectible)	
Property taxes	797,985
Accounts	384,204
Road sales tax	2,545,732
Jail district sales tax	4,246,610
Accrued interest	583,579
Leases	1,464,417
Settlements	3,318,051
Due from other governments	35,960,285
Cash and investments held by trustee - restricted	81,122,256
Cash and investments held by pension plan - restricted for ASRS Contribution Prepayment Program	55,577,940
Inventories	385,016
Prepaid items	129,439
Noncurrent assets:	
Pension and other postemployment benefits asset	4,992,346
Capital assets, not being depreciated/amortized	59,454,310
Capital assets, being depreciated/amortized, net	130,452,350
Total assets	564,429,055
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions and OPEB	21,253,511
Total deferred outflows of resources	21,253,511
LIABILITIES	
Accounts payable	19,885,751
Accrued payroll and employee benefits	2,324,426
Deposits held for others	297,427
Unearned revenues	13,017,235
Noncurrent liabilities:	
Due within one year	4,587,763
Due in more than one year	254,583,468
Total liabilities	294,696,070
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to leases	1,408,713
Deferred inflows related to pensions and OPEB	11,322,487
Total deferred inflows of resources	12,731,200
NET POSITION	
Net investment in capital assets	187,705,808
Restricted for:	
Capital projects	3,580,516
Culture and recreation	4,156,753
Education	4,175,736
Health	3,055,805
Highways and streets	55,661,016
Other purposes	6,440,439
Public safety	31,698,327
Sanitation	30,648
Welfare	634,434
Unrestricted (deficit)	(18,884,186)
Total net position	\$ 278,255,296

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

Coconino County
Government-Wide Statements
Statement of Activities
Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Totals
Primary Government:				
Governmental activities:				
General government	\$ 49,739,561	\$ 8,397,415	\$ 15,384,657	\$ (25,957,489)
Public safety	79,873,725	1,467,875	36,998,960	(41,406,890)
Highways and streets	22,757,052	47,775	17,294,855	(5,414,422)
Sanitation	493,218	9,030	315,419	(168,769)
Health	21,805,628	5,497,614	8,116,491	(8,191,523)
Welfare	5,063,982	149,165	2,555,100	(2,359,717)
Culture and recreation	8,451,287	1,581,532	1,365,396	(5,504,359)
Education	6,495,276	339,244	5,159,112	(996,920)
Interest on long-term debt	2,449,613	-	-	(2,449,613)
Total governmental activities	\$ 197,129,342	\$ 17,489,650	\$ 87,189,990	\$ (92,449,702)
General Revenues:				
Taxes:				
Property taxes, levied for general purposes				\$ 11,498,011
Property taxes, levied for library				5,523,300
Property taxes, levied for flood control				9,401,719
Property taxes, levied for health services				5,196,552
General county sales taxes				22,937,188
Road sales tax				13,785,906
Jail District sales tax				22,940,787
Parks and open spaces sales taxes				3,041
Shared revenue - state sales tax				35,248,693
Shared revenue - state vehicle license tax				5,171,815
Grants and contributions not restricted to specific programs				3,760,770
Gain on sale of capital assets				450,941
Investment earnings				6,417,166
Miscellaneous				73,097
Total general revenues				142,408,986
Changes in net position				49,959,284
Net position, July 1, 2022				228,296,012
Net position, June 30, 2023				\$ 278,255,296

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

Coconino County
Governmental Funds Financial Statements
Balance Sheet
June 30, 2023

	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund
ASSETS				
Cash and investments	\$ 56,244,413	\$ 46,499,767	\$ 25,983,664	\$ -
Receivables (net of allowance for uncollectibles)				
Property taxes	304,341	-	-	145,249
Accounts	278,071	1,443	5,484	13,777
Road sales tax	-	2,545,732	-	-
Jail district sales tax	-	-	4,246,610	-
Accrued interest	174,874	152,189	54,803	2,755
Leases	766,137	-	-	-
Settlements	-	-	-	-
Due from other funds	6,653,223	-	-	-
Due from other governments	9,552,523	2,751,681	363,961	4,307,415
Cash and investments held by trustee – restricted	1,427,256	-	-	-
Cash and investments held by pension plan – restricted for ASRS Contribution Prepayment Program	55,577,940	-	-	-
Prepaid items	113,763	-	-	5,173
Advances to other funds	15,500,000	-	-	-
Total assets	<u>146,592,541</u>	<u>51,950,812</u>	<u>30,654,522</u>	<u>4,474,369</u>
LIABILITIES				
Accounts payable	2,159,567	1,689,603	982,943	1,138,273
Accrued payroll and employee benefits	1,494,714	143,099	188,022	159,455
Due to other funds	-	-	-	419,044
Deposits held for others	250,490	-	-	-
Unearned revenues	41,977	-	-	-
Total liabilities	<u>3,946,748</u>	<u>1,832,702</u>	<u>1,170,965</u>	<u>1,716,772</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	237,843	-	-	112,642
Unavailable revenue - intergovernmental	56,117	167,420	1,067	2,241,122
Unavailable revenue - settlements	-	-	-	-
Unavailable revenue - other	4,206	-	-	8,293
Deferred inflows related to leases	710,427	-	-	-
Total deferred inflows of resources	<u>1,008,593</u>	<u>167,420</u>	<u>1,067</u>	<u>2,362,057</u>
FUND BALANCES				
Nonspendable	113,763	-	-	5,173
Restricted	57,005,196	49,950,690	28,592,882	390,367
Committed	12,562,808	-	889,608	-
Unassigned	71,955,433	-	-	-
Total fund balances	<u>141,637,200</u>	<u>49,950,690</u>	<u>29,482,490</u>	<u>395,540</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 146,592,541</u>	<u>\$ 51,950,812</u>	<u>\$ 30,654,522</u>	<u>\$ 4,474,369</u>

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

(continued on next page)

Coconino County
Governmental Funds Financial Statements
Balance Sheet (Continued)
June 30, 2023

	American Rescue Plan Act Fund	County Debt Services Fund	Flood Control District Fund	Capital Improvement Plan
ASSETS				
Cash and investments	\$ 9,456,305	\$ 5,492,862	\$ 7,935,121	\$ -
Receivables (net of allowance for uncollectibles)				
Property taxes	-	-	196,238	-
Accounts	-	-	44	-
Road sales tax	-	-	-	-
Jail district sales tax	-	-	-	-
Accrued interest	35,467	-	60,579	-
Leases	-	-	-	-
Settlements	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	14,910,827	-
Cash and investments held by trustee – restricted	-	-	-	79,695,000
Cash and investments held by pension plan – restricted for ASRS Contribution Prepayment Program	-	-	-	-
Prepaid items	-	-	-	-
Advances to other funds	-	-	-	-
Total assets	<u>9,491,772</u>	<u>5,492,862</u>	<u>23,102,809</u>	<u>79,695,000</u>
LIABILITIES				
Accounts payable	444,115	-	12,028,460	-
Accrued payroll and employee benefits	40,237	-	22,517	-
Due to other funds	-	-	-	5,461,308
Advances from other funds	-	-	15,500,000	-
Deposits held for others	-	-	-	-
Unearned revenues	9,016,207	-	-	-
Total liabilities	<u>9,500,559</u>	<u>-</u>	<u>27,550,977</u>	<u>5,461,308</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	134,623	-
Unavailable revenue - intergovernmental	-	-	14,910,827	-
Unavailable revenue - settlements	-	-	-	-
Unavailable revenue - other	-	-	-	-
Deferred inflows related to leases	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>15,045,450</u>	<u>-</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	-	74,233,692
Committed	-	5,492,862	-	-
Unassigned	(8,787)	-	(19,493,618)	-
Total fund balances	<u>(8,787)</u>	<u>5,492,862</u>	<u>(19,493,618)</u>	<u>74,233,692</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 9,491,772</u>	<u>\$ 5,492,862</u>	<u>\$23,102,809</u>	<u>\$ 79,695,000</u>

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

(continued on next page)

Coconino County
Governmental Funds Financial Statements
Balance Sheet (Continued)
June 30, 2023

	Other Governmental Funds	Total Governmental Funds
ASSETS		
Cash and investments	\$ 29,447,455	\$181,059,587
Receivables (net of allowance for uncollectibles)		
Property taxes	152,157	797,985
Accounts	85,385	384,204
Road sales tax	-	2,545,732
Jail district sales tax	-	4,246,610
Accrued interest	98,910	579,577
Leases	698,280	1,464,417
Settlements	3,318,051	3,318,051
Due from other funds	-	6,653,223
Due from other governments	4,058,502	35,944,909
Cash and investments held by trustee – restricted	-	81,122,256
Cash and investments held by pension plan – restricted for ASRS Contribution Prepayment Program	-	55,577,940
Prepaid items	10,503	129,439
Advances to other funds	-	15,500,000
Total assets	37,869,243	389,323,930
LIABILITIES		
Accounts payable	1,236,589	19,679,550
Accrued payroll and employee benefits	264,924	2,312,968
Due to other funds	772,871	6,653,223
Advances from other funds	-	15,500,000
Deposits held for others	46,937	297,427
Unearned revenues	3,959,051	13,017,235
Total liabilities	6,280,372	57,460,403
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	117,538	602,646
Unavailable revenue - intergovernmental	2,813,729	20,190,282
Unavailable revenue - settlements	3,247,761	3,247,761
Unavailable revenue - other	7,090	19,589
Deferred inflows related to leases	698,286	1,408,713
Total deferred inflows of resources	6,884,404	25,468,991
FUND BALANCES		
Nonspendable	10,503	129,439
Restricted	25,161,257	235,334,084
Committed	-	18,945,278
Unassigned	(467,293)	51,985,735
Total fund balances	24,704,467	306,394,536
Total liabilities, deferred inflows of resources, and fund balances	\$ 37,869,243	\$389,323,930

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

Coconino County
Governmental Funds Financial Statements
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position
June 30, 2023

Fund balances - total governmental funds **\$ 306,394,536**

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.

Capital assets, not being depreciated/amortized	\$ 59,454,310	
Capital assets, being depreciated/amortized, net	<u>128,728,813</u>	188,183,123

Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.

Property taxes	602,646	
Intergovernmental	20,190,282	
Settlements	3,247,761	
Other	<u>19,589</u>	24,060,278

Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions and OPEB	21,063,842	
Deferred inflows of resources related to pensions and OPEB	<u>(11,223,846)</u>	9,839,996

The Internal Service Fund is used by management to charge the cost of certain activities, such as automotive maintenance, to the individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the Internal Service Fund are included in governmental activities in the Statement of Net Position.

Capital Assets	1,723,537	
Deferred outflows of resources related to pensions and OPEB	189,669	
Deferred inflows of resources related to pensions and OPEB	(98,641)	
Net pension liability	(678,145)	
Other postemployment benefits payable	(95,245)	
Compensated absences payable	(33,887)	
Net positions of other remaining balances	<u>2,141,683</u>	3,148,971

Net pension and OPEB assets held in trust for future benefits are not available operations and, therefore, are not reported in the funds.

Net pension asset	2,827,205	
Net OPEB asset	<u>2,165,141</u>	4,992,346

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

Compensated absences payable	(6,048,101)	
Claims and judgments payable	(680,000)	
Retention programs payable	(1,635,742)	
Pledged revenue bonds payable	(148,155,000)	
Leases payable	(1,707,812)	
Subscriptions payable	(188,040)	
Net pension liability	(91,071,744)	
Other postemployment benefits payable	<u>\$ (8,877,515)</u>	(258,363,954)

Net position of governmental activities **\$ 278,255,296**

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

Coconino County
Governmental Funds Financial Statements
Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2023

	General Fund	Public Works/ HURF Fund	Jail District Fund	Public Health Services District Fund	American Rescue Plan Act Fund
REVENUES					
Property taxes	\$ 11,506,299	\$ -	\$ -	\$ 5,196,552	\$ -
County sales taxes	22,940,722	13,785,906	22,940,786	-	-
Special assessments	-	-	-	-	-
Licenses and permits	3,338,531	16,618	-	615,252	-
Fines and forfeits	1,146,405	-	-	-	-
Intergovernmental	47,316,399	15,652,824	507,107	8,960,423	6,188,938
Charges for services	1,847,988	6,517	400,140	805,896	-
Investment earnings	5,398,361	594,713	101,666	24,899	521,340
Contributions	20,341	-	-	34,851	-
Miscellaneous	578,059	22,864	2,438	40,423	-
Total revenues	<u>94,093,105</u>	<u>30,079,442</u>	<u>23,952,137</u>	<u>15,678,296</u>	<u>6,710,278</u>
EXPENDITURES					
Current:					
General government	34,850,191	-	-	-	3,285,831
Public safety	18,203,533	-	21,599,921	1,177,114	450,547
Highways and streets	432,007	24,520,476	-	-	-
Sanitation	-	-	-	-	-
Health	1,007,904	-	-	19,079,628	1,384,722
Welfare	1,704,094	-	-	-	854,128
Culture and recreation	1,846,705	-	-	-	-
Education	602,470	-	-	-	213,711
Debt service:					
Principal	308,489	30,777	-	-	-
Interest and other charges	26,040	1,153	-	-	-
Bond issuance costs	860,000	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>59,841,433</u>	<u>24,552,406</u>	<u>21,599,921</u>	<u>20,256,742</u>	<u>6,188,939</u>
Excess (deficiency) of revenues over expenditures	34,251,672	5,527,036	2,352,216	(4,578,446)	521,339
OTHER FINANCING SOURCES (USES)					
Revenue bonds issued	53,170,000	-	-	-	-
Lease agreements and SBITAs	45,991	-	-	-	-
Sale of capital assets	-	447,437	-	-	-
Transfers in	1,682,327	454,061	2,864,467	3,739,233	-
Transfers out	(13,733,375)	(3,712,975)	(1,250,000)	-	-
Total other financing sources	<u>41,164,943</u>	<u>(2,811,477)</u>	<u>1,614,467</u>	<u>3,739,233</u>	<u>-</u>
Net change in fund balances	75,416,615	2,715,559	3,966,683	(839,213)	521,339
Fund balances, July 1, 2022	<u>66,220,585</u>	<u>47,235,131</u>	<u>25,515,807</u>	<u>1,234,753</u>	<u>(530,126)</u>
Fund balances, June 30, 2023	<u>\$141,637,200</u>	<u>\$ 49,950,690</u>	<u>\$ 29,482,490</u>	<u>\$ 395,540</u>	<u>\$ (8,787)</u>

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

(continued on next page)

Coconino County
Governmental Funds Financial Statements
Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Year Ended June 30, 2023

	<u>County Debt Services Fund</u>	<u>Flood Control District Fund</u>	<u>Capital Improvement Plan</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Property taxes	\$ -	\$ 9,357,086	\$ -	\$ 5,524,244	\$ 31,584,181
County sales taxes	-	-	-	3,041	59,670,455
Special assessments	-	-	-	11,400	11,400
Licenses and permits	-	7,155	-	28,700	4,006,256
Fines and forfeits	-	-	-	267,304	1,413,709
Intergovernmental	-	13,014,322	-	26,008,050	117,648,063
Charges for services	-	-	-	3,867,854	6,928,395
Investment earnings	31,370	(447,483)	-	181,605	6,406,471
Contributions	-	54	-	235,183	290,429
Miscellaneous	-	-	-	290,480	934,264
Total revenues	<u>31,370</u>	<u>21,931,134</u>	<u>-</u>	<u>36,417,861</u>	<u>228,893,623</u>
EXPENDITURES					
Current:					
General government	-	-	-	9,337,632	47,473,654
Public safety	-	36,926,241	-	9,532,373	87,889,729
Highways and streets	-	-	-	-	24,952,483
Sanitation	-	-	-	492,260	492,260
Health	-	-	-	285,441	21,757,695
Welfare	-	-	-	2,843,931	5,402,153
Culture and recreation	-	-	-	6,740,185	8,586,890
Education	-	-	-	5,775,098	6,591,279
Debt service:					
Principal	2,650,000	-	-	-	2,989,266
Interest and other charges	2,422,420	-	-	-	2,449,613
Bond issuance costs	-	-	305,000	-	1,165,000
Capital outlay	-	-	5,461,308	330,272	5,791,580
Total expenditures	<u>5,072,420</u>	<u>36,926,241</u>	<u>5,766,308</u>	<u>35,337,192</u>	<u>215,541,602</u>
Excess (deficiency) of revenues over expenditures	(5,041,050)	(14,995,107)	(5,766,308)	1,080,669	13,352,021
OTHER FINANCING SOURCES (USES)					
Revenue bonds issued	-	-	80,000,000	-	133,170,000
Lease agreements and SBITAs	-	-	-	-	45,991
Sale of capital assets	-	-	-	-	447,437
Transfers in	10,533,175	-	-	1,786,804	21,060,067
Transfers out	-	-	-	(2,363,717)	(21,060,067)
Total other financing sources	<u>10,533,175</u>	<u>-</u>	<u>80,000,000</u>	<u>(576,913)</u>	<u>133,663,428</u>
Net change in fund balances	5,492,125	(14,995,107)	74,233,692	503,756	147,015,449
Fund balances, July 1, 2022	737	(4,498,511)	-	24,200,711	159,379,087
Fund balances, June 30, 2023	<u>\$ 5,492,862</u>	<u>\$ (19,493,618)</u>	<u>\$ 74,233,692</u>	<u>\$ 24,704,467</u>	<u>\$ 306,394,536</u>

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

Coconino County
 Governmental Funds Financial Statements
 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund
 Balances to the Government-Wide Statement of Activities
 Year Ended June 30, 2023

Net change in fund balances - total governmental funds **\$ 47,015,449**

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

Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation/amortization expense.

Expenditures for capitalized assets	\$ 24,264,829	
Less current year depreciation/amortization	<u>(8,827,128)</u>	15,437,701

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.

Leases incurred	(45,991)	
Revenue obligations incurred	(133,170,000)	
Principal payments on leases	272,942	
Principal payments on subscriptions	66,324	
Principal payments on revenue obligations payable	<u>2,650,000</u>	(130,226,725)

Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	31,862	
Intergovernmental	14,184,293	
Settlements	3,247,761	
Other	19,589	
EORP Subsidy	<u>391,075</u>	17,874,580

County pension/OPEB contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension/OPEB liability is measured a year before the County's report date. Pension/OPEB expense, which is the change in the net pension/OPEB liability adjusted for changes in deferred outflows and inflows of resources related to pensions/OPEB, is reported in the Statement of Activities.

Current year pension/OPEB contributions	10,160,057	
Pension/OPEB expense	<u>(9,676,789)</u>	483,268

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 are reported regardless of when the financial resources are available.

Increase in compensated absences	(362,365)	
Increase in claims and judgments	(407,578)	
Decrease in retention programs payable	<u>63,666</u>	(706,277)

The Internal Service Fund is used by management to charge the cost of certain activities, such as automotive maintenance, to the individual funds. The change in net position of the Internal Service Fund is reported with governmental activities in the Statement of Activities.

81,288

Changes in net position in governmental activities **\$ 49,959,284**

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

Coconino County
Proprietary Fund Financial Statements
Statement of Net Position
June 30, 2023

	Governmental Activities - Internal Service Fund
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 1,954,948
Accrued interest	4,002
Due from other governments	15,376
Inventories	385,016
Total current assets	2,359,342
Noncurrent assets:	
Capital assets, net	1,723,537
Total noncurrent assets	1,723,537
Total assets	4,082,879
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions and other postemployment benefits	189,669
Total deferred outflows of resources	189,669
Total assets and deferred outflows of resources	4,272,548
LIABILITIES	
Current liabilities:	
Accounts payable	206,201
Accrued payroll and employee benefits	11,458
Due to other funds	-
Total current liabilities	217,659
Noncurrent liabilities:	
Net pension and other postemployment benefits liability	773,390
Compensated absences	33,887
Total noncurrent liabilities	807,277
Total liabilities	1,024,936
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions and other postemployment benefits	98,641
Total deferred inflows of resources	98,641
Total liabilities and deferred inflows of resources	1,123,577
NET POSITION	
Net investment in capital assets	1,723,537
Unrestricted	1,425,434
Total net position	\$ 3,148,971

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

Coconino County
Proprietary Fund Financial Statements
Statement of Revenues, Expenses, and Changes in Fund Net Position
Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund
OPERATING REVENUES	
Charges for services	\$ 4,417,503
Total operating revenues	4,417,503
OPERATING EXPENSES	
Personal services and employee benefits	571,396
Professional services	138,280
Supplies	2,696,093
Utilities	21,200
Repair and Maintenance	431,134
Travel	9,170
Depreciation	483,132
Total operating expenses	4,350,405
Operating income	67,098
NONOPERATING REVENUES	
Sale of capital assets	3,504
Interest income	10,686
Total nonoperating revenues	14,190
Net change in net position	81,288
Net position, July 1, 2022	3,067,683
Net position, June 30, 2023	\$ 3,148,971

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

Coconino County
Proprietary Fund Financial Statements
Statement of Cash Flows
Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from other funds for services provided	\$ 4,421,886
Payments to suppliers for goods and services	(2,693,165)
Payments to employees	(577,957)
Net cash provided by operating activities	<u>1,150,764</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(792,582)
Proceeds from sale of capital assets	3,504
Net cash used for capital and related financing activities	<u>(789,078)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received on investments	8,046
Net cash provided by investing activities	<u>8,046</u>
Net increase in cash and cash equivalents	369,732
Cash and cash equivalents, July 1, 2022	<u>1,585,216</u>
Cash and cash equivalents, June 30, 2023	<u>\$ 1,954,948</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 67,098
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	483,132
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of	
Due from other funds	528,104
Due to other funds	(418)
Accounts receivable	2,343
Due from other governments	2,040
Deferred outflows of resources related to pensions and other postemployment benefits	133,627
Net pension and other postemployment benefits liability	290,884
Deferred inflows of resources related to pensions and other postemployment benefits	(437,292)
Accounts payable	47,773
Inventory	27,253
Accrued payroll	3,659
Compensated absences	2,561
Net cash provided by operating activities	<u>\$ 1,150,764</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL AND NONCAPITAL FINANCING ACTIVITIES	
Capital assets disposed	\$ 327,885
Accumulated depreciation on capital assets disposed	\$ (312,522)

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

Coconino County
Fiduciary Fund Financial Statements
Statement of Fiduciary Net Position
June 30, 2023

	Custodial funds		
	Private- Purpose Trust Funds	External Investment Pool	Other
ASSETS			
Cash and investments	\$ 2,541,592	\$ 212,366,336	\$ 4,619,992
Taxes receivable for other governments	-	-	320,226
Interest and dividends receivable	-	561,762	47
Total assets	\$ 2,541,592	\$ 212,928,098	\$ 4,940,265
LIABILITIES			
Property tax payable to other governments	-	-	405,594
Due to other governments	-	-	595,304
Total liabilities	\$ -	\$ -	\$ 1,000,898
NET POSITION			
Restricted for:			
Pool participants	-	212,928,098	-
Individuals, organizations, and other governments	2,541,592	-	3,939,367
Total net position	\$ 2,541,592	\$ 212,928,098	\$ 3,939,367

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

Coconino County
Fiduciary Fund Financial Statements
Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2023

	Custodial funds		
	Private-purpose trust funds	External investment pool	Other
ADDITIONS			
Contributions from pool participants	\$ -	\$ 325,122,262	\$ -
Property tax collections for other governments	-	-	25,601,551
Fines and fees collected for other governments	-	-	5,017,143
Collections for individuals	-	-	4,154,277
Investment earnings:			
Interest and dividends	11,556	3,415,351	1,503
Net increase (decrease) in fair value of investments	12,047	(1,076,996)	(111)
Total investment earnings	23,603	2,338,355	1,392
Other	3,343,228	-	1,032
Total additions	3,366,831	327,460,617	34,775,395
DEDUCTIONS			
Distributions to pool participants	-	294,021,402	-
Property tax distributions to other governments	-	-	25,545,493
Fines and fees distributions for other governments	-	-	5,015,248
Distributions for individuals	-	-	4,515,554
Payments to inmates	-	-	636,221
Other	2,633,559	-	635
Total deductions	2,633,559	294,021,402	35,713,151
Net increase (decrease) in fiduciary net position	733,272	33,439,215	(937,756)
Net position, July 1, 2022	1,808,320	179,488,883	4,877,123
Net position, June 30, 2023	\$ 2,541,592	\$ 212,928,098	\$ 3,939,367

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

NOTES TO BASIC FINANCIAL STATEMENTS



Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

For the year ended June 30, 2023, the County implemented the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, which (1) defines a subscription-based information technology arrangement (SBITA); (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. As a result, the County’s financial statements have been modified to reflect the implementation of this new standard.

The County's significant accounting policies are described below.

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:

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Coconino County Flood Control District	A legally separate, tax-levying entity pursuant to A.R.S. §48-3602 that provides flood prevention and regulates floodplains and drainage to minimize the impact of floods on human safety, health and welfare, and natural resources of Coconino County. The Coconino County Board of Supervisors serves as the Board of Directors of the Flood Control District and has operational responsibility for the District.	Blended	Not available
Coconino County Library District	A legally separate, tax-levying entity that provides and maintains library services for the residents of Coconino County and the City of Flagstaff. Two members of the Coconino County Supervisors, one member of Flagstaff City Council, and four members appointed by the Flagstaff City Council serve as the Board of Directors of the Library District and have operational responsibility for the District.	Blended	Not available

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Coconino County Jail District	A legally separate, tax-levying entity pursuant to A.R.S. 48-4002 that acquires, constructs, operates, maintains, and finances County jails and jail systems. The Coconino County Board of Supervisors serves as the Board of Directors of the Jail District and has operational responsibility for the District.	Blended	Not available
Public Health Services District	A legally separate, tax-levying entity pursuant to A.R.S. 48-5801 that provides and maintains health services for the County’s residents.	Blended	Not available
Coconino County Street Lighting Districts	Legally separate, tax-levying separate entities that provide street lighting in areas of the County that are not under local city jurisdictions. Coconino County Board of Supervisors serves as the Board of Directors of the Districts.	Blended	Not available

Related Organization:

The Industrial Development Authority of Coconino County (Authority) is a legally separate entity that was created to assist in the financing of commercial activities, including a healthcare institution, residential real property for dwelling units located within the County, and industrial park facilities. The Authority fulfills its function through the issuance of tax-exempt bonds. The County Board of Supervisors appoints the Authority’s Board of Directors, but cannot remove a member of the Authority’s Board at will. The Authority’s operations are completely separate from the County and the County is not financially accountable for the Authority. Therefore, the financial activities of the Authority have not been included in the accompanying financial statements.

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 (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes the County levies and imposes, are reported as general revenues.

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

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

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

The County reports the following major governmental funds:

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

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

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

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

The *American Rescue Plan Act Fund* is a special revenue fund used to account for funds received under the Coronavirus Local Fiscal Recovery funds program. The American Rescue Plan Act established the Coronavirus Local Fiscal Recovery Fund, which provided assistance to counties to help turn the tide on the pandemic, address its economic fallout, and lay the foundation for a strong and equitable recovery.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Coconino County received a one-time formula allocation of \$27,868,531. As of June 30, 2023, the County has received the total amount and has spent \$18,852,324. The remaining balance is recorded as unearned revenue on the Balance Sheet. These funds must be obligated by December 31, 2024.

The *County Debt Services Fund* is a debt service fund used to account for County debt services payments and costs associated with pledged revenue obligations.

The *Flood Control District Fund* is a special revenue fund used to account for flood control services that are funded by a \$0.2620 per \$100 of assessed valuation property tax, several Federal grants, and a state grant.

The *Capital Improvement Plan Fund* accounts for capital projects under the County's capital improvement plan, funded by reimbursement from bond proceeds from pledged revenue bonds.

Additionally, the County reports the following fund types:

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

The *fiduciary funds* consist of private-purpose trust funds, which account for assets the County's Public Fiduciary holds in trust for the benefit of various parties; and custodial funds, which account for other fiduciary activities, including the pooled assets the County Treasurer holds and invests on behalf of other governmental entities that are not held in trust and the County Treasurer's receipt and distribution of taxes for other governmental entities.

C. Basis of Accounting

The government-wide, proprietary fund, and fiduciary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenue in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

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

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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 taxes, 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, and compensated absences, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under lease contracts and subscription-based information technology arrangements are reported as other financing sources.

D. Cash and Investments

For the statement of cash flows, the County's cash and cash equivalents are considered to be cash on hand, demand deposits, cash on deposit with the County Treasurer, highly liquid investments with a maturity of three months or less when purchased, and investments that may be called by the Treasurer at any time without penalty. All investments are stated at fair value.

E. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

F. 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.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

G. Capital Assets

Capital assets are recorded at actual cost or estimated historical cost if historical records are not available. Donated assets are recorded at acquisition value.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation/amortization methods, and estimated useful lives of capital assets are as follows:

	Capitalization Threshold	Depreciation / Amortization Method	Estimated Useful Life
Land	All	N/A	N/A
Construction in progress	\$5,000	N/A	N/A
Buildings	All	Straight Line	5-50 years
Other improvements	\$5,000	Straight Line	5-50 years
Machinery and equipment	\$5,000	Straight Line	3-40 years
Infrastructure	\$5,000	Straight Line	7-50 years
Intangibles:			
Right-to-use subscription assets	\$100,000	Straight Line	Varies
Right-to-use lease assets:			
Land	\$100,000	Straight Line	Varies
Buildings	\$100,000	Straight Line	Varies
Equipment	\$5,000	Straight Line	Varies

Intangible right-to-use lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the County is reasonably certain of being exercised—then the lease asset is amortized over the useful life of the underlying asset.

Intangible right-to-use subscription assets are amortized over the shorter of the subscription term or the useful life of the underlying IT assets.

H. Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

I. Fund Balance Classifications

The governmental funds' fund balances are reported separately within classifications based on a hierarchy of the constraints placed on those resources' use. 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 that the County's Board of Supervisors approved, which is the highest level of decision-making authority within the County. Only the Board can remove or change the constraints placed on committed fund balance by majority vote or resolution.

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

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

When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, the County will use restricted fund balance first. The County has no formal policy as to its disbursing of unrestricted fund balances.

J. Investment Earnings

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

K. Compensated Absences

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

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Employees may accumulate up to 240 hours of vacation, depending on years of service, but they forfeit any unused vacation hours in excess of the maximum amount at fiscal year-end. Upon terminating employment, the County pays all unused and unforfeited vacation benefits to employees. Accordingly, vacation benefits are accrued as a liability in the government-wide and proprietary fund financial statements. Liabilities for accrued time off are reported in the governmental funds' financial statements only if they have matured and have not yet been paid, for example, as a result of employee resignations and retirements near fiscal year-end.

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

Employees will accrue paid sick time in accordance with the Arizona Fair Wages and Healthy Families Act on a fiscal year basis. Employees may accumulate up to 1,000 hours of paid time off. Generally, paid time off benefits provide for ordinary sick pay and are cumulative, but employees forfeit them upon terminating employment. However, for employees who terminate with a minimum of 20 years of continuous service, sick leave benefits do vest and will be compensated 25% of paid time off accrued. Accordingly, this vested sick leave is accrued as a liability in the government-wide and proprietary fund financial statements.

L. Leases and subscription-based information technology arrangements

Leases

As lessee, the County recognizes lease liabilities with an initial, individual value of \$5,000 or more for equipment and \$100,000 or more for land and buildings. The County uses its estimated incremental borrowing rate to measure lease liabilities unless it can readily determine the interest rate implicit in the lease. The County's estimated incremental borrowing rate is based on the Discount Rate for State of Arizona Leases or the appropriate U.S. Department of the Treasury Daily Treasury Par Yield Curve Rate as of the commencement date of the lease.

As lessor, the County recognizes lease receivables with an initial, individual value of \$100,000 or more. If there is no stated rate in the lease contract (or if the stated rate is not the rate the County charges the lessee) and the implicit rate cannot be determined, the County uses its own estimated incremental borrowing rate as the discount rate to measure lease receivables. The County's estimated incremental borrowing rate is a percent calculated by management, as it is not the County's intent to generate income from these leases.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Subscription-based information technology arrangements

The County recognizes subscription liabilities with an initial, individual value of \$100,000 or more. The County uses its estimated incremental borrowing rate to measure subscription liabilities unless it can readily determine the interest rate implicit in the arrangement. The County’s estimated incremental borrowing rate is calculated as described above.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

At June 30, 2023, the following nonmajor governmental funds reported a deficit in fund balance.

Fund	Deficit
Governmental Funds:	
Emergency Services Grants	\$ 341,476
Health and Human Services Grants and Fees	30,250
Local Assistance and Tribal Consistency Fund	91,382
	\$ 463,108

The fund balance deficits for Emergency Services Grants and Fees, Health and Human Services Grants and Fees, and Local Assistance and Tribal Consistency Fund are expected to be eliminated in fiscal year 2024 through recognition and collection of grant revenues.

NOTE 3 – 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, notes, and other evidences of indebtedness; interest-earning investments such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; specified commercial paper issued by corporations organized and doing business in the United States; specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars; 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.

Arizona State Retirement System Contribution Prepayment Program

On September 13, 2022, the County Board of Supervisors adopted Resolution No. 2022-23 to issue pledged revenue obligations for the purpose of making a payment to the Arizona State Retirement System (ASRS) for the Contribution Prepayment Program (CPP) in accordance with A.R.S. 38-737(D). The County entered into a written legal contribution prepayment agreement with ASRS to participate

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 3 – DEPOSITS AND INVESTMENTS – Continued

in the CPP. Pension contributions according to this statute are deposited directly to the ASRS Trust Fund and are irrevocable as outlined in A.R.S. 38-712(C-D). Prepayments and accrued earnings may be used solely to reduce the employer's future 401(a) pension contributions. Investments of the trust fund are governed by A.R.S. 38-718 and not by County investment policies and are pooled with all other plan participants. ASRS has chosen to invest in short-term securities, obligations of the U.S. government or agencies of the U.S. government, corporate bonds, common and preferred stocks (domestic and foreign), mortgages, derivatives, commodities, real estate, loans, and direct investments in partnerships. A.R.S. 38-718 places the following restrictions on the ASRS investment fund portfolio:

1. No more than 80% of the assets held by the ASRS may be invested at any given time in equities, measured at market value.
2. No more than 5% of the assets held by the ASRS may be invested in securities issued by any one institution, agency or corporation, other than securities issued as direct obligations of or fully guaranteed by the U.S. government or mortgage backed securities and agency debentures issued by federal agencies, measured at market value.
3. No more than 40% of the assets held by the ASRS may be invested in non-U.S. public equity investments, measured at market value.
4. No more than 60% of the assets held by the ASRS may be invested internally, measured at market value.
5. No more than 10% of the assets held by the ASRS may be invested in bonds or other evidences of indebtedness of those multinational development banks in which the U.S. is a member nation, including the International Bank for Reconstruction and Development, the African Development Bank, the Asian Development Bank, and the Inter-American Development Bank, measured at fair value.

There is a risk that the County's investment with ASRS could earn more or less than the interest owed on the bonds that the County issued in order to participate in the ASRS CPP.

Credit risk

Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top 2 ratings by a nationally recognized rating agency.
2. Specified bonds, debentures, notes and other evidences of indebtedness that are denominated in United States dollars must be rated "A" or better at the time of purchase by at least 2 nationally recognized rating agencies.
3. Fixed income securities must carry 1 of the 2 highest ratings by Moody's investors service and Standard and Poor's rating service. If only 1 of these services rates the security, it must carry the highest rating of that service.

Custodial credit risk

Statutes require collateral for deposits at 102 percent of all deposits federal depository insurance does not cover.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 3 – DEPOSITS AND INVESTMENTS – Continued

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 unless the investment is denominated in United States dollars.

Deposits—At June 30, 2023, the carrying amount of the County’s deposits was \$134,834,205 and the bank balance was \$138,817,840. The County does not have a formal policy related to custodial credit risk for deposits.

Investments—The County had total investments of \$404,362,413 at June 30, 2023. The County categorizes certain investments measured at fair value within the fair value hierarchy established by generally accepted accounting principles as follows:

Investments by fair value level	Amount	Fair value measurement using	
		Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)
U.S. agency securities	\$ 149,015,406	\$ -	\$ 149,015,406
U.S. Treasury securities	46,833,840	46,833,840	
Corporate bonds	66,044,353	-	66,044,353
Total investments categorized by fair value level	<u>\$ 261,893,599</u>	<u>\$ 46,833,840</u>	<u>\$ 15,059,759</u>
Investments measured at net asset value (NAV)			
Mutual funds - equity	\$ 602,528		
Mutual funds - institutional	81,122,256		
Money market mutual funds	5,021,438		
Total	<u>\$ 348,639,821</u>		

Investments categorized as Level 1 are valued using prices quoted in active markets for those investments.

Investments categorized as Level 2 are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quotes prices.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 3 – DEPOSITS AND INVESTMENTS – Continued

The County had investments of \$144,652 in the State Treasurer’s investment pools measured at fair value. Investments in the State Treasurer’s investment pool are valued at the pool’s share price multiplied by the number of shares the County held. The fair value of the participant’s position in the pools approximates the value of the participant’s pool shares. The State Board of Investment provides oversight for the State Treasurer’s investment pools.

The County also had restricted cash and investments of \$55,577,940 held by the ASRS pension plan, related to the CPP. The 401(a) employer pension contributions prepaid by the County and the accrued earnings are managed at the discretion of ASRS as described above.

Credit risk—The County has a formal investment policy with respect to credit risk which mirrors A.R.S. 35-323. At June 30, 2023, credit risk for the County’s investments was as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Rating Agency</u>	<u>Amount</u>
U.S agency securities	AAA	Standard and Poor’s	\$ 149,015,406
Money market mutual funds	AAAm	Standard and Poor’s	5,021,438
Institutional mutual funds	AAAm	Standard and Poor’s	81,122,256
Corporate bonds	AAA	Standard and Poor’s	4,307,301
Corporate bonds	A+	Standard and Poor’s	23,432,495
Corporate bonds	A	Standard and Poor’s	16,875,375
Corporate bonds	A-	Standard and Poor’s	5,533,980
Corporate bonds	AA-	Standard and Poor’s	15,895,202
State Treasurer's Investment pool #7	Unrated	Not applicable	144,652
ASRS Contribution Prepayment Program	Unrated	Not applicable	55,577,940
			<u>\$ 356,926,045</u>

Custodial credit risk—For an investment, custodial credit risk is the risk that, in the event of the counterparty’s failure, the County will not be able to recover the value of its investments or collateral securities that are in the outside party's possession. The County does not have a formal investment policy with respect to custodial credit risk. At June 30, 2023, the County had \$81,122,256 of Institutional mutual funds that were uninsured, not registered in the County’s name, and held by the counterparty’s trust department or agent but not in the County’s name.

Concentration of credit risk— The County Treasurer has a formal policy with respect to concentration of credit risk. The policy allows more than 5% of the portfolio from any one issuer with the exception of a corporate issuer. Corporate bonds in total shall not exceed 25% of the entire portfolio and no one corporate issuer shall exceed 5% of the entire portfolio. The County had investments at June 30, 2023 of 5% or more in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, and Federal National Mortgage Association. These investments were 16.1%, 6.2%, and 9.8% respectively, of the County’s total investments.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 3 – DEPOSITS AND INVESTMENTS - Continued

Interest rate risk—The County has a formal policy with respect to interest rate risk, acknowledging that in a rising rate environment investments may have to be held to maturity rather than incur a loss of principal in a net trade situation. Diversification in the portfolio can be used to reduce the adverse effect of rising rates. At June 30, 2023, the County had the following investments in debt securities:

<u>Investment Type</u>	<u>Amount</u>	<u>Weighted average maturity (years)</u>
U.S. agency securities	\$ 149,015,406	2.397
Money market mutual funds	5,021,438	0.077
Institutional mutual funds	81,122,256	0.096
U.S. Treasury securities	46,833,840	2.119
Corporate bonds	66,044,353	2.881
State Treasurer's Investment pool #7	144,652	0.100
	<u>\$ 348,181,945</u>	

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

Cash, deposits, and investments:	
Cash on hand	\$ 46,033
Amount of deposits	134,834,205
Amount of investments	<u>404,362,413</u>
Total	<u>\$ 539,242,651</u>

	<u>Governmental activities</u>	<u>Private-purpose trust funds</u>	<u>Custodial funds</u>		<u>Total</u>
			<u>External investment pool</u>	<u>Other</u>	
Statement of net position:					
Cash and investments	\$ 183,014,535	\$ 2,541,592	\$ 212,366,336	\$ 4,619,992	\$ 402,542,455
Cash and investments held by pension plan—ASRS Contribution Prepayment Program	55,577,940	-	-	-	55,577,940
Cash and investments held by trustees	<u>81,122,256</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,122,256</u>
Total	<u>\$ 319,714,731</u>	<u>\$ 2,541,592</u>	<u>\$ 212,366,336</u>	<u>\$ 4,619,992</u>	<u>\$ 539,242,651</u>

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 4 – 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 her stewardship. The Treasurer invests, on a pool basis, all idle monies not specifically invested for a fund or program. In addition, the Treasurer determines the fair value of those pooled investments annually at June 30.

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

The County’s deposits and investments are included in the County Treasurer’s investment pool, except for \$2,029,783 in investments, \$7,239,752 in deposits, \$32,757,837 of bond proceeds held for a school district and two fire districts, \$144,652 in the State Treasurer’s Investment Pool #7, \$55,577,940 held by pension plan for the ASRS Contribution Prepayment Program, and \$79,695,000 of bond proceeds held for the County Improvement Plan fund. 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 3 for disclosure of the County’s deposit and investment risks.

Details of each major investment classification follow:

<u>Investment type</u>	<u>Principal</u>	<u>Interest Rates</u>	<u>Maturities</u>	<u>Amount</u>
U.S. Agency securities	\$ 158,745,000	0.29 to 5.38%	8/18/23 – 5/30/28	\$ 149,015,406
U.S. Treasury securities	48,925,000	0.00 to 4.13%	7/15/23 – 4/30/28	46,833,840
Corporate bonds and notes	69,160,000	0.45 to 6.30%	7/24/23 – 11/15/27	66,025,497
Money market mutual funds	5,000,000	Not applicable	Less than 1 year	5,021,438
Total	<u>\$ 281,830,000</u>			<u>\$ 266,896,181</u>

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 4 – COUNTY TREASURER’S INVESTMENT POOL – Continued

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

Statement of fiduciary net position:	
Assets	\$ 363,784,172
Net position	<u>363,784,172</u>
Net position held for:	
Internal participants	\$183,330,429
External participants	<u>180,453,743</u>
Total net position	<u>\$363,784,172</u>
Statement of changes in fiduciary net position:	
Total additions	\$ 555,257,980
Total deductions	<u>(514,886,849)</u>
Net increase	<u>40,371,131</u>
Net position:	
July 1, 2022	<u>323,413,041</u>
June 30, 2023	<u>\$ 363,784,172</u>

NOTE 5 – RECEIVABLES

Due from other governments – Amounts due from other governments for the Governmental Funds at June 30, 2023, include \$4,281,320 and \$2,463,128 in state shared revenue from sales taxes and fuel taxes, respectively; \$353,055 from the State of Arizona for state vehicle license tax; \$4,246,857 in county sales tax; \$19,998,133 in grants from the federal government; and \$3,313,083 in grants from various state agencies. The remaining balance of \$1,289,333 is composed of miscellaneous receivables from federal, state, and local governments.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 6 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2023, was as follows:

Governmental activities:	Balance July 1, 2022 (restated*)	Increases	Decreases	Balance June 30, 2023
Capital assets not being depreciated/amortized:				
Land	\$ 51,278,744	\$ 309,560	\$ -	\$ 51,588,304
Construction in progress	976,441	8,689,632	1,800,067	7,866,006
Total capital assets not being depreciated/amortized	<u>52,255,185</u>	<u>8,999,192</u>	<u>1,800,067</u>	<u>59,454,310</u>
Capital assets being depreciated/amortized:				
Buildings and other improvements	103,159,635	167,421	7,190	103,319,866
Machinery and equipment	47,867,142	6,055,198	2,970,378	50,951,962
Infrastructure	134,666,397	11,746,241	-	146,412,638
Intangibles:				
Right-to-use subscription assets	254,364	-	-	254,364
Right-to-use lease assets:				
Land and buildings	2,118,857	-	24,370	2,094,487
Machinery and equipment	-	45,991	-	45,991
Total capital assets being depreciated/amortized:	<u>288,066,395</u>	<u>18,014,851</u>	<u>3,001,938</u>	<u>303,079,308</u>
Less accumulated depreciation/amortization for:				
Buildings and other improvements	51,816,477	2,436,140	3,960	54,248,657
Machinery and equipment	31,124,496	3,077,080	2,841,413	31,360,163
Infrastructure	83,007,215	3,511,933	-	86,519,148
Intangibles:				
Right-to-use subscription assets	-	66,324	-	66,324
Right-to-use lease assets:				
Land and buildings	213,883	203,589	-	417,472
Machinery and equipment	-	15,194	-	15,194
Total accumulated depreciation/amortization	<u>166,162,071</u>	<u>9,310,260</u>	<u>2,845,373</u>	<u>172,626,958</u>
Total capital assets being depreciated/amortized, net	<u>121,904,324</u>	<u>8,704,591</u>	<u>156,565</u>	<u>130,452,350</u>
Governmental activities capital assets, net	<u>\$ 174,159,509</u>	<u>\$ 17,703,783</u>	<u>\$ 1,956,632</u>	<u>\$ 189,906,660</u>

*Due to the implementation of GASB Statement No. 96 for subscription-based information technology arrangements (SBITAs), the County's beginning capital asset balance was restated from fiscal year 2022. There was no impact to net position.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 6 – CAPITAL ASSETS – Continued

Depreciation/amortization expense was charged to functions as follows:

Governmental activities:	
General government	\$ 1,184,395
Public safety	1,669,464
Highways and streets	4,692,628
Health	272,998
Welfare	38,568
Culture and recreation	869,469
Education	99,606
Internal service fund	<u>483,132</u>
Total governmental activities depreciation/amortization expense	<u><u>\$ 9,310,260</u></u>

NOTE 7 – CONSTRUCTION AND OTHER COMMITMENTS

The County had major contractual commitments related to various capital projects at June 30, 2023, for road reconstruction, facilities repairs and upgrades, infrastructure expansion and mechanical equipment upgrades. At June 30, 2023, the County had spent \$6,533,411 on these projects and had remaining contractual commitments with contractors totaling \$19,681,868. These projects are being funded by highway user revenues, federal grants, American Rescue Plan Act funding, Parks and Open Space sales tax, proceeds from pledged revenue obligations, and the General Fund.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 8 – LONG-TERM LIABILITIES

The following schedule details the County’s long-term liability and obligation activity for the year ended June 30, 2023:

	Balance July 1, 2022 (restated*)	Additions	Reductions	Balance June 30, 2023	Due Within 1 Year
Governmental activities					
Pledged revenue obligations payable	\$ 17,635,000	\$ 53,170,000	\$ 2,650,000	\$ 68,155,000	\$ -
Private placement pledged revenue obligations payable	-	80,000,000	-	80,000,000	-
Compensated absences payable	5,717,062	4,345,360	3,980,434	6,081,988	3,876,101
Claims and judgments payable	272,422	650,000	242,422	680,000	269,141
Retention programs payable	1,699,408	751,375	815,041	1,635,742	133,323
Leases payable	1,934,763	45,991	272,942	1,707,812	248,289
Subscriptions liability*	254,364	-	66,324	188,040	60,909
Net pension liability	76,703,655	15,046,234	-	91,749,889	-
Other postemployment benefits (OPEB) liability	9,932,706	-	959,946	8,972,760	-
Total governmental activities long-term liabilities	<u>\$ 114,149,380</u>	<u>\$ 154,008,960</u>	<u>\$ 8,987,109</u>	<u>\$ 259,171,231</u>	<u>\$ 4,587,763</u>

*Due to the implementation of GASB Statement No. 96 for subscription-based information technology arrangements, the County’s beginning long-term liabilities balance was restated from fiscal year 2022. There was no impact to net position.

Series 2021 pledged revenue obligations – In April 2021, the County issued Series 2021 pledged revenue obligations with interest rates between 0.298 percent and 2.976 percent to pay down the unfunded portion of the County’s PSPRS pension liability. The obligations are generally noncallable, with interest payable semiannually.

Series 2022 pledged revenue obligations – In October 2022, the County issued Series 2022 pledged revenue obligations in the amount of \$53,170,000 with interest rates ranging from 4.073 percent to 5.594 percent. The proceeds are being held with the Arizona State Retirement System (ASRS) as a restricted investment and will be used to make future employer pension contribution payments. The pre-paid contributions will earn interest based on the rate of return determined by ASRS. The obligations are generally noncallable, with interest payable semiannually.

Series 2023 private placement pledged revenue obligations – In June 2023, the County issued Series 2023 private placement pledged revenue obligations in the amount of \$80,000,000 with an interest rate of 4.500 percent for capital improvements. The obligations are callable on the first day of each quarter without premium for up to 95 percent of the outstanding principal. The obligations may not be prepaid fully unless the outstanding principal is \$5,000,000 or less. Interest is paid semiannually.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 8 – LONG-TERM LIABILITIES – Continued

The following pledged revenue obligations were outstanding at June 30, 2023:

Description	Original amount authorized and issued	Interest rates	Maturity ranges	Outstanding principal
Coconino County Pledged Revenue Obligations, Series 2021	\$ 18,160,000	0.428-2.976%	7/1/23-38	\$ 17,185,000
Coconino County Pledged Revenue Obligations, Series 2022	53,170,000	4.073-5.594%	7/1/23-43	50,970,000
Coconino County Private Placement Pledged Revenue Obligations, Series 2023	\$ 80,000,000	4.500%	7/1/24-27	80,000,000
				<u>\$ 148,155,000</u>

Series 2021 pledged revenue obligations - The County has pledged a portion of its county general excise tax revenues, state shared revenues, vehicle license tax revenues, and payment in lieu of taxes (PILT) revenues toward the payment of debt related to revenue obligations outstanding at June 30, 2023. At June 30, 2023, future pledged revenues through final maturity at July 1, 2038, totaled \$21,148,517 consisting of \$17,185,000 for principal and \$3,963,517 for interest. It is expected that approximately 2 percent of total future revenues will be used to pay annual principal and interest on the bonds. In the current year, total principal and interest paid, and total pledged resources were \$861,475 and \$62,550,149, respectively.

Series 2022 pledged revenue obligations - The County has pledged a portion of its county general excise tax revenues, state shared revenues, vehicle license tax revenues, and payment in lieu of taxes (PILT) revenues toward the payment of debt related to revenue obligations outstanding at June 30, 2023. At June 30, 2023, future pledged revenues through final maturity at July 1, 2043, totaled \$84,212,245 consisting of \$50,970,000 for principal and \$33,242,245 for interest. It is expected that approximately 7 percent of total future revenues will be used to pay annual principal and interest on the bonds. In the current year, total principal and interest paid, and total pledged resources were \$4,210,945 and \$62,550,149, respectively.

Series 2023 private placement pledged revenue obligations - The County has pledged a portion of its county general excise tax revenues, state shared revenues, vehicle license tax revenues, and payment in lieu of taxes (PILT) revenues toward the payment of debt related to revenue obligations outstanding at June 30, 2023. At June 30, 2023, future pledged revenues through final maturity at July 1, 2027, totaled \$89,210,700 consisting of \$80,000,000 for principal and \$9,210,700 for interest. It is expected that approximately 36 percent of total future revenues will be used to pay annual principal and interest on the bonds. In the current year, total principal and interest paid, and total pledged resources were \$0 and \$62,550,149, respectively.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 8 – LONG-TERM LIABILITIES – Continued

The following schedule details debt service requirements to maturity for the County's pledged revenue obligations payable at June 30, 2023:

Year ending June 30	Governmental Activities			
	Pledged Revenue Obligations		Private Placement Pledged Revenue Obligations	
	Principal	Interest	Principal	Interest
2024	\$ 2,290,000	\$ 3,051,793	\$ 18,670,000	\$ 3,610,000
2025	2,585,000	2,978,881	19,550,000	2,759,850
2026	2,735,000	2,896,068	20,430,000	1,880,100
2027	2,845,000	2,806,170	21,350,000	960,750
2028	2,940,000	2,706,220	-	-
2029-33	16,485,000	11,751,986	-	-
2034-38	20,330,000	7,904,866	-	-
2039-43	17,945,000	3,109,778	-	-
Total	<u>\$ 68,155,000</u>	<u>\$ 37,205,762</u>	<u>\$ 80,000,000</u>	<u>\$ 9,210,700</u>

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 2023, the County paid for compensated absences as follows: 47 percent from the General Fund, 34.1 percent from major funds, and 18.9 percent from other funds. The County paid for claims and judgments from the General Fund.

Retention Programs – In support of the goal of the Board of Supervisors, Sheriff's Office and County Management to recruit and attract new Commissioned Deputies and to retain trained Deputies, Coconino County has created the Commissioned Law Enforcement Retention Program and Detention Officer Retention Program. If hired on or before December 31, 2011, the lump sum amount was \$10,000. If hired on or after January 1, 2012, the lump sum amount is \$20,000. The County is required to distribute lump sum amounts and interest earned based on the programs' vesting schedules. On June 30, 2023, the liability for both Programs was \$1,635,742 and interest earned but not paid was \$35,532.

Leases Payable

The County has obtained the right to use land, buildings and equipment under the provisions of various lease agreements.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 8 – LONG-TERM LIABILITIES – Continued

The total amount of lease assets and the related accumulated amortization are as follows:

	Governmental Activities
Intangible right-to-use lease asset:	
Land	\$ 79,978
Buildings	2,014,509
Equipment	45,991
Total right-to-use lease assets	2,140,478
Less: Accumulated amortization	(432,666)
Carrying value	\$ 1,707,812

The following schedule details minimum lease payments to maturity for the County’s leases payable at June 30, 2023:

Year ending June 30	Governmental activities	
	Principal	Interest
2024	\$ 248,289	\$ 23,696
2025	255,947	20,120
2026	252,405	16,509
2027	256,278	12,834
2028	126,030	9,671
2029-33	529,079	19,819
2034-38	23,257	2,336
2039-42	16,527	506
Total	\$ 1,707,812	\$ 105,491

Subscription-based information technology arrangements (SBITAs)

The County has obtained the right to use IT security software under the provisions of a subscription-based information technology arrangement.

The total amount of subscription assets and the related accumulated amortization are as follows:

Total intangible right-to-use subscription assets	\$ 254,364
Less: accumulated amortization	(66,324)
Carrying value	\$ 188,040

The following schedule details minimum subscription payments to maturity for the County’s subscriptions liability at June 30, 2023:

Year ending June 30	Governmental activities	
	Principal	Interest
2024	\$ 60,909	\$ 5,416
2025	62,663	3,661
2026	64,468	1,857
Total	\$ 188,040	\$ 10,934

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 9 – FUND BALANCE CLASSIFICATIONS OF THE GOVERNMENTAL FUNDS

The fund balance classifications of the governmental funds as of June 30, 2023, were as follows:

	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	American Rescue Plan Act Fund	County Debt Services Fund	Flood Control District Fund	Capital Improvement Plan	Other Governmental Funds	Total Governmental Funds
Fund balances										
Nonspendable:										
Prepaid items	\$ 113,763	\$ -	\$ -	\$ 5,173	\$ -	\$ -	\$ -	\$ -	\$ 10,503	\$ 129,439
Total nonspendable	113,763	-	-	5,173	-	-	-	-	10,503	129,439
Restricted for:										
Highways and streets	-	49,950,690	-	-	-	-	-	-	5,542,906	55,493,596
Public safety	-	-	28,592,882	-	-	-	-	-	3,090,875	31,683,757
Culture and recreation	-	-	-	-	-	-	-	-	2,796,396	2,796,396
Health	-	-	-	390,367	-	-	-	-	-	390,367
Capital projects	-	-	-	-	-	-	74,233,692	-	3,580,516	77,814,208
Education	-	-	-	-	-	-	-	-	3,819,641	3,819,641
Sanitation	-	-	-	-	-	-	-	-	30,648	30,648
General govt service	-	-	-	-	-	-	-	-	6,300,275	6,300,275
Future pension contributions	57,005,196	-	-	-	-	-	-	-	-	57,005,196
Total restricted	57,005,196	49,950,690	28,592,882	390,367	-	-	-	74,233,692	25,161,257	235,334,084
Committed to:										
Retention programs	562,808	-	889,608	-	-	-	-	-	-	1,452,416
Debt service	-	-	-	-	-	5,492,862	-	-	-	5,492,862
Flood Control District project match	12,000,000	-	-	-	-	-	-	-	-	12,000,000
Total committed	12,562,808	-	889,608	-	-	5,492,862	-	-	-	18,945,278
Unassigned	71,955,433	-	-	-	(8,787)	-	(19,493,618)	-	(467,293)	51,985,735
Total fund balances (deficits)	<u>\$ 141,637,200</u>	<u>\$ 49,950,690</u>	<u>\$ 29,482,490</u>	<u>\$ 395,540</u>	<u>\$ (8,787)</u>	<u>\$ 5,492,862</u>	<u>\$(19,493,618)</u>	<u>\$ 74,233,692</u>	<u>\$ 24,704,467</u>	<u>\$ 306,394,536</u>

Stabilization Arrangements – The Board of Supervisors established by resolution that the County General Fund maintain at least 10% of the annual revenue budget for a contingency for cash liquidity purposes and an additional 5% of the annual revenue budget to maintain service levels in difficult economic times. Subsequent modification, addition to, or expenditure from any stabilization arrangements also requires formal action by the Board of Supervisors, the highest level of decision-making authority within the County. At June 30, 2023, the General Fund had a stabilization balance of \$12.3 million set aside for use in emergency situations and/or a shortage in anticipated revenues.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 10 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and others; and natural disasters. For these risks of loss, the County joined and is covered by the Arizona Counties Property and Casualty Pool.

The Arizona Counties Property and Casualty Pool is a public entity risk pool currently composed of 13 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; cyber security; 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 \$10,000 per occurrence for property claims and \$25,000 to \$150,000 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.

The County also contracts with Arizona Counties Property and Casualty Pool to meet Arizona statutory requirements on workers compensation coverage for its elected officials, employees, and volunteers. There is no deductible associated with this coverage. The employer's liability section of our workers' compensation policy is insured with coverage limits at the \$1,000,000 level per occurrence and in aggregate. Coconino County also provides HR services to State employees of the Clerk of Superior Court, Juvenile Court, Adult Probation, and Superior Court. These are separately insured by the State of Arizona and Arizona State Risk Management for workers' compensation and employer's liability.

The Arizona Counties Property and Casualty Pool receives independent audits annually and an audit by the Arizona Department of Insurance every 5 years. The pool accrues liabilities for losses that have been incurred but not reported. These liabilities are determined annually based on an independent actuarial valuation. If a pool were to become insolvent, the County would be assessed an additional contribution.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS

The County contributes to the pension plans described below. The pension plans described in this note are component units of the State of Arizona. The County’s share of the Corrections Officer Retirement Plan (CORP) pension and the Arizona State Retirement System Other Postemployment Benefit (OPEB) are recorded in the financial statements but will not be disclosed in this note. The other non-County OPEB plans net OPEB assets and liabilities are not recorded in the financial statements and not disclosed due to their relative insignificance to the County’s financial statements.

At June 30, 2023, the County reported the following aggregate amounts related to pension and OPEB plans to which it contributes:

<u>Statement of Net Position and Statement of Activities</u>	<u>Pensions</u>	<u>OPEB</u>	<u>Governmental Activities</u>
Net pension and OPEB assets	\$ 2,827,205	\$ 2,165,141	\$ 4,992,346
Net pension and OPEB liabilities	91,749,889	8,972,760	100,722,649
Deferred outflows of resources related to pensions and OPEB	19,731,713	1,521,798	21,253,511
Deferred inflows of resources related to pensions and OPEB	5,643,303	5,679,184	11,322,487
Pension and OPEB expenses	9,547,973	185,333	9,733,306

The County’s accrued payroll and employee benefits includes \$163,254 of outstanding pension contribution amounts payable to all plans for the year ended June 30, 2023. Also, the County reported \$10,229,355 of pension and OPEB contributions as expenditures in the governmental funds related to all plans to which it contributes.

A. Arizona State Retirement System

Plan description – County employees not covered by the other pension plans described below participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 2. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its website at www.azasrs.gov.

Benefits Provided – The ASRS provides retirement and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

ASRS	Retirement Initial membership date:	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years, age 62 5 years, age 50* any years, age 65	30 years, age 55 25 years, age 60 10 years, age 62 5 years, age 50* any years, age 65
Final average salary is based on	Highest 36 consecutive months of last 120 months	Highest 60 consecutive months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*with actuarially reduced benefits

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earnings. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member’s death. For retired members, the retirement benefit option chosen determines the survivor benefit. For all other members, the beneficiary is entitled to the member’s account balance that includes the member’s contributions and employer’s contributions, plus interest earned.

Contributions – In accordance with State statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2023, statute required active ASRS members to contribute at the actuarially determined rate of 12.03 percent of the members’ annual covered payroll, and statute required the County to contribute at the actuarially determined rate of 11.92 percent of the active members’ annual covered payroll. In addition, the County was required by statute to contribute at the actuarially determined rate of 9.62 percent of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the ASRS would typically fill. The County’s contributions to the pension plan for the year ended June 30, 2023, were \$6,416,819.

During fiscal year 2023, the County paid for ASRS pension contributions as follows: 46.1 percent from the General Fund, 35.7 percent from other major funds, and 18.2 percent from other funds.

Pension liability – At June 30, 2023, the County reported a net pension liability of \$62,936,852 for its proportionate share of the ASRS’ net pension liability. The net pension liability was measured as of

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

June 30, 2022. The total pension liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2021, to the measurement date of June 30, 2022.

The County’s proportion of the net liability was based on the County’s actual contributions to the plan relative to the total of all participating employers’ contributions for the year ended June 30, 2022. The County’s proportion measured as of June 30, 2022, was 0.386 percent, which was a decrease of 0.013 from its proportion measured as of June 30, 2021.

Pension expense and deferred outflows/inflows of resources – For the year ended June 30, 2023, the County recognized pension expense for ASRS of \$5,115,748. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>ASRS</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 536,260	\$ -
Changes of assumptions or other inputs	3,123,678	-
Net difference between projected and actual earnings on pension plan investments	-	1,657,817
Changes in proportion and differences between County contributions and proportionate share of contributions	2,917	2,080,426
County Contributions subsequent to the measurement date	<u>6,416,819</u>	-
Total	<u>\$ 10,079,674</u>	<u>\$ 3,738,243</u>

The \$6,416,819 reported as deferred outflows of resources related to ASRS pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as follows:

<u>Year Ending June 30:</u>	
2024	\$ 1,534,048
2025	(1,384,490)
2026	(2,878,361)
2027	\$ 2,653,415

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Actuarial Assumptions. The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2021
Actuarial roll forward date	June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Inflation	2.3%
Projected salary increases	2.9-8.4%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP

The actuarial assumptions used in the June 30, 2021, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>ASRS Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
Equity	50%	3.90%
Fixed income - Credit	20%	5.30%
Fixed income - Interest rate sensitive	10%	(0.20%)
Real estate	20%	6.00%
Total	<u>100%</u>	

Discount rate – At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

return on investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the ASRS net pension liability to changes in the discount rate – The following table presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.0 percent) or 1 percentage point higher (8.0 percent) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Net pension liability	\$ 92,861,454	\$ 62,936,852	\$ 37,984,409

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued ASRS financial report.

B. Public Safety Personnel Retirement System and Corrections Officer Retirement Plan

Plan descriptions – County sheriff employees who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS) or employees who became members on or after July 1, 2017, may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The PSPRS administers agent and cost-sharing multiple-employer defined benefit pension plans. A 9-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4. Employees who were PSPRS members before July 1, 2017, participate in the agent plan, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plan (PSPRS Tier 3 Risk Pool) which is not further disclosed because of its relative insignificance to the County’s financial statements.

Administrative Office of the Courts (AOC) probation, surveillance, and juvenile detention officers participate in the Corrections Officer Retirement Plan (CORP) or the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The CORP administers a cost-sharing multiple-employer defined benefit pension plan for AOC officers (cost-sharing plan). Employees who were CORP members before July 1, 2018, participate in CORP, and AOC probation and surveillance officers who became members on or after July 1, 2018, participate in CORP or PSPDCRP. Juvenile detention officers who became members on or after July 1, 2018, participate in PSPDCRP. The PSPRS Board of Trustees and the participating local boards govern CORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 6.

Coconino County
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

The PSPRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPRS and CORP plans. The report is available on the PSPRS website at www.psprs.com.

Benefits provided – The PSPRS and CORP provide retirement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

<u>PSPRS</u>	<u>Initial membership date:</u>	
	<u>Before January 1, 2012</u>	<u>On or after January 1, 2012 and before July 1, 2017</u>
Retirement and disability		
Years of service and age required to receive benefit	20 years of service, any age; 15 years of service, age 62	25 years of service or 15 years of credited service, age 52.5
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years
Benefit percent		
Normal retirement	50% less 2.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.5% to 2.5% per year of credited service, not to exceed 80%
Accidental disability retirement	50% or normal retirement, whichever is greater	
Catastrophic disability retirement	90% for the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater	
Ordinary disability retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20	
Survivor benefit		
Retired members	80% to 100% of retired member's pension benefit	
Active members	80% to 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job	

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

CORP	Initial membership date:		
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2018	AOC probation and surveillance officers: On or after July 1, 2018
Retirement and disability			
Years of service and age required to receive benefit	Sum of years and age equals 80 20 years, any age 10 years, age 62	25 years, age 52.5 10 years, age 62	10 years, age 52.5* 10 or more years, age 55
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years	
Benefit percent			
Normal retirement	2.0% to 2.5% per year of credited service, not to exceed 80%	2.5% per year of credited service, not to exceed 80%	1.25% to 2.25% per year of credited service, not to exceed 80%
Accidental disability retirement	50% or normal retirement if more than 20 years of credited service	50% or normal retirement if more than 25 years of credited service	
Total and permanent disability retirement	50% or normal retirement if more than 25 years of credited service		
Ordinary disability retirement	2.5% per year of credited service		
Survivor benefit			
Retired members	80% of retired member's pension benefit		
Active members	40% of average monthly compensation or 100% of average monthly compensation if death was the result of injuries received on the job. If there is no surviving spouse or eligible children, the beneficiary is entitled to 2 times the member's contributions.		

*with actuarially reduced benefits

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Employees covered by benefit terms – At June 30, 2023, the following employees were covered by the agent pension plans’ benefit terms:

	PSPRS Sheriff
Inactive employees or beneficiaries currently receiving benefits	62
Inactive employees entitled to but not yet receiving benefits	13
Active employees	37
Total	112

Contributions – State statutes establish the pension contribution requirements for active PSPRS and CORP employees. In accordance with State statutes, annual actuarial valuations determine employer contribution requirements for PSPRS and CORP pension benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contribution rates for the year ended June 30, 2023, are indicated below. Rates are a percentage of active members’ annual covered payroll.

	Active member - pension	County - pension
PSPRS Sheriff	7.65%	4.80%
CORP AOC	8.41% or 10.18%	36.70% or 37.74%

In addition, statute required the County to contribute at the actuarially determined rate indicated below of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the PSPRS or CORP would typically fill and employees participating in the PSPRS Tier 3 Risk Pool and PSPDCRP members in addition to the County’s required contributions to the PSPRS Tier 3 Risk Pool and PSPDCRP.

	Pension
PSPRS Sheriff	10.85%
CORP AOC	32.79%

The County’s contributions to the pension plans for the year ended June 30, 2023, were:

PSPRS Sheriff	CORP AOC
\$444,826	\$1,520,889

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

During fiscal year 2023, the County paid for PSPRS and CORP pension contributions as follows:

	General Fund	Other Major Funds	Other Nonmajor Funds
PSPRS Sheriff	94.2%	1.6%	4.2%
CORP AOC	39.2%	1.2%	59.6%

Pension liability (asset) – At June 30, 2023, the County reported the following assets and liabilities:

	Net pension liability (asset)
PSPRS Sheriff	\$ (2,827,205)
CORP AOC (County's proportionate share)	\$ 14,070,908

The net assets and net liabilities were measured as of June 30, 2022, and the total liability used to calculate the net asset or liability was determined by an actuarial valuation as of that date. The total liabilities as of June 30, 2022, reflect changes of actuarial assumptions, including decreasing the investment rate of return from 7.3 percent to 7.2 percent, changing the wage inflation from 3.5 percent to a range of 3.0 - 6.25 percent, and increasing the cost-of-living adjustment from 1.75 percent to 1.85 percent.

Pension actuarial assumptions—The significant actuarial assumptions used to measure the total pension liability (asset) are as follows:

PSPRS and CORP – pension	
Actuarial valuation date	June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.2%
Wage inflation	3.0 – 6.25%
Price inflation	2.5%
Cost-of-living adjustment	1.85%
Mortality rates	PubS-2010 tables

Actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2021.

The long-term expected rate of return on PSPRS and CORP pension plan investments was determined to be 7.2 percent using a building-block method in which best-estimate ranges of expected future real

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

PSPRS and CORP		
Asset class	Target allocation	Long-term expected geometric real rate of return
U.S. public equity	24%	3.49%
International public equity	16%	4.47%
Global private equity	20%	7.18%
Other assets (capital appreciation)	7%	4.83%
Core bonds	2%	0.45%
Private credit	20%	5.10%
Diversifying strategies	10%	2.68%
Cash – Mellon	1%	-0.35%
Total	<u>100%</u>	

Pension discount rate – At June 30, 2022, the discount rate used to measure the PSPRS and CORP total pension liability (asset) was 7.2 percent, which was a decrease of 0.1 from the discount rate used as of June 30, 2021. The projection of cash flows used to determine the PSPRS and CORP discount rates assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Changes in the net pension liability (asset)

<u>PSPRS Sheriff</u>	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability (Asset) (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension (Asset) Liability (a) - (b)</u>
Balances at June 30, 2022	\$ 52,242,701	\$ 62,954,221	\$(10,711,520)
Changes for the year:			
Service cost	574,415	-	574,415
Interest on the total pension liability	3,726,120	-	3,726,120
Differences between expected and actual experience in the measurement of the pension liability	815,270	-	815,270
Changes of assumptions or other inputs	863,594	-	863,594
Contributions – employer	-	324,130	(324,130)
Contributions – employee	-	319,949	(319,949)
Net investment income	-	(2,439,700)	2,439,700
Benefit payments, including refunds of employee contributions	(3,548,744)	(3,548,744)	-
Administrative expense	-	(44,094)	44,094
Other changes	-	(65,201)	65,201
Net changes	<u>2,430,655</u>	<u>(5,453,660)</u>	<u>7,884,315</u>
Balances at June 30, 2023	<u>\$ 54,673,356</u>	<u>\$ 57,500,561</u>	<u>\$ (2,827,205)</u>

The County’s proportion of the CORP AOC net pension liability was based on the County’s actual contributions to the plan relative to the total of all participating counties’ actual contributions for the year ended June 30, 2022. The County’s proportion measured as of June 30, 2022, was 3.153 percent, which was a decrease of .015 from its proportion measured as of June 30, 2021.

Sensitivity of the County’s net pension liability (asset) to changes in the discount rate – The following table presents the County’s net pension liabilities (assets) calculated using the discount rate of 7.2 percent, as well as what the County’s net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.2 percent) or 1 percentage point higher (8.2 percent) than the current rate:

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

	<u>1% Decrease (6.2%)</u>	<u>Current Discount Rate (7.2%)</u>	<u>1% Increase (8.2%)</u>
PSPRS Sheriff			
Net pension liability (asset)	\$ 4,215,843	\$ (2,827,205)	\$ (8,600,251)
CORP AOC			
County's proportionate share of the net pension liability	\$ 18,479,423	\$ 14,070,908	\$ 10,464,342

Pension plan fiduciary net position – Detailed information about the pension plans' fiduciary net position is available in the separately issued PSPRS and CORP financial reports.

Pension expense – For the year ended June 30, 2023, the County recognized the following pension expense:

	<u>Pension expense</u>
PSPRS Sheriff	\$ 678,199
CORP AOC (County's proportionate share)	\$ 1,611,403

Pension deferred outflows/inflows of resources – At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>PSPRS Sheriff</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 941,015	\$ 1,008,096
Changes of assumptions or other inputs	829,961	-
Net difference between projected and actual earnings on pension plan investments	1,977,453	-
County contributions subsequent to the measurement date	444,826	-
Total	<u>\$ 4,193,255</u>	<u>\$ 1,008,096</u>

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

<u>CORP AOC</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 747,742	\$ 207,859
Changes of assumptions or other inputs	458,004	-
Net difference between projected and actual earnings on pension plan investments	238,124	-
Changes in proportion and differences between County contributions and proportionate share of contributions	207,519	233,554
County contributions subsequent to the measurement date	<u>1,520,889</u>	<u>-</u>
Total	<u>\$ 3,172,278</u>	<u>\$ 441,413</u>

The amounts reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase in the net asset or a reduction of the net liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30:</u>	<u>PSPRS Sheriff</u>	<u>CORP AOC</u>
2024	\$ 830,716	\$ 635,556
2025	222,789	250,273
2026	301,282	(202,223)
2027	1,385,546	526,370

PSPDCRP plan – County sheriff employees, County detention officers, and AOC probation, surveillance, and juvenile detention officers who are not members of PSPRS or CORP participate in the PSPDCRP. The PSPDCRP is a defined contribution pension plan. The PSPRS Board of Trustees governs the PSPDCRP according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.1. Benefit terms, including contribution requirements, are established by State statute.

For the year ended June 30, 2023, active PSPDCRP members were required by statute to contribute at least 9 percent (County sheriff employees) or 5 percent (County detention officers, and AOC probation, surveillance, and juvenile detention officers) of the members’ annual covered payroll, and the County was required by statute to contribute 9 percent or 5 percent, respectively, of active members’ annual covered payroll to an individual employee account. Employees are immediately vested in their own contributions and the earnings on those contributions. Employees vest in a portion of the County’s

Coconino County
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

contributions each year as set forth in statute. The plan retains nonvested County contributions when forfeited because of employment terminations. For the year ended June 30, 2023, the County recognized pension expense of \$21,197.

C. Elected Officials Retirement Plan

Plan description – Elected officials and judges participate in the Elected Officials Retirement Plan (EORP), ASRS, or the Elected Officials Defined Contribution Retirement System (EODCRS). EORP administers a cost-sharing multiple-employer defined benefit pension plan for elected officials and judges who were members of the plan on December 31, 2013. This plan was closed to new members as of January 1, 2014. The PSPRS Board of Trustees governs the EORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 3. The PSPRS issues a publicly available financial report that includes financial statements and required supplementary information for the EORP plans. The report is available on PSPRS’s website at www.psprs.com.

Benefits provided – The EORP provides retirement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average yearly compensation, and service credit as follows:

EORP	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012
Retirement and disability		
Years of service and age required to receive benefit	20 years, any age 10 years, age 62 5 years, age 65 5 years, any age* any years and age if disabled	10 years, age 62 5 years, age 65 any years and age if disabled
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years
Benefit percent		
Normal retirement	4% per year of service, not to exceed 80%	3% per year of service, not to exceed 75%
Disability retirement	80% with 10 or more years of service 40% with 5 to 10 years of service 20% with less than 5 years of service	75% with 10 or more years of service 37.5% with 5 to 10 years of service 18.75% with less than 5 years of service
Survivor benefit		
Retired members	75% of retired member’s benefit	50% of retired member’s benefit
Active members and other	75% of disability retirement benefit	50% of disability retirement benefit
Inactive members		

* With reduced benefits of 0.25% for each month early retirement precedes the member’s normal retirement age, with a maximum reduction of 30%.

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. In addition, the Legislature may enact permanent one-time benefit increases after a Joint Legislative Budget Committee analysis of the increase’s effects on the plan.

Contributions – State statutes establish active member and employer contribution requirements. Statute also appropriates \$5 million annually through fiscal year 2043 for the EORP from the State of Arizona to supplement the normal cost plus an amount to amortize the unfunded accrued liability and designates a portion of certain court fees for the EORP. For the year ended June 30, 2023, statute required active EORP members to contribute 7 or 13 percent of the members’ annual covered payroll and the County to contribute at the actuarially determined rate of 70.42 percent of all active EORP members’ annual covered payroll. Also, statute required the County to contribute 58.39 percent to EORP of the annual covered payroll of elected officials and judges who were ASRS members and 64.42 percent to EORP of the annual covered payroll of elected officials and judges who were EODCRS members, in addition to the County’s required contributions to ASRS and EODCRS for these elected officials and judges. In addition, statute required the County to contribute 48.58 percent of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the EORP would typically fill. The County’s contributions to the pension plan for the year ended June 30, 2023, were \$1,078,985. During fiscal year 2023, the County paid for EORP pension contributions as follows: 94.25 percent from the General Fund, 3.27 percent from other major funds, and 2.48 percent from other funds.

Pension liability – At June 30, 2023, the County reported a liability for its proportionate share of the EORP’s net pension liability that reflected a reduction for the County’s proportionate share of the State’s appropriation for EORP. The amount the County recognized as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the County were as follows:

County's proportionate share of the EORP net pension liability	\$ 13,738,559
State's proportionate share of the EORP net pension liability associated with the County	<u>1,337,689</u>
Total	<u><u>\$ 15,076,248</u></u>

The net liability was measured as of June 30, 2022, and the total liability used to calculate the net liability was determined by an actuarial valuation as of that date. The total liabilities as of June 30, 2022, reflect changes of actuarial assumptions, including decreasing the investment rate of return from 7.3 percent to 7.2 percent, decreasing the wage inflation from 3.75 percent to 3.25 percent, and increasing the cost-of-living adjustment from 1.75 percent to 1.85 percent.

The County’s proportion of the net pension liability was based on the County’s required contributions to the plan relative to the total of all participating employers’ required contributions for the year

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

ended June 30, 2022. The County’s proportion measured as of June 30, 2022, was 2.035 percent, which was a decrease of 0.271 from its proportion measured as of June 30, 2021.

Pension expense and deferred outflows/inflows of resources – For the year ended June 30, 2023, the County recognized pension expense for EORP of \$1,622,519 and revenue of \$391,075 for the County’s proportionate share of the State’s appropriation to EORP and the designated court fees.

At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

EORP	Deferred Outflows of Resources	Deferred Inflows of Resources
Net differences between projected and actual earnings on plan investments	\$ 124,065	\$ -
Changes in proportion and differences between County contributions and proportionate share of contributions	-	87,889
County contributions subsequent to the measurement date	1,078,985	-
Total	\$ 1,203,050	\$ 87,889

The \$1,078,985 reported as deferred outflows of resources related to EORP pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to EORP pensions will be recognized in pension expense as follows:

Year Ending June 30:	Pension
2024	\$ (62,906)
2025	1,191
2026	(58,476)
2027	156,367

Actuarial assumptions – The significant actuarial assumptions used to measure the total pension liability are as follows:

EORP	
Actuarial valuation date	June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.2%
Wage inflation	3.25%
Price inflation	2.5%
Cost-of-living adjustment	1.85%
Mortality rates	PubG-2010 tables

Coconino County
Notes to Financial Statements
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2021.

The long-term expected rate of return on EORP pension plan investments was determined to be 7.2 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>EORP</u>		
<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected geometric real rate of return</u>
U.S. public equity	24%	3.49%
International public equity	16%	4.47%
Global private equity	20%	7.18%
Other assets (capital appreciation)	7%	4.83%
Core bonds	2%	0.45%
Private credit	20%	5.10%
Diversifying strategies	10%	2.68%
Cash – Mellon	1%	-0.35%
Total	<u>100%</u>	

Discount rate – At June 30, 2022, the discount rate used to measure the EORP total pension liability was 7.2 percent, which was a decrease of 0.1 from the discount rate used as of June 30, 2021. The projection of cash flows used to determine the discount rates assumed that plan member contributions will be made at the current contribution rate, employer contributions will be made at the actuarially determined rates, and State contributions will be made as currently required by statute. Based on those assumptions, the plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the EORP net pension liability to changes in the discount rate – The following table presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.2 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.2 percent) or 1 percentage point higher (8.2 percent) than the current rate:

Coconino County
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

EORP

	1% Decrease (6.2%)	Current Discount Rate (7.2%)	1% Increase (8.2%)
County's proportionate share of the net pension liability	\$ 15,684,495	\$ 13,738,559	\$ 12,071,729

Pension plan fiduciary net position—Detailed information about the pension plan’s fiduciary net position is available in the separately issued EORP financial report.

EODCRS plan – Elected officials and judges who are not members of EORP or ASRS participate in the EODCRS. The EODCRS is a defined contribution pension plan. The PSPRS Board of Trustees governs the EODCRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 3.1. Benefit terms, including contribution requirements, are established by State statute.

For the year ended June 30, 2023, active EODCRS members were required by statute to contribute 8 percent of the members’ annual covered payroll, and the County was required by statute to contribute 6 percent of active members’ annual covered payroll to an individual employee account. Employees are immediately vested in their own contributions and the County’s contributions to the individual employee account and the earnings on those contributions. For the year ended June 30, 2023, the County recognized pension expense of \$199,951.

D. Postemployment Healthcare Plan

Plan Description – Employees retiring from Coconino County service, who receive monthly income from any of the Arizona State individual retirement plans, are eligible to continue insurance coverage through the same plan as active employees and their beneficiaries up to the age of 65 through the Northern Arizona Public Employers Benefit Trust (NAPEBT). The plan is not accounted for as a trust fund, and an irrevocable trust has not been established to account for the plan and no assets are accumulated. NAPEBT administers an agent multiple employer plan for financial reporting purposes as the plan assets are not dedicated solely to providing benefits to retirees and their beneficiaries. Coconino County is a member of NAPEBT and the benefits and premium rates are approved by the Trust and the Board of Supervisors on an annual basis for active and retired members. Although Coconino County does not explicitly pay a portion of the retirees' premiums, because of the inclusion of this class in the insured pool, there is an implicit subsidy or "premium rate differential" that is incurred by the County.

At June 30, 2023, plan membership consisted of the following:

Retired participants currently receiving benefits	60
Active participants	842
Total	902

Coconino County
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NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

Funding Policy – The contribution requirements of plan members and the County are established and may be amended by the NAPEBT board. Eligible retirees up to the age of 65 have the option to participate in the healthcare plan that is currently being offered to active employees and must pay 100% of the premium less any reimbursement from the Arizona State individual retirement plans. The program is currently funded on a pay-as-you-go method through paying a higher healthcare plan rate for active employees each year. The County’s projected contributions to the plan for the year ended June 30, 2023, were \$442,420.

OPEB Liability – At June 30, 2023, the County reported an OPEB liability for the NAPEBT plan of \$8,972,760. The plan's total OPEB liability was measured as of June 30, 2022. The total liability used to calculate the liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2021, to the measurement date of June 30, 2022. The total OPEB liability measured as of June 30, 2022, reflects the following changes of actuarial assumptions and benefit terms for the NAPEBT plan:

- Future trend rates on per capita health costs were updated to reflect known increases for the 2023/2024 plan year.
- The discount rate increased from 2.16% to 3.54%, based on changes in the Bond Buyer 20 index municipal bond rate from June 24, 2021 to June 30, 2022.

The following table shows changes in the County's OPEB liability:

Total OPEB Liability – beginning of year	\$ 9,932,706
Changes for the year:	
Service cost	803,177
Interest	227,072
Changes in assumptions	(1,541,240)
Estimated benefit payments	(448,955)
Net changes	(959,946)
Total OPEB Liability – end of year	\$ 8,972,760

OPEB expense and deferred outflows/inflows of resources - For the year ended June 30, 2023, the County recognized OPEB expense of \$496,787. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 923,163
Changes of assumptions or other inputs	963,221	3,518,983
Contributions subsequent to the measurement date	442,420	-
Total	<u>\$ 1,405,641</u>	<u>\$ 4,442,146</u>

The amount reported as deferred outflows of resources of \$442,420 related to OPEB resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:	
2024	\$ (533,462)
2025	(533,462)
2026	(567,266)
2027	(534,964)
2028	(463,123)
Thereafter	(846,648)

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and plan members, and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, if any.

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

The County's actuarial methods and significant assumptions for the most recent actuarial valuation are as follows:

Actuarial valuation date	June 30, 2021
Actuarial roll forward date	June 30, 2022
Actuarial cost method	Entry age, level percentage of salary
Wage inflation	2.90%
Discount rate	3.54% (Based on the Bond Buyer 20-Bond GO Index as of June 30, 2022)
Health care cost trend rates	5.00% to 2022/2023, 5.45% to 2023/2024 and 7.00% to 2023/2024 graded down to 4.50% over 10 years
Mortality Rates:	
Pre-retirement	
General	PubG-2010 Headcount Weighted General Employee mortality table, projected generationally from 2017 using the Ultimate MP-2020 Unisex scale.
Safety	PubS-2010 Headcount Weighted Employee mortality table, loaded 110% for males and females, projected generationally using 75% of the MP-2020 scale.
Post-retirement	
General (Healthy)	2017 State Retirees of Arizona (SRA) mortality table, projected generationally from 2017 using the Ultimate MP-2020 Unisex scale.
Safety (Healthy)	PubS-2010 Headcount Weighted Employee mortality table, loaded 110% for males and females, projected generationally using 75% of the MP-2020 scale.
General (Disabled)	PubNS-2010 Headcount Weighted Non-Safety Disabled Retiree mortality table, projected generationally from 2017 using the Ultimate MP-2020 Unisex scale.
Safety (Disabled)	PubS-2010 Headcount Weighted Disabled mortality table, projected generationally using 75% of the MP-2020 scale.

The demographic assumptions used in the valuation (including mortality, retirement, disability, and turnover) as well as salary increase assumptions were based on the Actuarial Experience Study covering a five-year period from July 1, 2015, to June 30, 2020, adopted for the June 30, 2021, actuarial valuation for the Arizona State Retirement System (ASRS) and the Arizona Public Safety Personnel Retirement System (PSPRS) Analysis Of Actuarial Assumptions July 1, 2011, through June 30, 2016, dated March 7, 2017. The headcount weighted versions of the mortality tables were used assumed for

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 11 – PENSIONS AND OTHER POST EMPLOYMENT BENEFITS – Continued

the companion pension plans. The remaining demographic assumptions (enrollment percentage, spouse coverage percentage, and relative age of spouse) were based on the experience of the Plan and professional judgment.

Discount rate – The discount rate for OPEB funded entirely on a pay-as-you-go basis is the yield or index rate for 20 year, tax exempt general obligation municipal bonds with an average rate of AA/Aa or higher. For this purpose, the Bond Buyer 20-Bond General Obligation Municipal Bond Index as of June 30, 2022, was used.

Sensitivity analysis – The following presents the Total OPEB Liability (TOL) of Coconino County using the current discount rate of 3.54% as well as what the County's TOL would be if it were calculated using a discount rate that is 1 percentage point lower (2.54%) or 1 percentage point higher (4.54%) than the current rate.

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB liability	\$ 9,880,329	\$ 8,972,760	\$ 8,169,649

The following table presents the OPEB liability calculated using the healthcare cost trend rate, as well as what the OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower (4.00%) or 1 percentage point higher (6.00%) than the current rate:

	1% Decrease in Healthcare Cost Trend Rate (4.00%)	Current Healthcare Cost Trend Rate (5.00%)*	1% Increase in Healthcare Cost Trend Rate (6.00%)
Total OPEB liability	\$ 7,986,346	\$ 8,972,760	\$ 10,147,788

**Current trend rates: 5.00% to 2022/2023, 5.45% to 2023/2024 and 7.00% to 2023/2024 graded down to 4.50% over 10 years.*

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 12 – INTERFUND BALANCES AND ACTIVITY

Interfund balances for the year ended June 30, 2023, were as follows:

Advances from/to other funds - Interfund advances for the year ended June 30, 2023, were as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Flood Control District Fund	\$ 15,500,000

Interfund receivables and payables – Interfund balances at June 30, 2023, were as follows:

	Payable to General Fund
Payable from	
Public Health Services	\$ 419,044
Capital Improvement Plan	5,461,308
Nonmajor Governmental	772,871
	\$ 6,653,223

The amount of \$15,500,000 payable to the General Fund from the Flood Control District Fund resulted from advances made for short-term mitigation projects in the Schultz and Pipeline Flood areas. The balance is expected to be paid back by the Flood Control District with funding from federal awards, state awards, and property taxes. The balance is not scheduled to be repaid within one year.

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

Interfund transfers – Interfund transfers for the year ended June 30, 2023, were as follows:

	Transfer to						Total
	General Fund	Public Works/HURF Fund	Jail District Fund	Public Health Services District Fund	County Debt Services Fund	Other Governmental Funds	Total
Transfer from							
General Fund	\$ -	\$ -	\$ 2,864,467	\$ 3,739,233	\$ 6,023,154	\$ 1,106,521	\$ 13,733,375
Public Works/HURF Fund	6,369	-	-	-	3,703,662	2,944	3,712,975
Jail District Fund	1,250,000	-	-	-	-	-	1,250,000
Nonmajor Governmental Funds	425,958	454,061	-	-	806,359	677,339	2,363,717
	\$1,682,327	\$ 454,061	\$2,864,467	\$ 3,739,233	\$ 10,533,175	\$ 1,786,804	\$ 21,060,067

Transfers are used to move revenues from the fund that collects them to the fund that expends them in accordance with budgetary authorizations and statutory requirements. The interfund transfers in FY23 were primarily made by the General Fund for Maintenance of Effort payments to the Coconino County Jail District and the Coconino County Public Health Services District as described in Note 14 –

Coconino County
Notes to Financial Statements
June 30, 2023

NOTE 12 – INTERFUND BALANCES AND ACTIVITY

MAINTENANCE OF EFFORT, and for transfers to debt service funds to make debt service payments as they became due. Other interfund transfers were made to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds.

NOTE 13 – MUNICIPAL REVOLVING LINE OF CREDIT

On July 1, 2022, the County maintained a \$16,475,000 municipal revolving line of credit with an interest rate equal to 110% of the previous quarter's weighted average prime rate among the top three financial institutions in the State of Arizona, which had a maturity date of June 30, 2023, in a fiduciary capacity for fire districts and school districts that are political subdivisions of the County. Outstanding principal and interest are due on June 30 of each year. During fiscal year 2023, the subdivisions had not borrowed against the line of credit.

NOTE 14 – MAINTENANCE OF EFFORT

Coconino County is required to maintain statutory levels of support for the Coconino County Jail District and the Coconino County Public Health Services District. In accordance with A.R.S. Section 48-4024, Coconino County is required to make annual maintenance of effort payments (MOE) to the Coconino County Jail District, a special revenue fund type. The payments will be made through fiscal year 2027, and are determined by first establishing a base expenditure which was used as the initial fiscal year 1998 MOE payment. Subsequent payments are determined by adjusting the base expenditure by the annual change in the gross domestic product price deflator, obtained from the State of Arizona Economic Estimates Commission. These payments are recorded by the Jail District as transfers. The MOE payment for fiscal year 2023 was \$2,864,467. In accordance with A.R.S. Section 48-5802, Coconino County is required to maintain a specific level of expenditures for public health services. This is accomplished by transferring funds to the Public Health Services District, a special revenue fund type. The payment for fiscal year 2023 was \$3,739,233.

NOTE 15 – SUBSEQUENT EVENT

The County is a participant in the One Arizona Distribution of Opioid Settlement Funds Agreement, which is part of the nationwide opioid settlements. Settlements were reached to resolve opioid litigation brought by states and local political subdivisions against pharmaceutical distributors and manufacturers. The pharmaceutical industry is estimated to pay more than \$1.1 billion to Arizona over the next 18 years for opioid treatment, prevention, and education. The State will allocate 56 percent of the opioid settlement funds to the counties, cities, and towns. As of June 30, 2023, agreements were finalized with three defendants resulting in the County recording a receivable of \$3.3 million. Five additional settlements have occurred since June 30, 2023 and the County will recognize approximately \$2.9 million revenues in fiscal year 2024. Due to the ongoing litigation, additional settlements are expected to be measurable and available in subsequent reporting periods.



REQUIRED SUPPLEMENTARY INFORMATION

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
General Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Property taxes	\$ 11,337,976	\$ 11,337,976	\$ 11,506,299	\$ 168,323
County sales tax	20,210,000	20,210,000	22,940,722	2,730,722
Licenses and permits	2,219,000	2,219,000	3,338,531	1,119,531
Fees, fines, and forfeits	878,900	878,900	1,146,405	267,505
Intergovernmental	39,814,762	39,858,762	47,316,399	7,457,637
Charges for services	6,870,050	6,870,050	1,847,988	(5,022,062)
Investment earnings	163,270	163,270	5,398,361	5,235,091
Contributions	15,000	15,800	20,341	4,541
Miscellaneous	56,320,325	320,325	578,059	257,734
Total revenues	<u>137,829,283</u>	<u>81,874,083</u>	<u>94,093,105</u>	<u>12,219,022</u>
EXPENDITURES				
General government				
Assessor	2,397,033	2,390,433	1,981,855	408,578
Board of Supervisors	1,720,456	1,878,272	1,626,811	251,461
Clerk of Superior Court	1,786,889	1,786,889	1,452,764	334,125
Community Development	3,101,623	3,096,003	685,947	2,410,056
County Administration	5,462,228	6,216,764	4,747,129	1,469,635
Community Initiatives	428,410	426,973	140,202	286,771
County Attorney	5,195,188	5,426,928	5,221,492	205,436
Facilities	9,584,107	9,691,276	3,899,820	5,791,456
Finance	2,740,356	2,647,823	455,675	2,192,148
Flagstaff Justice Court	1,704,321	1,704,321	1,584,154	120,167
Fredonia Justice Court	235,173	314,356	307,111	7,245
Human Resources	2,611,343	2,831,343	1,551,722	1,279,621
Information Technology	6,581,407	8,484,736	2,718,754	5,765,982
Legal Defender	1,647,288	1,647,288	1,464,548	182,740
Non-Departmental	92,352,896	12,908,483	(5,203,650)	18,112,133
Page Justice Court	580,861	619,696	610,554	9,142
Public Defender	3,345,570	3,345,570	3,283,460	62,110
Recorder	2,015,632	2,015,632	1,857,470	158,162
Superior Courts	5,735,547	5,735,547	4,876,567	858,980
Treasurer	1,021,712	1,021,712	914,353	107,359
Williams Justice Court	602,534	686,763	673,453	13,310

The notes to the budgetary comparison schedules are an integral part of this schedule.

(continued on next page)

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
General Fund (Continued)
Year Ended June 30, 2023

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
EXPENDITURES				
Public safety				
Adult Probation	\$ 2,202,073	\$ 2,228,073	\$ 2,214,935	\$ 13,138
Constables	152,456	152,456	153,207	(751)
Emergency Management	4,730	66,528	60,131	6,397
Juvenile Court	3,870,878	3,870,878	3,366,118	504,760
Sheriff	12,838,555	12,817,832	12,409,142	408,690
Highways and Streets				
Public Works	588,969	564,396	432,007	132,389
Health				
Health and Human Services	1,008,165	1,008,165	1,007,904	261
Welfare				
Health and Human Services	800,134	800,134	640,376	159,758
Public Fiduciary	1,101,706	1,101,706	1,063,718	37,988
Culture and recreation				
Parks and Recreation	2,022,816	2,001,416	1,846,705	154,711
Education				
School Superintendent	645,683	635,080	602,470	32,610
Debt Service				
Bond Issuance Costs	-	860,000	860,000	-
Total expenditures	<u>176,086,739</u>	<u>100,983,472</u>	<u>59,506,904</u>	<u>41,476,568</u>
Excess (deficiency) of revenues over expenditures	<u>(38,257,456)</u>	<u>(19,109,389)</u>	<u>34,586,201</u>	<u>53,695,590</u>
OTHER FINANCING SOURCES (USES)				
Bonds Issued	-	-	53,170,000	53,170,000
Transfers in	1,598,632	1,810,931	1,682,327	(128,604)
Transfers out	<u>(14,820,782)</u>	<u>(24,892,445)</u>	<u>(13,733,375)</u>	<u>11,159,070</u>
Total other financing sources (uses)	<u>(13,222,150)</u>	<u>(23,081,514)</u>	<u>41,118,952</u>	<u>64,200,466</u>
Net change in fund balances	(51,479,606)	(42,190,903)	75,705,153	117,896,056
Fund balances, July 1, 2022	<u>66,220,585</u>	<u>66,220,585</u>	<u>66,220,585</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 14,740,979</u>	<u>\$ 24,029,682</u>	<u>\$141,925,738</u>	<u>\$117,896,056</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Public Works/HURF Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget
REVENUES				
County sales tax	\$12,126,000	\$12,126,000	\$13,785,906	\$ 1,659,906
Licenses and permits	40,000	40,000	16,618	(23,382)
Intergovernmental	14,219,920	14,219,920	15,652,824	1,432,904
Charges for services	10,000	10,000	6,517	(3,483)
Investment earnings	246,065	246,065	594,713	348,648
Miscellaneous	-	-	22,864	22,864
Total revenues	<u>26,641,985</u>	<u>26,641,985</u>	<u>30,079,442</u>	<u>3,437,457</u>
EXPENDITURES				
Highways and streets				
Public Works	39,593,665	41,783,763	24,520,476	17,263,287
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>39,593,665</u>	<u>41,783,763</u>	<u>24,520,476</u>	<u>17,263,287</u>
Excess (deficiency) of revenues over expenditures	<u>(12,951,680)</u>	<u>(15,141,778)</u>	<u>5,558,966</u>	<u>20,700,744</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	150,000	150,000	447,437	297,437
Transfers in	378,223	454,061	454,061	-
Transfers out	(94,957)	(3,798,619)	(3,712,975)	85,644
Total other financing sources (uses)	<u>433,266</u>	<u>(3,194,558)</u>	<u>(2,811,477)</u>	<u>383,081</u>
Net change in fund balances	(12,518,414)	(18,336,336)	2,747,489	21,083,825
Fund balances, July 1, 2022	<u>47,235,131</u>	<u>47,235,131</u>	<u>47,235,131</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$34,716,717</u>	<u>\$28,898,795</u>	<u>\$49,982,620</u>	<u>\$21,083,825</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Jail District Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
County sales tax	\$20,210,000	\$20,210,000	\$22,940,786	\$ 2,730,786
Intergovernmental	-	-	507,107	507,107
Charges for services	558,700	558,700	400,140	(158,560)
Investment earnings	100,000	100,000	101,666	1,666
Miscellaneous	-	-	2,438	2,438
Total revenues	<u>20,868,700</u>	<u>20,868,700</u>	<u>23,952,137</u>	<u>3,083,437</u>
EXPENDITURES				
Public safety				
Sheriff	26,032,383	31,567,482	21,599,921	9,967,561
Total expenditures	<u>26,032,383</u>	<u>31,567,482</u>	<u>21,599,921</u>	<u>9,967,561</u>
Excess (deficiency) of revenues over expenditures	<u>(5,163,683)</u>	<u>(10,698,782)</u>	<u>2,352,216</u>	<u>13,050,998</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,805,253	2,805,253	2,864,467	59,214
Transfers out	(1,265,356)	(1,265,356)	(1,250,000)	15,356
Total other financing sources (uses)	<u>1,539,897</u>	<u>1,539,897</u>	<u>1,614,467</u>	<u>74,570</u>
Net change in fund balances	(3,623,786)	(9,158,885)	3,966,683	13,125,568
Fund balances, July 1, 2022	<u>25,515,807</u>	<u>25,515,807</u>	<u>25,515,807</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$21,892,021</u>	<u>\$16,356,922</u>	<u>\$29,482,490</u>	<u>\$13,125,568</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Public Health Services District Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Property taxes	\$ 5,197,279	\$ 5,197,279	\$5,196,552	\$ (727)
Licenses and permits	642,902	642,902	615,252	(27,650)
Intergovernmental	12,431,206	13,238,469	8,960,423	(4,278,046)
Charges for services	680,276	680,276	805,896	125,620
Investment earnings	4,000	4,000	24,899	20,899
Contributions	5,500	28,000	34,851	6,851
Miscellaneous	383,220	550	40,423	39,873
Total revenues	<u>19,344,383</u>	<u>19,791,476</u>	<u>15,678,296</u>	<u>(4,113,180)</u>
EXPENDITURES				
Public safety				
Health and Human Services	1,259,860	1,279,860	1,177,114	102,746
Health				
Health and Human Services	25,100,502	26,256,600	19,079,628	7,176,972
Total expenditures	<u>26,360,362</u>	<u>27,536,460</u>	<u>20,256,742</u>	<u>7,279,718</u>
Excess (deficiency) of revenues over expenditures	<u>(7,015,979)</u>	<u>(7,744,984)</u>	<u>(4,578,446)</u>	<u>3,166,538</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,417,390	5,417,390	3,739,233	(1,678,157)
Total other financing sources (uses)	<u>5,417,390</u>	<u>5,417,390</u>	<u>3,739,233</u>	<u>(1,678,157)</u>
Net change in fund balances	(1,598,589)	(2,327,594)	(839,213)	1,488,381
Fund balances, July 1, 2022	1,234,753	1,234,753	1,234,753	-
Fund balances, June 30, 2023	<u>\$ (363,836)</u>	<u>\$ (1,092,841)</u>	<u>\$ 395,540</u>	<u>\$ 1,488,381</u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
American Rescue Plan Act Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>with Final Budget</u>
REVENUES				
Intergovernmental	\$ 13,934,266	\$ 27,854,454	\$ 6,188,938	\$(21,665,516)
Investment earnings	50,000	50,000	521,340	471,340
Total revenues	<u>13,984,266</u>	<u>27,904,454</u>	<u>6,710,278</u>	<u>(21,194,176)</u>
EXPENDITURES				
General government				
Board of Supervisors	25,000,000	5,098,384	891,694	4,206,690
Clerk of Superior Court	1,522	845,761	175,971	669,790
Community Development	-	302,800	302,798	2
County Attorney	3,300	315,174	154,603	160,571
Facilities	-	141,605	133,515	8,090
Finance	20,000	747,770	169,750	578,020
Flagstaff Justice Court	-	366,306	55,198	311,108
Human Resources	1,100	42,690	41,588	1,102
Information Technology	-	66,630	66,630	-
Non-Departmental	-	485,888	446,424	39,464
Public Defender	8,816	511,205	213,199	298,006
Superior Courts	313,850	1,473,938	567,753	906,185
Treasurer	-	66,710	66,708	2
Public safety				
Adult Probation	495,928	1,521,603	406,677	1,114,926
Juvenile Court	136,640	122,000	43,870	78,130
Health				
Health and Human Services	2,068,445	5,230,279	1,006,527	4,223,752
Information Technology	-	421,454	378,195	43,259
Welfare				
Health and Human Services	-	-	854,128	(854,128)
Education				
School Superintendent	-	735,813	213,711	522,102
Total expenditures	<u>28,049,601</u>	<u>18,496,010</u>	<u>6,188,939</u>	<u>12,307,071</u>
Excess (deficiency) of revenues over expenditures	<u>(14,065,335)</u>	<u>9,408,444</u>	<u>521,339</u>	<u>(8,887,105)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,000,000	1,000,000	-	(1,000,000)
Total other Financing Sources (uses)	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>(1,000,000)</u>
Net change in fund balances	(13,065,335)	10,408,444	521,339	(9,887,105)
Fund balances, July 1, 2022	(530,126)	(530,126)	(530,126)	-
Fund balances, June 30, 2023	<u><u>\$(13,595,461)</u></u>	<u><u>\$ 9,878,318</u></u>	<u><u>\$ (8,787)</u></u>	<u><u>\$ (9,887,105)</u></u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Flood Control District Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>with Final Budget</u>
REVENUES				
Property taxes	\$ 9,403,100	\$ 9,403,100	\$ 9,357,086	\$ (46,014)
Licenses and permits	5,000	5,000	7,155	2,155
Intergovernmental	-	31,919,992	13,014,322	(18,905,670)
Investment earnings	1,000	1,000	(447,483)	(448,483)
Contributions	-	-	54	54
Total revenues	<u>9,409,100</u>	<u>41,329,092</u>	<u>21,931,134</u>	<u>(19,397,958)</u>
EXPENDITURES				
Public safety				
Flood Control District	9,981,515	60,982,496	36,926,241	24,056,255
Total expenditures	<u>9,981,515</u>	<u>60,982,496</u>	<u>36,926,241</u>	<u>24,056,255</u>
Excess (deficiency) of revenues over expenditures	<u>(572,415)</u>	<u>(19,653,404)</u>	<u>(14,995,107)</u>	<u>4,658,297</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	5,000,000	-	(5,000,000)
Total other financing sources (uses)	<u>-</u>	<u>5,000,000</u>	<u>-</u>	<u>(5,000,000)</u>
Net change in fund balances	(572,415)	(14,653,404)	(14,995,107)	(341,703)
Fund balances, July 1, 2022	<u>(4,498,511)</u>	<u>(4,498,511)</u>	<u>(4,498,511)</u>	<u>-</u>
Fund balances, June 30, 2023	<u><u>\$(5,070,926)</u></u>	<u><u>\$(19,151,915)</u></u>	<u><u>\$(19,493,618)</u></u>	<u><u>\$ (341,703)</u></u>

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
County Debt Service Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>with</u> <u>Final Budget</u>
REVENUES				
Investment earnings	\$ -	\$ -	\$ 31,370	\$ 31,370
Total revenues	-	-	31,370	31,370
EXPENDITURES				
Debt Service:				
Principal	450,000	2,650,000	2,650,000	-
Interest	411,475	2,422,420	2,422,420	-
Total debt service	861,475	5,072,420	5,072,420	-
Total expenditures	861,475	5,072,420	5,072,420	-
Excess (deficiency) of revenues over expenditures	(861,475)	(5,072,420)	(5,041,050)	31,370
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	53,170,000	-	(53,170,000)
Transfers in	861,475	10,664,043	10,533,175	(130,868)
Transfers out	-	-	-	-
Total other financing sources (uses)	861,475	63,834,043	10,533,175	(53,300,868)
Net change in fund balances	-	58,761,623	5,492,125	(53,269,498)
Fund balances, July 1, 2022	737	737	737	-
Fund balances, June 30, 2023	\$ 737	\$ 58,762,360	\$ 5,492,862	\$(53,269,498)

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
Required Supplementary Information
Budgetary Comparison Schedules
Capital Improvement Plan Fund
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>with Final Budget</u>
EXPENDITURES				
Debt Service:				
Bond Issuance Costs	\$ -	\$ -	\$ 305,000	\$ (305,000)
Total Debt Service:	-	-	305,000	(305,000)
Capital Outlay:				
County Administration	-	7,644	7,644	-
Facilities	-	494,359	494,359	-
Finance	-	92,533	92,533	-
Information Technology	-	379,633	379,633	-
Sheriff	-	99,295	99,295	-
Public Works	-	3,703,663	3,703,663	-
Parks and Recreation	-	811,127	684,181	126,946
Total capital outlay:	-	5,588,254	5,461,308	126,946
Total expenditures	-	5,588,254	5,766,308	(178,054)
Excess (deficiency) of revenues over expenditures	-	(5,588,254)	(5,766,308)	(178,054)
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	-	80,000,000	80,000,000
Total other financing sources (uses)	-	-	80,000,000	80,000,000
Net change in fund balances	-	(5,588,254)	74,233,692	79,821,946
Fund balances, July 1, 2022	-	-	-	-
Fund balances, June 30, 2023	\$ -	\$ (5,588,254)	\$ 74,233,692	\$ 79,821,946

The notes to the budgetary comparison schedules are an integral part of this schedule.

Coconino County
 Required Supplementary Information
 Notes to Budgetary Comparison Schedules
 June 30, 2023

Note 1 – Budgeting and budgetary control

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, except for the following unbudgeted items:

- Present value of net minimum lease payments
- Subscription-based information technology arrangements

The following schedule reconciles the excess of revenues over expenditures from the statement of revenues, expenditures, and changes in fund balances to the budgetary comparison schedules:

	General Fund	Public Works/HURF Fund
Excess of revenues over expenditures from the statement of revenues, expenditures, and changes in fund balances	\$ 34,251,672	\$ 5,527,036
Present value of net minimum lease payments	268,205	31,930
Present value of net minimum SBITA payments	66,324	-
Excess of revenues over expenditures from the budgetary comparison schedules	<u>\$ 34,586,201</u>	<u>\$ 5,558,966</u>

Coconino County
 Required Supplementary Information
 Notes to Budgetary Comparison Schedules
 June 30, 2023

Note 3 – Expenditures in Excess of Appropriations

For the year ended June 30, 2023, expenditures exceeded final budget amounts at the department level (the legal level of budgetary control) as follows:

Fund/Department	Excess
General Fund:	
Constables	\$ (751)
Total General Fund	(751)
Capital Improvement Plan Fund:	
Bond Issuance Costs	(178,054)
Total Capital Improvement Plan Fund	\$ (178,054)

The excess expenditure of \$751 in the General Fund for the Constables Department is primarily due to a staffing change during the fiscal year that resulted in higher-than-expected employee-related expenses, and unbudgeted repair expenses related to a vehicular accident.

The excess debt service expenditures of \$178,054 were due to the issuance of Series 2023 private placement pledged revenue obligations in the amount of \$80,000,000, approved by the Board of Supervisors on June 21, 2023. Although the bond issuance was fully authorized by the Board of Supervisors through a resolution and agreements, a budget amendment was not submitted due to an administrative oversight as the bond was issued on the last day of fiscal year 2023.

Coconino County
Required Supplementary Information
Schedule of the County's Proportionate Share of the Net Pension Liability – Cost-Sharing Plans
June 30, 2023

ARIZONA STATE RETIREMENT SYSTEM (ASRS)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Reporting fiscal year	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
County's proportion of the net pension liability	0.39%	0.40%	0.41%	0.42%	0.42%	0.40%	0.40%	0.39%	0.40%
County's proportionate share of the net pension liability	\$ 62,936,852	\$ 52,392,665	\$ 71,769,911	\$ 61,756,593	\$ 58,614,269	\$ 64,845,194	\$ 64,388,081	\$ 61,051,275	\$ 58,741,596
County's covered payroll	\$ 46,103,647	\$ 44,777,639	\$ 45,501,388	\$ 44,740,183	\$ 41,705,479	\$ 39,261,016	\$ 37,520,908	\$ 36,081,751	\$ 35,786,206
County's proportionate share of the net pension liability as a percentage of its covered payroll	136.51%	117.01%	157.73%	138.03%	140.54%	165.16%	171.61%	169.20%	164.15%
Plan fiduciary net position as a percentage of the total pension liability	74.26%	78.58%	69.33%	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%

CORRECTIONS OFFICER RETIREMENT PLAN

ADMINISTRATIVE OFFICE OF THE COURTS (CORP AOC)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Reporting fiscal year	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
County's proportion of the net pension liability	3.15%	3.17%	3.24%	3.09%	3.13%	3.05%	3.05%	3.12%	3.24%
County's proportionate share of the net pension liability	\$ 14,070,908	\$ 11,761,933	\$ 15,453,047	\$ 13,056,710	\$ 11,271,192	\$ 12,727,276	\$ 8,593,425	\$ 7,590,997	\$ 7,259,716
County's covered payroll	\$ 3,825,439	\$ 3,745,923	\$ 4,250,285	\$ 4,921,870	\$ 3,642,477	\$ 3,458,591	\$ 3,364,379	\$ 3,530,713	\$ 3,481,917
County's proportionate share of the net pension liability as a percentage of its covered payroll	367.82%	313.99%	363.58%	265.28%	309.44%	367.99%	255.42%	215.00%	208.50%
Plan fiduciary net position as a percentage of the total pension liability	57.52%	62.53%	50.07%	51.99%	53.72%	49.21%	54.81%	57.89%	58.59%

ELECTED OFFICIALS RETIREMENT PLAN (EORP)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Reporting fiscal year	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
County's proportion of the net pension liability	2.03%	2.06%	2.09%	2.15%	2.87%	2.04%	2.04%	1.87%	1.89%
County's proportionate share of the net pension liability	\$ 13,738,559	\$ 12,549,057	\$ 14,076,152	\$ 14,256,046	\$ 18,107,080	\$ 25,670,755	\$ 19,237,196	\$ 14,583,025	\$ 12,687,065
State's proportionate share of the net pension liability associated with the County	1,337,689	1,261,387	1,337,826	1,339,921	3,102,531	5,327,843	3,971,984	4,546,380	3,889,972
Total	<u>\$ 15,076,248</u>	<u>\$ 13,810,444</u>	<u>\$ 15,413,978</u>	<u>\$ 15,595,967</u>	<u>\$ 21,209,611</u>	<u>\$ 30,998,598</u>	<u>\$ 23,209,180</u>	<u>\$ 19,129,405</u>	<u>\$ 16,577,037</u>
County's covered payroll	\$ 1,703,679	\$ 1,618,931	\$ 1,561,069	\$ 1,167,250	\$ 1,608,717	\$ 1,652,059	\$ 1,677,173	\$ 1,695,740	\$ 1,740,635
County's proportionate share of the net pension liability as a percentage of its covered payroll	806.41%	775.14%	901.70%	1221.34%	1125.56%	1553.86%	1147.00%	859.98%	728.88%
Plan fiduciary net position as a percentage of the total pension liability	32.01%	36.28%	29.80%	30.14%	30.36%	19.66%	23.42%	28.32%	31.91%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to pension plan schedules.

Coconino County
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios – Agent Plans
June 30, 2023

PSPRS Sheriff

Reporting fiscal year:

Measurement date

	2023	2022	2021	2020	2019	2018	2017	2016	2015
	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total pension liability									
Service cost	\$ 574,415	\$ 561,655	\$ 649,698	\$ 703,301	\$ 643,353	\$ 695,574	\$ 530,394	\$ 542,285	\$ 526,940
Interest on the total pension liability	3,726,120	3,808,560	3,694,618	3,522,035	3,366,709	3,104,578	3,072,697	3,045,276	2,499,646
Changes of benefit terms	-	-	579,964	-	-	557,123	(136,624)	-	1,149,553
Differences between expected and actual experience in the measurement of the pension liability	815,270	(2,016,190)	-	922,849	647,389	832,928	(158,582)	(519,453)	40,499
Changes of assumptions or other inputs	863,594	-	-	911,318	-	1,779,880	1,542,086	-	5,497,276
Benefit payments, including refunds of employee contributions	(3,548,744)	(3,443,461)	(3,107,314)	(2,872,201)	(3,007,952)	(2,676,590)	(2,685,077)	(2,740,615)	(2,801,153)
Net change in total pension liability	2,430,655	(1,089,436)	1,816,966	3,187,302	1,649,499	4,293,493	2,164,894	327,493	6,912,761
Total pension liability—beginning	52,242,701	53,332,137	51,515,171	48,327,869	46,678,370	42,384,877	40,219,983	39,892,490	32,979,729
Total pension liability—ending (a)	\$ 54,673,356	\$ 52,242,701	\$ 53,332,137	\$ 51,515,171	\$ 48,327,869	\$ 46,678,370	\$ 42,384,877	\$ 40,219,983	\$ 39,892,490
Plan fiduciary net position									
Contributions—employer	\$ 324,130	\$ 19,299,491	\$ 3,431,722	\$ 12,627,184	\$ 2,212,139	\$ 2,479,462	\$ 12,388,778	\$ 1,798,480	\$ 1,717,418
Contributions—employee	319,949	290,926	318,447	319,891	328,432	370,548	366,754	451,605	342,096
Net investment income	(2,439,700)	10,743,759	453,024	1,623,136	1,488,239	2,349,854	59,803	360,105	1,251,743
Benefit payments, including refunds of employee contributions	(3,548,744)	(3,443,461)	(3,107,314)	(2,872,201)	(3,007,952)	(2,676,590)	(2,685,077)	(2,740,615)	(2,801,153)
Administrative expense	(44,094)	(50,790)	-	(29,186)	(23,351)	(21,192)	-	-	(10,081)
Other changes	(65,201)	-	-	-	31,431	295	(79,223)	37,644	24,720
Net change in plan fiduciary net position	(5,453,660)	26,839,925	1,063,864	11,668,824	1,028,938	2,502,377	10,042,030	(101,944)	524,743
Plan fiduciary net position—beginning	62,954,221	36,114,296	35,050,432	23,381,608	22,375,834	19,873,457	9,831,427	9,933,371	9,408,628
Plan fiduciary net position—ending (b)	\$ 57,500,561	\$ 62,954,221	\$ 36,114,296	\$ 35,050,432	\$ 23,404,772	\$ 22,375,834	\$ 19,873,457	\$ 9,831,427	\$ 9,933,371
Net pension (assets) liability—ending (a) - (b)	\$ (2,827,205)	\$ (10,711,520)	\$ 17,217,841	\$ 16,464,739	\$ 24,923,097	\$ 24,302,536	\$ 22,511,420	\$ 30,388,556	\$ 29,959,119
Plan fiduciary net position as a percentage of the total pension liability	105.17%	120.50%	67.72%	68.04%	48.43%	47.94%	46.89%	24.44%	24.90%
Covered payroll	\$ 5,267,231	\$ 4,006,804	\$ 5,602,857	\$ 4,021,680	\$ 3,523,747	\$ 3,268,096	\$ 3,198,513	\$ 3,241,732	\$ 3,069,559
Net pension (assets) liability as a percentage of covered payroll	(53.68)%	(267.33)%	307.30%	409.40%	707.29%	743.63%	703.81%	937.42%	976.01%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to pension plan schedules.

Coconino County
 Required Supplementary Information
 Schedule of County Pension Contributions
 June 30, 2023

**Arizona State Retirement System
 (ASRS)**

Reporting fiscal year:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily required contribution	\$ 6,416,819	\$ 5,537,048	\$ 5,216,595	\$ 5,209,911	\$ 5,001,952	\$ 4,545,898	\$ 4,232,338	\$ 4,071,019	\$ 3,929,303	\$ 3,829,124
County's contributions in relation to the statutorily required contribution	6,416,819	5,537,048	5,216,595	5,209,911	5,001,952	4,545,898	4,232,338	4,071,019	3,929,303	3,829,124
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 53,832,374	\$ 46,103,647	\$ 44,777,639	\$ 45,501,388	\$ 44,740,183	\$ 41,705,479	\$ 39,261,016	\$ 37,520,908	\$ 36,081,751	\$ 35,786,206
County's contributions as a percentage of covered payroll	11.92%	12.01%	11.65%	11.45%	11.18%	10.90%	10.78%	10.85%	10.89%	10.70%

**Corrections Officer Retirement Plan-
 Administrative Office of the Courts
 (CORP AOC)**

Reporting fiscal year:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily required contribution	\$ 1,520,889	\$ 1,371,978	\$ 1,257,881	\$ 1,186,255	\$ 1,205,366	\$ 819,922	\$ 694,485	\$ 642,596	\$ 525,370	\$ 503,137
County's contributions in relation to the statutorily required contribution	1,520,889	1,371,978	1,257,881	1,186,255	1,205,366	819,922	694,485	642,596	525,370	503,137
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 4,103,856	\$ 3,825,439	\$ 3,745,923	\$ 4,250,285	\$ 4,921,870	\$ 3,642,477	\$ 3,458,591	\$ 3,364,379	\$ 3,530,713	\$ 3,481,917
County's contributions as a percentage of covered payroll	37.06%	35.86%	33.58%	27.91%	24.49%	22.51%	20.08%	19.10%	14.88%	14.45%

**Elected Officials Retirement Plan
 (EORP)**

Reporting fiscal year:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily required contribution	\$ 1,078,985	\$ 961,961	\$ 931,828	\$ 958,965	\$ 717,859	\$ 378,048	\$ 388,234	\$ 394,136	\$ 398,499	\$ 403,131
County's contributions in relation to the statutorily required contribution	1,078,985	961,961	931,828	958,965	717,859	47,148	388,234	394,136	398,499	403,131
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 330,900	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 1,658,011	\$ 1,703,679	\$ 1,618,931	\$ 1,561,069	\$ 1,167,250	\$ 1,608,717	\$ 1,652,059	\$ 1,677,173	\$ 1,695,740	\$ 1,740,635
County's contributions as a percentage of covered payroll	65.08%	56.46%	57.56%	61.43%	61.50%	2.93%	23.50%	23.50%	23.50%	23.16%

(continued on next page)

Coconino County
Required Supplementary Information
Schedule of County Pension Contributions (Continued)
June 30, 2023

PSPRS Sheriff

Reporting fiscal year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 444,826	\$ 527,566	\$ 1,608,732	\$ 3,490,580	\$ 2,631,788	\$ 2,179,438	\$ 2,380,481	\$ 2,403,682	\$ 1,819,260	\$ 1,717,418
County's contributions in relation to the actuarially determined contribution	444,826	527,566	21,045,807	3,490,580	12,631,788	2,229,486	2,380,481	12,403,682	1,819,260	1,717,418
Contribution deficiency (excess)	\$ -	\$ -	\$ (19,437,075)	\$ -	\$ (10,000,000)	\$ (50,048)	\$ -	\$ (10,000,000)	\$ -	\$ -
County's covered payroll	\$ 5,560,325	\$ 5,267,231	\$ 4,006,804	\$ 5,602,857	\$ 4,021,680	\$ 3,523,747	\$ 3,268,096	\$ 3,198,513	\$ 3,241,732	\$ 3,069,559
County's contributions as a percentage of covered payroll	8.00%	10.02%	525.25%	62.30%	314.09%	63.27%	72.84%	387.80%	56.12%	55.95%

NOTE: During the fiscal year ended June 30, 2021, the County made excess contributions to the Public Safety Personnel Retirement System. The excess contributions were funded by the issuance of Pension Revenue Obligation Bonds. Excess contributions were also made during the fiscal year ended June 30, 2019, and June 30, 2018, and June 30, 2016.

See accompanying notes to pension plan schedules.

Coconino County
Required Supplementary Information
Schedule of Changes in the County's Total OPEB Liability and Related Ratios
Northern Arizona Public Employees Benefit Trust
June 30, 2023

Reporting fiscal year:	2023	2022	2021	2020	2019	2018
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB liability						
Service cost	\$ 803,177	\$ 1,069,999	\$ 905,783	\$ 685,046	\$ 821,651	\$ 582,667
Interest	227,072	276,648	387,669	417,601	393,741	269,575
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	-	(202,635)	-	(1,202,669)	-	(515,811)
Changes of assumptions or other inputs	(1,541,240)	(2,420,009)	374,844	539,759	(855,833)	1,458,740
Benefit payments	(448,955)	(476,050)	(308,084)	(441,752)	(419,409)	(569,744)
Net change in total OPEB liability	(959,946)	(1,752,047)	1,360,212	(2,015)	(59,850)	1,225,427
Total OPEB liability—beginning	9,932,706	11,684,753	10,324,541	10,326,556	10,386,406	9,160,979
Total OPEB liability—ending	<u>\$ 8,972,760</u>	<u>\$ 9,932,706</u>	<u>\$ 11,684,753</u>	<u>\$ 10,324,541</u>	<u>\$ 10,326,556</u>	<u>\$ 10,386,406</u>
Covered-employee payroll	\$ 60,839,812	\$ 59,878,122	\$ 57,058,884	\$ 48,844,666	\$ 49,068,073	\$ 47,871,291
Total OPEB liability as a percentage of covered-employee payroll	14.75%	16.59%	20.48%	21.14%	21.05%	21.70%

NOTE: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

NOTE: The OPEB schedule in the required supplementary information is intended to show information for ten years, and additional information will be displayed as it becomes available.

COCONINO COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 NOTES TO PENSION PLAN SCHEDULES
 JUNE 30, 2023

NOTE 1 – Actuarially determined contribution rates

Actuarial determined contribution rates for PSPRS and CORP are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization method	Level percent-of-pay, closed
Remaining amortization period as of the 2021 actuarial valuation	15 years for unfunded actuarial accrued liability, 16 years for excess
Asset valuation method	7-year smoothed market value; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2019 actuarial valuation, the investment rate of return was decreased from 7.4% to 7.3%. In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%.
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%–8.0% to 3.5%–7.5% for PSPRS and from 4.0%–7.25% to 3.5%–6.5% for CORP. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%–8.5% to 4.0%–8.0% for PSPRS and from 4.5%–7.75% to 4.0%–7.25% for CORP. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%–9.0% to 4.5%–8.5% for PSPRS and from 5.0%–8.25% to 4.5%–7.75% for CORP.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5% for PSPRS and CORP. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0% for PSPRS and CORP. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5% for PSPRS and CORP.
Retirement age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 – June 30, 2011.
Mortality	In the 2019 actuarial valuation, changed to PubS-2010 tables. In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females).

COCONINO COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO PENSION PLAN SCHEDULES
JUNE 30, 2023

NOTE 2 – Factors that affect trends

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, the PSPRS, CORP, CORP–AOC, and EORP changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS and EORP also reduced those members' employee contribution rates. These changes are reflected in the plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS-, CORP-, and CORP–AOC-required pension contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes increased the PSPRS-, CORP-, and CORP–AOC-required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date. EORP-required contributions are not based on actuarial valuations, and therefore, these changes did not affect them. Also, the County refunded excess employee contributions to PSPRS and EORP members. PSPRS and EORP allowed the County to reduce its actual employer contributions for the refund amounts. As a result, the County's pension contributions were less than the actuarially or statutorily determined contributions for 2018 for EORP.

The fiscal year 2019 (measurement date 2018) pension liabilities for EORP and CORP reflect the replacement of the permanent benefit increase (PBI) for retirees based on investment returns with a cost of living adjustment based on inflation. Also, the EORP liability and required pension contributions for fiscal year 2019 reflect a statutory change that requires the employer contribution rate to be actuarially determined. This change increased the discount rate used to calculate the liability thereby reducing the total pension liability.



**OTHER SUPPLEMENTARY INFORMATION:
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES
NONMAJOR GOVERNMENTAL FUNDS**



Special Revenue Funds

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

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

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

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

Conciliation Court – this program provides a means for the reconciliation of spouses and the amicable settlement of domestic and family controversies. This program is funded by fees collected under A.R.S. 25-381.

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

County Improvement Districts – Special Revenue – accounts for the operation of various Road Maintenance Districts.

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

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

Facilities Grants and Fees – accounts for building upgrades for energy efficiency and conservation projects.

Health and Human Services Grants and Fees – accounts for various federal and state employment grants and public assistance programs provided by a combination of grants and fees. Accounts for national opioid settlement funds.

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

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

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

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

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

Local Assistance and Tribal Consistency Fund – accounts for funds received under the federal Local Assistance and Tribal Consistency Fund revenue enhancement program for use on general governmental purposes to meet jurisdictional needs.

National Forest Fees Fund – accounts for funds received under the federal Secure Rural Schools and Community Self-Determination Act of 2000.

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

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

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

Recorder Grants and Fees – accounts for various Recorder programs including the storage and retrieval fee funds, and elections support grants.

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

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

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

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

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

Debt Service Fund

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

Capital Projects Funds

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

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

Parks and Open Spaces Tax Projects Fund – accounts for parks and open space acquisitions and improvements that are funded by collections from a one-eighth cent sales tax and grants. Collections from the one-eighth cent sales tax ceased after September 2014.

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2023

	Special Revenue		
	Adult Probation Grants and Fees	Assessor Storage and Retrieval	Clerk of the Superior Court Grants and Fees
ASSETS			
Cash and investments	\$ 720,499	\$ 64,394	\$ 109,976
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	-	-
Accrued interest	3,414	-	324
Leases	-	-	-
Settlements	-	-	-
Due from other governments	-	-	916
Prepaid items	-	-	-
Total assets	723,913	64,394	111,216
LIABILITIES			
Accounts payable	27,780	-	-
Accrued payroll and employee benefits	59,947	-	1,091
Due to other funds	-	-	-
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	87,727	-	1,091
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	490
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	-	-	490
Total liabilities and deferred inflows of resources	87,727	-	1,581
FUND BALANCES			
Nonspendable	-	-	-
Restricted	636,186	64,394	109,635
Unassigned	-	-	-
Total fund balances	636,186	64,394	109,635
Total liabilities, deferred inflows of resources, and fund balances	\$ 723,913	\$ 64,394	\$ 111,216

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	Community Development Grants & Fees	Conciliation Court	County Attorney Grants and Fees
ASSETS			
Cash and investments	\$ -	\$ 58,369	\$ 3,706,135
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	-	-
Accrued interest	-	153	2,238
Leases	-	-	-
Settlements	-	-	-
Due from other governments	340,938	-	128,334
Prepaid items	-	-	-
Total assets	<u>340,938</u>	<u>58,522</u>	<u>3,836,707</u>
LIABILITIES			
Accounts payable	65,198	630	16,966
Accrued payroll and employee benefits	-	1,056	10,462
Due to other funds	275,740	-	-
Deposits held for others	-	-	-
Unearned revenues	-	-	2,081,349
Total liabilities	<u>340,938</u>	<u>1,686</u>	<u>2,108,777</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	38,825
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>38,825</u>
Total liabilities and deferred inflows of resources	<u>340,938</u>	<u>1,686</u>	<u>2,147,602</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	56,836	1,689,105
Unassigned	-	-	-
Total fund balances	<u>-</u>	<u>56,836</u>	<u>1,689,105</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 340,938</u>	<u>\$ 58,522</u>	<u>\$3,836,707</u>

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Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	County Improvement Districts-Special Revenue	County Library District	Emergency Services Grants
ASSETS			
Cash and investments	\$ 31,315	\$ 552,461	\$ -
Receivables (net of allowance for uncollectibles)			
Property taxes	-	152,157	-
Accounts	-	-	-
Accrued interest	96	1,522	-
Leases	-	-	-
Settlements	-	-	-
Due from other governments	-	-	569,340
Prepaid items	-	-	-
Total assets	<u>31,411</u>	<u>706,140</u>	<u>569,340</u>
LIABILITIES			
Accounts payable	884	-	161,988
Accrued payroll and employee benefits	-	-	11,926
Due to other funds	-	-	387,682
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>884</u>	<u>-</u>	<u>561,596</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	117,538	-
Unavailable revenue - intergovernmental	-	-	349,220
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>117,538</u>	<u>349,220</u>
Total liabilities and deferred inflows of resources	884	117,538	910,816
FUND BALANCES			
Nonspendable	-	-	-
Restricted	30,527	588,602	-
Unassigned	-	-	(341,476)
Total fund balances	<u>30,527</u>	<u>588,602</u>	<u>(341,476)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 31,411</u>	<u>\$ 706,140</u>	<u>\$ 569,340</u>

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	Facilities Grants and Fees	Health and Human Services Grants and Fees	Inmate Welfare
ASSETS			
Cash and investments	\$ 30,992	\$ 1,328,462	\$ 685,281
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	1,576	39,580	11,341
Accrued interest	-	7,038	1,969
Leases	-	-	-
Settlements	-	3,318,051	-
Due from other governments	-	936,019	-
Prepaid items	-	4,185	-
Total assets	<u>32,568</u>	<u>5,633,335</u>	<u>698,591</u>
LIABILITIES			
Accounts payable	-	62,418	46
Accrued payroll and employee benefits	-	88,691	1,973
Due to other funds	-	-	-
Deposits held for others	-	46,537	-
Unearned revenues	-	1,485,098	-
Total liabilities	<u>-</u>	<u>1,682,744</u>	<u>2,019</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	733,080	-
Unavailable revenue - settlements	-	3,247,761	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>3,980,841</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>5,663,585</u>	<u>2,019</u>
FUND BALANCES			
Nonspendable	-	4,185	-
Restricted	32,568	-	696,572
Unassigned	-	(34,435)	-
Total fund balances	<u>32,568</u>	<u>(30,250)</u>	<u>696,572</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 32,568</u>	<u>\$5,633,335</u>	<u>\$ 698,591</u>

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	Jail Enhancement	Justice Courts Grants and Fees	Juvenile Court Grants and Fees
ASSETS			
Cash and investments	\$ 293,677	\$ 1,350,120	\$ 1,117,878
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	-	-
Accrued interest	984	4,711	4,199
Leases	-	-	-
Settlements	-	-	-
Due from other governments	27,735	1,404	36,554
Prepaid items	5,759	-	-
Total assets	328,155	1,356,235	1,158,631
LIABILITIES			
Accounts payable	10,781	34,691	217,981
Accrued payroll and employee benefits	-	861	48,077
Due to other funds	-	-	-
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	10,781	35,552	266,058
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	17,652
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	-	-	17,652
Total liabilities and deferred inflows of resources	10,781	35,552	283,710
FUND BALANCES			
Nonspendable	5,759	-	-
Restricted	311,615	1,320,683	874,921
Unassigned	-	-	-
Total fund balances	317,374	1,320,683	874,921
Total liabilities, deferred inflows of resources, and fund balances	\$ 328,155	\$ 1,356,235	\$ 1,158,631

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Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	Legal Defender Grants and Fees	Local Assistance and Tribal Consistency Fund	National Forest Fees
ASSETS			
Cash and investments	\$ 170,973	\$ -	\$ 5,522,389
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	-	-
Accrued interest	36	18,067	20,517
Leases	-	-	-
Settlements	-	-	-
Due from other governments	18,308	-	-
Prepaid items	-	-	-
Total assets	189,317	18,067	5,542,906
LIABILITIES			
Accounts payable	4,236	-	-
Accrued payroll and employee benefits	1,060	-	-
Due to other funds	-	109,449	-
Deposits held for others	-	-	-
Unearned revenues	1,718	-	-
Total liabilities	7,014	109,449	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	17,762	-	-
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	17,762	-	-
Total liabilities and deferred inflows of resources	24,776	109,449	-
FUND BALANCES			
Nonspendable	-	-	-
Restricted	164,541	-	5,542,906
Unassigned	-	(91,382)	-
Total fund balances	164,541	(91,382)	5,542,906
Total liabilities, deferred inflows of resources, and fund balances	\$ 189,317	\$ 18,067	\$ 5,542,906

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	Other Special Revenue Funds	Parks and Recreation Grants and Fees	Public Defender Grants and Fees
ASSETS			
Cash and investments	\$ 24,586	\$ 2,359,869	\$ 717,025
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	19,202	-
Accrued interest	14	10,149	1,625
Leases	-	698,280	-
Settlements	-	-	-
Due from other governments	-	962,319	27,109
Prepaid items	-	-	-
Total assets	24,600	4,049,819	745,759
LIABILITIES			
Accounts payable	-	129,776	18,591
Accrued payroll and employee benefits	-	1,902	2,226
Due to other funds	-	-	-
Deposits held for others	-	400	-
Unearned revenues	-	49,342	16,021
Total liabilities	-	181,420	36,838
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	962,319	22,606
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	698,286	-
Total deferred inflows of resources	-	1,660,605	22,606
Total liabilities and deferred inflows of resources	-	1,842,025	59,444
FUND BALANCES			
Nonspendable	-	-	-
Restricted	24,600	2,207,794	686,315
Unassigned	-	-	-
Total fund balances	24,600	2,207,794	686,315
Total liabilities, deferred inflows of resources, and fund balances	\$ 24,600	\$ 4,049,819	\$ 745,759

(continued on next page)

Coconino County
 Nonmajor Governmental Funds
 Combining Balance Sheet (Continued)
 June 30, 2023

	Special Revenue		
	Recorder Grants and Fees	School Superintendent Grants and Fees	Sheriff Grants and Fees
ASSETS			
Cash and investments	\$ 1,192,582	\$ 3,836,015	\$ 785,229
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	5,316	5,973
Accrued interest	2,913	2,735	2,454
Leases	-	-	-
Settlements	-	-	-
Due from other governments	-	545,356	65,601
Prepaid items	-	559	-
Total assets	1,195,495	4,389,981	859,257
LIABILITIES			
Accounts payable	402	192,091	14,608
Accrued payroll and employee benefits	-	22,154	3,431
Due to other funds	-	-	-
Deposits held for others	-	-	-
Unearned revenues	88,023	-	237,500
Total liabilities	88,425	214,245	255,539
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	348,447	32,137
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	7,089	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	-	355,536	32,137
Total liabilities and deferred inflows of resources	88,425	569,781	287,676
FUND BALANCES			
Nonspendable	-	559	-
Restricted	1,107,070	3,819,641	571,581
Unassigned	-	-	-
Total fund balances	1,107,070	3,820,200	571,581
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,195,495	\$ 4,389,981	\$ 859,257

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Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Special Revenue		
	Solid Waste	Superior Court Grants and Fees	Taxpayer Information Fund
ASSETS			
Cash and investments	\$ 24,853	\$ 946,721	\$ 154,900
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	-	96	1
Accrued interest	-	1,972	477
Leases	-	-	-
Settlements	-	-	-
Due from other governments	73,376	44,426	-
Prepaid items	-	-	-
Total assets	98,229	993,215	155,378
LIABILITIES			
Accounts payable	96,805	84,609	-
Accrued payroll and employee benefits	1,303	8,764	-
Due to other funds	-	-	-
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	98,108	93,373	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	10,691	-
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	1
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	-	10,691	1
Total liabilities and deferred inflows of resources	98,108	104,064	1
FUND BALANCES			
Nonspendable	-	-	-
Restricted	121	889,151	155,377
Unassigned	-	-	-
Total fund balances	121	889,151	155,377
Total liabilities, deferred inflows of resources, and fund balances	\$ 98,229	\$ 993,215	\$ 155,378

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Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Capital Projects		
	Other Capital Projects Funds	Parks and Open Spaces Tax Projects Fund	County Improvement Districts-Capital Projects
ASSETS			
Cash and investments	\$ 2,738,768	\$ 922,066	\$ 1,920
Receivables (net of allowance for uncollectibles)			
Property taxes	-	-	-
Accounts	2,300	-	-
Accrued interest	8,482	2,821	-
Leases	-	-	-
Settlements	-	-	-
Due from other governments	-	280,767	-
Prepaid items	-	-	-
Total assets	<u>2,749,550</u>	<u>1,205,654</u>	<u>1,920</u>
LIABILITIES			
Accounts payable	96,108	-	-
Accrued payroll and employee benefits	-	-	-
Due to other funds	-	-	-
Deposits held for others	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>96,108</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	280,500	-
Unavailable revenue - settlements	-	-	-
Unavailable revenue - other	-	-	-
Deferred inflows related to leases	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>280,500</u>	<u>-</u>
Total liabilities and deferred inflows of resources	96,108	280,500	-
FUND BALANCES			
Nonspendable	-	-	-
Restricted	2,653,442	925,154	1,920
Unassigned	-	-	-
Total fund balances	<u>2,653,442</u>	<u>925,154</u>	<u>1,920</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,749,550</u>	<u>\$ 1,205,654</u>	<u>\$ 1,920</u>

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
June 30, 2023

	Total Governmental Funds
ASSETS	
Cash and investments	\$ 29,447,455
Receivables (net of allowance for uncollectibles)	
Property taxes	152,157
Accounts	85,385
Accrued interest	98,910
Leases	698,280
Settlements	3,318,051
Due from other governments	4,058,502
Prepaid items	10,503
Total assets	37,869,243
LIABILITIES	
Accounts payable	1,236,589
Accrued payroll and employee benefits	264,924
Due to other funds	772,871
Deposits held for others	46,937
Unearned revenues	3,959,051
Total liabilities	6,280,372
DEFERRED INFLOWS OF RESOURCES	
Unavailable revenue - property taxes	117,538
Unavailable revenue - intergovernmental	2,813,729
Unavailable revenue - settlements	3,247,761
Unavailable revenue - other	7,090
Deferred inflows related to leases	698,286
Total deferred inflows of resources	6,884,404
Total liabilities and deferred inflows of resources	13,164,776
FUND BALANCES	
Nonspendable	10,503
Restricted	25,161,257
Unassigned	(467,293)
Total fund balances	24,704,467
Total liabilities, deferred inflows of resources, and fund balances	\$ 37,869,243

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2023

	Special Revenue		
	Adult Probation Grants and Fees	Assessor Storage and Retrieval	Clerk of the Superior Court Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	55,575
Intergovernmental	3,224,342	-	5,051
Charges for services	441,489	-	61,263
Investment earnings	1,647	-	(939)
Contributions	-	-	-
Miscellaneous	-	-	-
Total revenues	3,667,478	-	120,950
EXPENDITURES			
Current:			
General government	-	5,044	64,631
Public safety	3,510,131	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	3,510,131	5,044	64,631
Excess (deficiency) of revenues over expenditures	157,347	(5,044)	56,319
OTHER FINANCING SOURCES (USES)			
Transfers in	-	37,778	14,909
Transfers out	-	-	-
Total other financing sources (uses)	-	37,778	14,909
Net change in fund balances	157,347	32,734	71,228
Fund balances, July 1, 2022	478,839	31,660	38,407
Fund balances, June 30, 2023	\$ 636,186	\$ 64,394	\$ 109,635

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
June 30, 2023

	Special Revenue		
	Community Development Grants & Fees	Conciliation Court	County Attorney Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	128,311
Intergovernmental	370,103	2,152	668,936
Charges for services	-	45,747	62,805
Investment earnings	-	1,082	19,629
Contributions	-	-	-
Miscellaneous	-	4,440	-
Total revenues	370,103	53,421	879,681
EXPENDITURES			
Current:			
General government	370,103	64,215	858,985
Public safety	-	-	-
Sanitation	-	-	-
Health	-	-	18,651
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	370,103	64,215	877,636
Excess (deficiency) of revenues over expenditures	-	(10,794)	2,045
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	85,543
Transfers out	-	-	(2,500)
Total other financing sources (uses)	-	-	83,043
Net change in fund balances	-	(10,794)	85,088
Fund balances, July 1, 2022	-	67,630	1,604,017
Fund balances, June 30, 2023	\$ -	\$ 56,836	\$ 1,689,105

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
June 30, 2023

	Special Revenue		
	County Improvement Districts-Special Revenue	County Library District	Emergency Services Grants
	Revenue	District	Grants
REVENUES			
Property taxes	\$ -	\$ 5,524,244	\$ -
County sales taxes	-	-	-
Special assessments	11,400	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	-	-	847,641
Charges for services	-	-	-
Investment earnings	428	54,562	-
Contributions	-	4,327	-
Miscellaneous	-	-	-
Total revenues	11,828	5,583,133	847,641
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	1,616,264
Sanitation	10,233	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	5,155,506	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	10,233	5,155,506	1,616,264
Excess (deficiency) of revenues over expenditures	1,595	427,627	(768,623)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	656,592
Transfers out	-	(145,220)	-
Total other financing sources (uses)	-	(145,220)	656,592
Net change in fund balances	1,595	282,407	(112,031)
Fund balances, July 1, 2022	28,932	306,195	(229,445)
Fund balances, June 30, 2023	\$ 30,527	\$ 588,602	\$ (341,476)

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Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
June 30, 2023

	Special Revenue		
	Facilities Grants and Fees	Health and Human Services Grants and Fees	Inmate Welfare
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	-	2,565,220	-
Charges for services	1,011	511,999	107,896
Investment earnings	-	(32,344)	5,739
Contributions	-	154,706	-
Miscellaneous	5,127	10,000	134,637
Total revenues	6,138	3,209,581	248,272
EXPENDITURES			
Current:			
General government	196	181,800	-
Public safety	-	46,901	158,730
Sanitation	-	-	-
Health	-	266,790	-
Welfare	-	2,843,931	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	196	3,339,422	158,730
Excess (deficiency) of revenues over expenditures	5,942	(129,841)	89,542
OTHER FINANCING SOURCES (USES)			
Transfers in	-	10,000	-
Transfers out	-	-	-
Total other financing sources (uses)	-	10,000	-
Net change in fund balances	5,942	(119,841)	89,542
Fund balances, July 1, 2022	26,626	89,591	607,030
Fund balances, June 30, 2023	\$ 32,568	\$ (30,250)	\$ 696,572

(continued on next page)

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
 June 30, 2023

	Special Revenue		
	Jail Enhancement	Justice Courts Grants and Fees	Juvenile Court Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	53,422	-
Intergovernmental	197,365	15,010	3,130,187
Charges for services	-	703,596	33,947
Investment earnings	4,370	8,813	6,826
Contributions	-	-	15,075
Miscellaneous	-	-	-
Total revenues	201,735	780,841	3,186,035
EXPENDITURES			
Current:			
General government	-	216,263	-
Public safety	189,957	-	2,912,860
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	189,957	216,263	2,912,860
Excess (deficiency) of revenues over expenditures	11,778	564,578	273,175
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	2,673
Transfers out	-	(267,852)	-
Total other financing sources (uses)	-	(267,852)	2,673
Net change in fund balances	11,778	296,726	275,848
Fund balances, July 1, 2022	305,596	1,023,957	599,073
Fund balances, June 30, 2023	\$ 317,374	\$ 1,320,683	\$ 874,921

(continued on next page)

Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
 June 30, 2023

	Special Revenue		
	Legal Defender Grants and Fees	Local and Tribal Consistency Fund	National Forest Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	57,100	6,000,000	1,929,857
Charges for services	-	-	-
Investment earnings	517	(91,382)	67,890
Contributions	-	-	-
Miscellaneous	-	-	-
Total revenues	57,617	5,908,618	1,997,747
EXPENDITURES			
Current:			
General government	58,370	6,000,000	-
Public safety	-	-	63,937
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	1,217,181
Capital outlay	-	-	-
Total expenditures	58,370	6,000,000	1,281,118
Excess (deficiency) of revenues over expenditures	(753)	(91,382)	716,629
OTHER FINANCING SOURCES (USES)			
Transfers in	5,526	-	95,349
Transfers out	(10,909)	-	(611,660)
Total other financing sources (uses)	(5,383)	-	(516,311)
Net change in fund balances	(6,136)	(91,382)	200,318
Fund balances, July 1, 2022	170,677	-	5,342,588
Fund balances, June 30, 2023	\$ 164,541	\$ (91,382)	\$ 5,542,906

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Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
June 30, 2023

	Special Revenue		
	Other Special Revenue Funds	Parks and Recreation Grants and Fees	Public Defender Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	56,835	403,077	590,617
Charges for services	-	1,335,650	-
Investment earnings	2,917	4,716	(8,055)
Contributions	-	-	-
Miscellaneous	-	-	-
Total revenues	59,752	1,743,443	582,562
EXPENDITURES			
Current:			
General government	183,986	-	147,708
Public safety	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	1,584,679	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	183,986	1,584,679	147,708
Excess (deficiency) of revenues over expenditures	(124,234)	158,764	434,854
OTHER FINANCING SOURCES (USES)			
Transfers in	40,048	-	49,735
Transfers out	-	(716,418)	(49,735)
Total other financing sources (uses)	40,048	(716,418)	-
Net change in fund balances	(84,186)	(557,654)	434,854
Fund balances, July 1, 2022	108,786	2,765,448	251,461
Fund balances, June 30, 2023	\$ 24,600	\$ 2,207,794	\$ 686,315

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Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
June 30, 2023

	Special Revenue		
	Recorder Grants and Fees	School Superintendent Grants and Fees	Sheriff Grants and Fees
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	-	-
Intergovernmental	137,780	3,875,075	1,129,636
Charges for services	90,816	198,740	22,083
Investment earnings	13,625	51,374	(4,726)
Contributions	-	60,575	500
Miscellaneous	-	133,415	-
Total revenues	242,221	4,319,179	1,147,493
EXPENDITURES			
Current:			
General government	58,589	-	-
Public safety	-	-	1,033,593
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	4,557,917	-
Capital outlay	-	-	-
Total expenditures	58,589	4,557,917	1,033,593
Excess (deficiency) of revenues over expenditures	183,632	(238,738)	113,900
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	2,500
Transfers out	-	-	-
Total other financing sources (uses)	-	-	2,500
Net change in fund balances	183,632	(238,738)	116,400
Fund balances, July 1, 2022	923,438	4,058,938	455,181
Fund balances, June 30, 2023	\$ 1,107,070	\$ 3,820,200	\$ 571,581

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Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
 June 30, 2023

	Special Revenue		
	Solid Waste	Superior Court Grants and Fees	Taxpayer Information Fund
REVENUES			
Property taxes	\$ -	\$ -	\$ -
County sales taxes	-	-	-
Special assessments	-	-	-
Licenses and permits	-	-	-
Fines and forfeits	-	29,996	-
Intergovernmental	315,419	486,647	-
Charges for services	9,034	217,129	24,649
Investment earnings	-	4,948	2,205
Contributions	-	-	-
Miscellaneous	-	934	-
Total revenues	324,453	739,654	26,854
EXPENDITURES			
Current:			
General government	-	1,109,312	18,430
Public safety	-	-	-
Sanitation	482,027	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Total expenditures	482,027	1,109,312	18,430
Excess (deficiency) of revenues over expenditures	(157,574)	(369,658)	8,424
OTHER FINANCING SOURCES (USES)			
Transfers in	157,695	526,682	-
Transfers out	-	(14,909)	-
Total other financing sources (uses)	157,695	511,773	-
Net change in fund balances	121	142,115	8,424
Fund balances, July 1, 2022	-	747,036	146,953
Fund balances, June 30, 2023	\$ 121	\$ 889,151	\$ 155,377

(continued on next page)

Coconino County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
June 30, 2023

	Debt Service		Capital Projects	
	County Improvement Districts-Debt Service	Other Capital Projects Funds	Parks and Open Spaces Tax Projects Fund	
REVENUES				
Property taxes	\$ -	\$ -	\$ -	-
County sales taxes	-	-	3,041	-
Special assessments	-	-	-	-
Licenses and permits	-	28,700	-	-
Fines and forfeits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	33,919	33,844	-
Contributions	-	-	-	-
Miscellaneous	-	-	1,927	-
Total revenues	-	62,619	38,812	-
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Sanitation	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	29,712	300,560	-
Total expenditures	-	29,712	300,560	-
Excess (deficiency) of revenues over expenditures	-	32,907	(261,748)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	101,774	-	-	-
Transfers out	-	(253,041)	-	-
Total other financing sources (uses)	101,774	(253,041)	-	-
Net change in fund balances	101,774	(220,134)	(261,748)	-
Fund balances, July 1, 2022	(101,774)	2,873,576	1,186,902	-
Fund balances, June 30, 2023	\$ -	\$ 2,653,442	\$ 925,154	-

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Coconino County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
 June 30, 2023

	Capital Projects	
	County Improvement Districts-Capital Projects	Total Governmental Funds
REVENUES		
Property taxes	\$ -	\$ 5,524,244
County sales taxes	-	3,041
Special assessments	-	11,400
Licenses and permits	-	28,700
Fines and forfeits	-	267,304
Intergovernmental	-	26,008,050
Charges for services	-	3,867,854
Investment earnings	-	181,605
Contributions	-	235,183
Miscellaneous	-	290,480
Total revenues	-	36,417,861
EXPENDITURES		
Current:		
General government	-	9,337,632
Public safety	-	9,532,373
Sanitation	-	492,260
Health	-	285,441
Welfare	-	2,843,931
Culture and recreation	-	6,740,185
Education	-	5,775,098
Capital outlay	-	330,272
Total expenditures	-	35,337,192
Excess (deficiency) of revenues over expenditures	-	1,080,669
OTHER FINANCING SOURCES (USES)		
Transfers in	-	1,786,804
Transfers out	(291,473)	(2,363,717)
Total other financing sources (uses)	(291,473)	(576,913)
Net change in fund balances	(291,473)	503,756
Fund balances, July 1, 2022	293,393	24,200,711
Fund balances, June 30, 2023	\$ 1,920	\$ 24,704,467



**OTHER SUPPLEMENTARY INFORMATION:
BUDGETARY COMPARISON SCHEDULES
NONMAJOR GOVERNMENTAL FUNDS SCHEDULES OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND
ACTUAL**



Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Fund
Adult Probation Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 2,611,466	\$ 3,284,962	\$ 3,224,342	\$ (60,620)
Charges for services	630,000	630,000	441,489	(188,511)
Investment earnings	11,350	11,350	1,647	(9,703)
Total revenues	<u>3,252,816</u>	<u>3,926,312</u>	<u>3,667,478</u>	<u>(258,834)</u>
EXPENDITURES				
Current:				
Public Safety	4,195,789	4,596,771	3,510,131	1,086,640
Total expenditures	<u>4,195,789</u>	<u>4,596,771</u>	<u>3,510,131</u>	<u>1,086,640</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(942,973)</u>	<u>(670,459)</u>	<u>157,347</u>	<u>827,806</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	528,263	289,890	-	(289,890)
Total other financing sources (uses)	<u>528,263</u>	<u>289,890</u>	<u>-</u>	<u>(289,890)</u>
Net change in fund balances	(414,710)	(380,569)	157,347	537,916
Fund balances, July 1, 2022	478,839	478,839	478,839	-
Fund balances, June 30, 2023	<u>\$ 64,129</u>	<u>\$ 98,270</u>	<u>\$ 636,186</u>	<u>\$ 537,916</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Fund
Assessor Storage and Retrieval
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current:				
General government	64,065	64,065	5,044	59,021
Total expenditures	64,065	64,065	5,044	59,021
Excess (deficiency) of revenues over (under) expenditures	(64,065)	(64,065)	(5,044)	59,021
OTHER FINANCING SOURCES (USES)				
Transfers in	35,000	35,000	37,778	2,778
Total other financing sources (uses)	35,000	35,000	37,778	2,778
Net change in fund balances	(29,065)	(29,065)	32,734	61,799
Fund balances, July 1, 2022	31,660	31,660	31,660	-
Fund balances, June 30, 2023	\$ 2,595	\$ 2,595	\$ 64,394	\$ 61,799

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Clerk of the Superior Court Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ -	\$ -	\$ 55,575	\$ 55,575
Intergovernmental	11,100	11,100	5,051	(6,049)
Charges for services	54,000	54,000	61,263	7,263
Investment earnings	782	782	(939)	(1,721)
Total revenues	<u>65,882</u>	<u>65,882</u>	<u>120,950</u>	<u>55,068</u>
EXPENDITURES				
Current:				
General government	81,260	83,115	64,631	18,484
Total expenditures	<u>81,260</u>	<u>83,115</u>	<u>64,631</u>	<u>18,484</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,378)</u>	<u>(17,233)</u>	<u>56,319</u>	<u>73,552</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	18,420	18,420	14,909	(3,511)
Total other financing sources (uses)	<u>18,420</u>	<u>18,420</u>	<u>14,909</u>	<u>(3,511)</u>
Net change in fund balances	3,042	1,187	71,228	70,041
Fund balances, July 1, 2022	38,407	38,407	38,407	-
Fund balances, June 30, 2023	<u>\$ 41,449</u>	<u>\$ 39,594</u>	<u>\$ 109,635</u>	<u>\$ 70,041</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Community Development Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 501,000	\$ 501,000	\$ 370,103	\$ (130,897)
Total revenues	<u>501,000</u>	<u>501,000</u>	<u>370,103</u>	<u>(130,897)</u>
EXPENDITURES				
Current:				
General government	501,000	501,000	370,103	130,897
Total expenditures	<u>501,000</u>	<u>501,000</u>	<u>370,103</u>	<u>130,897</u>
OTHER FINANCING SOURCES (USES)				
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2022	-	-	-	-
Fund balances, June 30, 2023	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Conciliation Court
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 10,000	\$ 10,000	\$ 2,152	\$ (7,848)
Charges for services	47,500	47,500	45,747	(1,753)
Investment earnings	250	250	1,082	832
Miscellaneous	6,500	6,500	4,440	(2,060)
Total revenues	<u>64,250</u>	<u>64,250</u>	<u>53,421</u>	<u>(10,829)</u>
EXPENDITURES				
Current:				
General government	76,476	76,476	64,215	12,261
Total expenditures	<u>76,476</u>	<u>76,476</u>	<u>64,215</u>	<u>12,261</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,226)</u>	<u>(12,226)</u>	<u>(10,794)</u>	<u>1,432</u>
OTHER FINANCING SOURCES (USES)				
Net change in fund balances	(12,226)	(12,226)	(10,794)	1,432
Fund balances, July 1, 2022	67,630	67,630	67,630	-
Fund balances, June 30, 2023	<u>\$ 55,404</u>	<u>\$ 55,404</u>	<u>\$ 56,836</u>	<u>\$ 1,432</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
County Attorney Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 505,000	\$ 505,000	\$ 128,311	\$ (376,689)
Intergovernmental	507,424	1,181,653	668,936	(512,717)
Charges for services	24,000	24,000	62,805	38,805
Investment earnings	13,230	13,230	19,629	6,399
Total revenues	<u>1,049,654</u>	<u>1,723,883</u>	<u>879,681</u>	<u>(844,202)</u>
EXPENDITURES				
Current:				
General government	1,414,977	1,918,102	858,985	1,059,117
Health	-	116,223	18,651	97,572
Total expenditures	<u>1,414,977</u>	<u>2,034,325</u>	<u>877,636</u>	<u>1,156,689</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(365,323)</u>	<u>(310,442)</u>	<u>2,045</u>	<u>312,487</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	115,476	102,964	85,543	(17,421)
Transfers out	-	(2,500)	(2,500)	-
Total other financing sources (uses)	<u>115,476</u>	<u>100,464</u>	<u>83,043</u>	<u>(17,421)</u>
Net change in fund balances	(249,847)	(209,978)	85,088	295,066
Fund balances, July 1, 2022	1,604,019	1,604,019	1,604,017	(2)
Fund balances, June 30, 2023	<u>\$ 1,354,172</u>	<u>\$ 1,394,041</u>	<u>\$ 1,689,105</u>	<u>\$ 295,064</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
County Improvement Districts – Special Revenue
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Special assessments	\$ 11,400	\$ 11,400	\$ 11,400	\$ -
Investment earnings	-	-	428	428
Total revenues	<u>11,400</u>	<u>11,400</u>	<u>11,828</u>	<u>428</u>
EXPENDITURES				
Current:				
Sanitation	11,400	11,400	10,233	1,167
Total expenditures	<u>11,400</u>	<u>11,400</u>	<u>10,233</u>	<u>1,167</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>1,595</u>	<u>1,595</u>
Net change in fund balances	-	-	1,595	1,595
Fund balances, July 1, 2022	<u>28,932</u>	<u>28,932</u>	<u>28,932</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 28,932</u>	<u>\$ 28,932</u>	<u>\$ 30,527</u>	<u>\$ 1,595</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
County Library District
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 5,521,589	\$ 5,521,589	\$ 5,524,244	\$ 2,655
Investment earnings	-	-	54,562	54,562
Contributions	-	-	4,327	4,327
Total revenues	<u>5,521,589</u>	<u>5,521,589</u>	<u>5,583,133</u>	<u>61,544</u>
EXPENDITURES				
Current:				
Culture and recreation	<u>5,501,369</u>	<u>5,501,369</u>	<u>5,155,506</u>	<u>345,863</u>
Total expenditures	<u>5,501,369</u>	<u>5,501,369</u>	<u>5,155,506</u>	<u>345,863</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,220</u>	<u>20,220</u>	<u>427,627</u>	<u>407,407</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(145,220)</u>	<u>(145,220)</u>	<u>(145,220)</u>	<u>-</u>
Total other financing sources (uses)	<u>(145,220)</u>	<u>(145,220)</u>	<u>(145,220)</u>	<u>-</u>
Net change in fund balances	(125,000)	(125,000)	282,407	407,407
Fund balances, July 1, 2022	306,195	306,195	306,195	-
Fund balances, June 30, 2023	<u>\$ 181,195</u>	<u>\$ 181,195</u>	<u>\$ 588,602</u>	<u>\$ 407,407</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
COVID Support Grants
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 29,523	\$ 29,523	\$ -	\$ (29,523)
Total revenues	<u>29,523</u>	<u>29,523</u>	<u>-</u>	<u>(29,523)</u>
EXPENDITURES				
Current:				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>29,523</u>	<u>29,523</u>	<u>-</u>	<u>(29,523)</u>
OTHER FINANCING SOURCES (USES)				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	29,523	29,523	-	(29,523)
Fund balances, July 1, 2022	-	-	-	-
Fund balances, June 30, 2023	<u>\$ 29,523</u>	<u>\$ 29,523</u>	<u>\$ -</u>	<u>\$ (29,523)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Emergency Services Grants
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 605,906	\$ 5,678,917	\$ 847,641	\$ (4,831,276)
Total revenues	<u>605,906</u>	<u>5,678,917</u>	<u>847,641</u>	<u>(4,831,276)</u>
EXPENDITURES				
Current:				
Public Safety	963,233	6,309,799	1,616,264	4,693,535
Total expenditures	<u>963,233</u>	<u>6,309,799</u>	<u>1,616,264</u>	<u>4,693,535</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(357,327)</u>	<u>(630,882)</u>	<u>(768,623)</u>	<u>(137,741)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	361,978	635,533	656,592	21,059
Total other financing sources (uses)	<u>361,978</u>	<u>635,533</u>	<u>656,592</u>	<u>21,059</u>
Net change in fund balances	4,651	4,651	(112,031)	(116,682)
Fund balances, July 1, 2022	<u>(229,445)</u>	<u>(229,445)</u>	<u>(229,445)</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ (224,794)</u>	<u>\$ (224,794)</u>	<u>\$ (341,476)</u>	<u>\$ (116,682)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Facilities Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ -	\$ -	\$ 1,011	\$ 1,011
Miscellaneous	-	3,550	5,127	1,577
Total revenues	<u>-</u>	<u>3,550</u>	<u>6,138</u>	<u>2,588</u>
EXPENDITURES				
Current:				
General government	<u>26,626</u>	<u>16,486</u>	<u>196</u>	<u>16,290</u>
Total expenditures	<u>26,626</u>	<u>16,486</u>	<u>196</u>	<u>16,290</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(26,626)</u>	<u>(12,936)</u>	<u>5,942</u>	<u>18,878</u>
Net change in fund balances	<u>(26,626)</u>	<u>(12,936)</u>	<u>5,942</u>	<u>18,878</u>
Fund balances, July 1, 2022	<u>26,626</u>	<u>26,626</u>	<u>26,626</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ -</u>	<u>\$ 13,690</u>	<u>\$ 32,568</u>	<u>\$ 18,878</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Health and Human Services Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance to Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ 2,432,393	\$ 5,748,789	\$ 2,565,220	\$ (3,183,569)
Charges for services	35,750	35,750	511,999	476,249
Investment earnings	2,000	2,000	(32,344)	(34,344)
Contributions	92,804	746,075	154,706	(591,369)
Miscellaneous	6,570	-	10,000	10,000
Total revenues	<u>2,569,517</u>	<u>6,532,614</u>	<u>3,209,581</u>	<u>(3,323,033)</u>
EXPENDITURES				
Current:				
General government	-	510,345	181,800	328,545
Public Safety	-	89,378	46,901	42,477
Health	-	1,275,694	266,790	1,008,904
Welfare	4,270,468	6,244,352	2,843,931	3,400,421
Total expenditures	<u>4,270,468</u>	<u>8,119,769</u>	<u>3,339,422</u>	<u>4,780,347</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,700,951)</u>	<u>(1,587,155)</u>	<u>(129,841)</u>	<u>1,457,314</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,595,903	1,595,903	10,000	(1,585,903)
Total other financing sources (uses)	<u>1,595,903</u>	<u>1,595,903</u>	<u>10,000</u>	<u>(1,585,903)</u>
Net change in fund balances	(105,048)	8,748	(119,841)	(128,589)
Fund balances, July 1, 2022	89,591	89,591	89,591	-
Fund balances, June 30, 2023	<u>\$ (15,457)</u>	<u>\$ 98,339</u>	<u>\$ (30,250)</u>	<u>\$ (128,589)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Inmate Welfare
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 140,000	\$ 140,000	\$ 107,896	\$ (32,104)
Investment earnings	4,000	4,000	5,739	1,739
Miscellaneous	130,250	130,250	134,637	4,387
Total revenues	<u>274,250</u>	<u>274,250</u>	<u>248,272</u>	<u>(25,978)</u>
EXPENDITURES				
Current:				
Public Safety	451,742	451,742	158,730	293,012
Total expenditures	<u>451,742</u>	<u>451,742</u>	<u>158,730</u>	<u>293,012</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(177,492)</u>	<u>(177,492)</u>	<u>89,542</u>	<u>267,034</u>
Net change in fund balances	(177,492)	(177,492)	89,542	267,034
Fund balances, July 1, 2022	607,030	607,030	607,030	-
Fund balances, June 30, 2023	<u>\$ 429,538</u>	<u>\$ 429,538</u>	<u>\$ 696,572</u>	<u>\$ 267,034</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Jail Enhancement
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 200,000	\$ 200,000	\$ 197,365	\$ (2,635)
Investment earnings	2,500	2,500	4,370	1,870
Total revenues	<u>202,500</u>	<u>202,500</u>	<u>201,735</u>	<u>(765)</u>
EXPENDITURES				
Current:				
Public Safety	447,039	447,039	189,957	257,082
Total expenditures	<u>447,039</u>	<u>447,039</u>	<u>189,957</u>	<u>257,082</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(244,539)</u>	<u>(244,539)</u>	<u>11,778</u>	<u>256,317</u>
Net change in fund balances	(244,539)	(244,539)	11,778	256,317
Fund balances, July 1, 2022	305,596	305,596	305,596	-
Fund balances, June 30, 2023	<u>\$ 61,057</u>	<u>\$ 61,057</u>	<u>\$ 317,374</u>	<u>\$ 256,317</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Justice Courts Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 56,650	\$ 56,650	\$ 53,422	\$ (3,228)
Intergovernmental	-	13,853	15,010	1,157
Charges for services	548,370	548,370	703,596	155,226
Investment earnings	7,820	7,820	8,813	993
Total revenues	<u>612,840</u>	<u>626,693</u>	<u>780,841</u>	<u>154,148</u>
EXPENDITURES				
Current:				
General government	<u>686,592</u>	<u>709,445</u>	<u>216,263</u>	<u>493,182</u>
Total expenditures	<u>686,592</u>	<u>709,445</u>	<u>216,263</u>	<u>493,182</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(73,752)</u>	<u>(82,752)</u>	<u>564,578</u>	<u>647,330</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(317,895)</u>	<u>(317,895)</u>	<u>(267,852)</u>	<u>50,043</u>
Total other financing sources (uses)	<u>(317,895)</u>	<u>(317,895)</u>	<u>(267,852)</u>	<u>50,043</u>
Net change in fund balances	(391,647)	(400,647)	296,726	697,373
Fund balances, July 1, 2022	<u>1,023,957</u>	<u>1,023,957</u>	<u>1,023,957</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 632,310</u>	<u>\$ 623,310</u>	<u>\$ 1,320,683</u>	<u>\$ 697,373</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Juvenile Court Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 2,709,098	\$ 3,445,375	\$ 3,130,187	\$ (315,188)
Charges for services	26,770	26,770	33,947	7,177
Investment earnings	7,100	7,100	6,826	(274)
Contributions	-	15,076	15,075	(1)
Total revenues	<u>2,742,968</u>	<u>3,494,321</u>	<u>3,186,035</u>	<u>(308,286)</u>
EXPENDITURES				
Current:				
Public Safety	<u>3,261,823</u>	<u>3,615,268</u>	<u>2,912,860</u>	<u>702,408</u>
Total expenditures	<u>3,261,823</u>	<u>3,615,268</u>	<u>2,912,860</u>	<u>702,408</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(518,855)</u>	<u>(120,947)</u>	<u>273,175</u>	<u>394,122</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>224,830</u>	<u>86,472</u>	<u>2,673</u>	<u>(83,799)</u>
Total other financing sources (uses)	<u>224,830</u>	<u>86,472</u>	<u>2,673</u>	<u>(83,799)</u>
Net change in fund balances	(294,025)	(34,475)	275,848	310,323
Fund balances, July 1, 2022	599,073	599,073	599,073	-
Fund balances, June 30, 2023	<u>\$ 305,048</u>	<u>\$ 564,598</u>	<u>\$ 874,921</u>	<u>\$ 310,323</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Legal Defender Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 67,200	\$ 79,212	\$ 57,100	\$ (22,112)
Investment earnings	60	60	517	457
Total revenues	<u>67,260</u>	<u>79,272</u>	<u>57,617</u>	<u>(21,655)</u>
EXPENDITURES				
Current:				
General government	56,188	80,696	58,370	22,326
Total expenditures	<u>56,188</u>	<u>80,696</u>	<u>58,370</u>	<u>22,326</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,072</u>	<u>(1,424)</u>	<u>(753)</u>	<u>671</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	7,000	7,000	5,526	(1,474)
Transfers out	<u>(7,020)</u>	<u>(7,020)</u>	<u>(10,909)</u>	<u>(3,889)</u>
Total other financing sources (uses)	<u>(20)</u>	<u>(20)</u>	<u>(5,383)</u>	<u>(5,363)</u>
Net change in fund balances	11,052	(1,444)	(6,136)	(4,692)
Fund balances, July 1, 2022	<u>170,677</u>	<u>170,677</u>	<u>170,677</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 181,729</u>	<u>\$ 169,233</u>	<u>\$ 164,541</u>	<u>\$ (4,692)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Local Assistance and Tribal Consistency Fund
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 6,000,000	\$ 6,000,000
Investment earnings	-	-	(91,382)	(91,382)
Total revenues	<u>-</u>	<u>-</u>	<u>5,908,618</u>	<u>5,908,618</u>
EXPENDITURES				
Current:				
General government	-	6,000,000	6,000,000	-
Total expenditures	<u>-</u>	<u>6,000,000</u>	<u>6,000,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(6,000,000)</u>	<u>(91,382)</u>	<u>5,908,618</u>
OTHER FINANCING SOURCES (USES)				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	(6,000,000)	(91,382)	5,908,618
Fund balances, July 1, 2022	-	-	-	-
Fund balances, June 30, 2023	<u>\$ -</u>	<u>\$ (6,000,000)</u>	<u>\$ (91,382)</u>	<u>\$ 5,908,618</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
National Forest Fees
For the Year Ended June 30, 2023

REVENUES	Budgeted Amounts		Actual	Variance to Final Budget
	Original	Final		
Intergovernmental	\$ 1,546,299	\$ 1,697,090	\$ 1,929,857	\$ 232,767
Investment earnings	6,000	6,000	67,890	61,890
Total revenues	<u>1,552,299</u>	<u>1,703,090</u>	<u>1,997,747</u>	<u>294,657</u>
EXPENDITURES				
Current:				
Public Safety	-	65,000	63,937	1,063
Education	989,669	1,217,181	1,217,181	-
Total expenditures	<u>989,669</u>	<u>1,282,181</u>	<u>1,281,118</u>	<u>1,063</u>
Excess (deficiency) of revenues over (under) expenditures	<u>562,630</u>	<u>420,909</u>	<u>716,629</u>	<u>295,720</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	95,349	95,349	-
Transfers out	(582,478)	(658,316)	(611,660)	46,656
Total other financing sources (uses)	<u>(582,478)</u>	<u>(562,967)</u>	<u>(516,311)</u>	<u>46,656</u>
Net change in fund balances	(19,848)	(142,058)	200,318	342,376
Fund balances, July 1, 2022	<u>5,342,588</u>	<u>5,342,588</u>	<u>5,342,588</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 5,322,740</u>	<u>\$ 5,200,530</u>	<u>\$ 5,542,906</u>	<u>\$ 342,376</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Other Special Revenue Funds
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ 68,417	\$ 56,835	\$ (11,582)
Investment earnings	-	-	2,917	2,917
Total revenues	<u>-</u>	<u>68,417</u>	<u>59,752</u>	<u>(8,665)</u>
EXPENDITURES				
Current:				
General government	3,750	198,946	183,986	14,960
Total expenditures	<u>3,750</u>	<u>198,946</u>	<u>183,986</u>	<u>14,960</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,750)</u>	<u>(130,529)</u>	<u>(124,234)</u>	<u>6,295</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,750	30,854	40,048	9,194
Total other financing sources (uses)	<u>3,750</u>	<u>30,854</u>	<u>40,048</u>	<u>9,194</u>
Net change in fund balances	-	(99,675)	(84,186)	15,489
Fund balances, July 1, 2022	108,786	108,786	108,786	-
Fund balances, June 30, 2023	<u>\$ 108,786</u>	<u>\$ 9,111</u>	<u>\$ 24,600</u>	<u>\$ 15,489</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Parks and Recreation Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 243,406	\$ 1,382,230	\$ 403,077	\$ (979,153)
Charges for services	668,025	668,025	1,335,650	667,625
Investment earnings	1,000	1,000	4,716	3,716
Miscellaneous	-	7,500	-	(7,500)
Total revenues	<u>912,431</u>	<u>2,058,755</u>	<u>1,743,443</u>	<u>(315,312)</u>
EXPENDITURES				
Current:				
Culture and recreation	<u>2,632,193</u>	<u>1,901,096</u>	<u>1,584,679</u>	<u>316,417</u>
Total expenditures	<u>2,632,193</u>	<u>1,901,096</u>	<u>1,584,679</u>	<u>316,417</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,719,762)</u>	<u>157,659</u>	<u>158,764</u>	<u>1,105</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,080,164	-	-	-
Transfers out	<u>(46,150)</u>	<u>(843,363)</u>	<u>(716,418)</u>	<u>126,946</u>
Total other financing sources (uses)	<u>1,034,014</u>	<u>(843,363)</u>	<u>(716,418)</u>	<u>126,946</u>
Net change in fund balances	(685,748)	(685,704)	(557,654)	128,050
Fund balances, July 1, 2022	<u>2,765,448</u>	<u>2,765,448</u>	<u>2,765,448</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 2,079,700</u>	<u>\$ 2,079,744</u>	<u>\$ 2,207,794</u>	<u>\$ 128,050</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Public Defender Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 100,000	\$ 617,648	\$ 590,617	\$ (27,031)
Investment earnings	400	400	(8,055)	(8,455)
Total revenues	<u>100,400</u>	<u>618,048</u>	<u>582,562</u>	<u>(35,486)</u>
EXPENDITURES				
Current:				
General government	103,677	422,501	147,708	274,793
Total expenditures	<u>103,677</u>	<u>422,501</u>	<u>147,708</u>	<u>274,793</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,277)</u>	<u>195,547</u>	<u>434,854</u>	<u>239,307</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	55,000	55,000	49,735	(5,265)
Transfers out	<u>(55,000)</u>	<u>(55,000)</u>	<u>(49,735)</u>	<u>5,265</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(3,277)	195,547	434,854	239,307
Fund balances, July 1, 2022	251,461	251,461	251,461	-
Fund balances, June 30, 2023	<u>\$ 248,184</u>	<u>\$ 447,008</u>	<u>\$ 686,315</u>	<u>\$ 239,307</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Recorder Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance to Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ 32,000	\$ 32,000	\$ 137,780	\$ 105,780
Charges for services	130,000	130,000	90,816	(39,184)
Investment earnings	4,500	4,500	13,625	9,125
Total revenues	<u>166,500</u>	<u>166,500</u>	<u>242,221</u>	<u>75,721</u>
EXPENDITURES				
Current:				
General government	917,123	894,369	58,589	835,780
Total expenditures	<u>917,123</u>	<u>894,369</u>	<u>58,589</u>	<u>835,780</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(750,623)</u>	<u>(727,869)</u>	<u>183,632</u>	<u>911,501</u>
Net change in fund balances	(750,623)	(727,869)	183,632	911,501
Fund balances, July 1, 2022	923,438	923,438	923,438	-
Fund balances, June 30, 2023	<u>\$ 172,815</u>	<u>\$ 195,569</u>	<u>\$ 1,107,070</u>	<u>\$ 911,501</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
School Superintendent Grants and Fees
For the Year Ended June 30, 2023

REVENUES	<u>Budgeted Amounts</u>		Actual	Variance to Final Budget
	<u>Original</u>	<u>Final</u>		
Intergovernmental	\$ 3,215,938	\$ 17,220,422	\$ 3,875,075	\$ (13,345,347)
Charges for services	329,000	329,000	198,740	(130,260)
Investment earnings	42,000	42,000	51,374	9,374
Contributions	37,977	76,663	60,575	(16,088)
Miscellaneous	60,000	60,000	133,415	73,415
Total revenues	<u>3,684,915</u>	<u>17,728,085</u>	<u>4,319,179</u>	<u>(13,408,906)</u>
EXPENDITURES				
Current:				
Education	<u>3,924,402</u>	<u>17,912,572</u>	<u>4,557,917</u>	<u>13,354,655</u>
Total expenditures	<u>3,924,402</u>	<u>17,912,572</u>	<u>4,557,917</u>	<u>13,354,655</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(239,487)</u>	<u>(184,487)</u>	<u>(238,738)</u>	<u>(54,251)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(239,487)	(184,487)	(238,738)	(54,251)
Fund balances, July 1, 2022	<u>4,058,938</u>	<u>4,058,938</u>	<u>4,058,938</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 3,819,451</u>	<u>\$ 3,874,451</u>	<u>\$ 3,820,200</u>	<u>\$ (54,251)</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Sheriff Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 643,407	\$ 881,427	\$ 1,129,636	\$ 248,209
Charges for services	178,168	178,168	22,083	(156,085)
Investment earnings	2,000	2,000	(4,726)	(6,726)
Contributions	5,000	5,000	500	(4,500)
Total revenues	<u>828,575</u>	<u>1,066,595</u>	<u>1,147,493</u>	<u>80,898</u>
EXPENDITURES				
Current:				
Public Safety	<u>1,019,131</u>	<u>1,767,543</u>	<u>1,033,593</u>	<u>733,950</u>
Total expenditures	<u>1,019,131</u>	<u>1,767,543</u>	<u>1,033,593</u>	<u>733,950</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(190,556)</u>	<u>(700,948)</u>	<u>113,900</u>	<u>814,848</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>15,356</u>	<u>17,856</u>	<u>2,500</u>	<u>(15,356)</u>
Total other financing sources (uses)	<u>15,356</u>	<u>17,856</u>	<u>2,500</u>	<u>(15,356)</u>
Net change in fund balances	(175,200)	(683,092)	116,400	799,492
Fund balances, July 1, 2022	455,181	455,181	455,181	-
Fund balances, June 30, 2023	<u>\$ 279,981</u>	<u>\$ (227,911)</u>	<u>\$ 571,581</u>	<u>\$ 799,492</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Solid Waste
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 230,000	\$ 230,000	\$ 315,419	\$ 85,419
Charges for services	49,000	49,000	9,034	(39,966)
Total revenues	<u>279,000</u>	<u>279,000</u>	<u>324,453</u>	<u>45,453</u>
EXPENDITURES				
Current:				
Sanitation	488,132	488,132	482,027	6,105
Total expenditures	<u>488,132</u>	<u>488,132</u>	<u>482,027</u>	<u>6,105</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(209,132)</u>	<u>(209,132)</u>	<u>(157,574)</u>	<u>51,558</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	209,132	209,132	157,695	(51,437)
Total other financing sources (uses)	<u>209,132</u>	<u>209,132</u>	<u>157,695</u>	<u>(51,437)</u>
Net change in fund balances	-	-	121	121
Fund balances, July 1, 2022	-	-	-	-
Fund balances, June 30, 2023	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121</u>	<u>\$ 121</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Superior Court Grants and Fees
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees, fines and forfeits	\$ 30,000	\$ 30,000	\$ 29,996	\$ (4)
Intergovernmental	355,446	587,398	486,647	(100,751)
Charges for services	207,500	207,500	217,129	9,629
Investment earnings	1,400	1,400	4,948	3,548
Contributions	7,516	7,516	-	(7,516)
Miscellaneous	1,500	1,500	934	(566)
Total revenues	<u>603,362</u>	<u>835,314</u>	<u>739,654</u>	<u>(95,660)</u>
EXPENDITURES				
Current:				
General government	1,351,257	1,547,836	1,109,312	438,524
Total expenditures	<u>1,351,257</u>	<u>1,547,836</u>	<u>1,109,312</u>	<u>438,524</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(747,895)</u>	<u>(712,522)</u>	<u>(369,658)</u>	<u>342,864</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	565,024	565,024	526,682	(38,342)
Transfers out	<u>(18,420)</u>	<u>(18,420)</u>	<u>(14,909)</u>	<u>3,511</u>
Total other financing sources (uses)	<u>546,604</u>	<u>546,604</u>	<u>511,773</u>	<u>(34,831)</u>
Net change in fund balances	(201,291)	(165,918)	142,115	308,033
Fund balances, July 1, 2022	747,036	747,036	747,036	-
Fund balances, June 30, 2023	<u>\$ 545,745</u>	<u>\$ 581,118</u>	<u>\$ 889,151</u>	<u>\$ 308,033</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Special Revenue Funds
Taxpayer Information Fund
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 16,500	\$ 16,500	\$ 24,649	\$ 8,149
Investment earnings	1,250	1,250	2,205	955
Total revenues	<u>17,750</u>	<u>17,750</u>	<u>26,854</u>	<u>9,104</u>
EXPENDITURES				
Current:				
General government	31,000	31,000	18,430	12,570
Total expenditures	<u>31,000</u>	<u>31,000</u>	<u>18,430</u>	<u>12,570</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,250)</u>	<u>(13,250)</u>	<u>8,424</u>	<u>21,674</u>
Net change in fund balances	(13,250)	(13,250)	8,424	21,674
Fund balances, July 1, 2022	146,953	146,953	146,953	-
Fund balances, June 30, 2023	<u>\$ 133,703</u>	<u>\$ 133,703</u>	<u>\$ 155,377</u>	<u>\$ 21,674</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Debt Service Fund
County Improvement Districts – Debt Service
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance to Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Investment earnings	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	100,774	101,774	1,000
Total other financing sources (uses)	<u>-</u>	<u>100,774</u>	<u>101,774</u>	<u>1,000</u>
Net change in fund balances	-	100,774	101,774	1,000
Fund balances, July 1, 2022	<u>(101,774)</u>	<u>(101,774)</u>	<u>(101,774)</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ (101,774)</u>	<u>\$ (1,000)</u>	<u>\$ -</u>	<u>\$ 1,000</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
County Improvement Districts – Capital Projects
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance to Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	71,246	-	(71,246)
Transfers out	-	(362,719)	(291,473)	71,246
Total other financing sources (uses)	-	(291,473)	(291,473)	-
Net change in fund balances	-	(291,473)	(291,473)	-
Fund balances, July 1, 2022	293,393	293,393	293,393	-
Fund balances, June 30, 2023	<u>\$ 293,393</u>	<u>\$ 1,920</u>	<u>\$ 1,920</u>	<u>\$ -</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
Other Capital Projects Funds
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 28,000	\$ 28,000	\$ 28,700	\$ 700
Investment earnings	10,014	10,014	33,919	23,905
Total revenues	<u>38,014</u>	<u>38,014</u>	<u>62,619</u>	<u>24,605</u>
EXPENDITURES				
Current:				
General government	655,286	699,187	-	699,187
Capital Outlay:	599,836	358,990	29,712	329,278
Total expenditures	<u>1,255,122</u>	<u>1,058,177</u>	<u>29,712</u>	<u>1,028,465</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,217,108)</u>	<u>(1,020,163)</u>	<u>32,907</u>	<u>1,053,070</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	107,173	101,818	-	(101,818)
Transfers out	-	(253,041)	(253,041)	(0)
Total other financing sources (uses)	<u>107,173</u>	<u>(151,223)</u>	<u>(253,041)</u>	<u>(101,818)</u>
Net change in fund balances	(1,109,935)	(1,171,386)	(220,134)	951,252
Fund balances, July 1, 2022	2,873,576	2,873,576	2,873,576	-
Fund balances, June 30, 2023	<u>\$ 1,763,641</u>	<u>\$ 1,702,190</u>	<u>\$ 2,653,442</u>	<u>\$ 951,252</u>

Coconino County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Capital Project Funds
Parks and Open Spaces Tax Projects Fund
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
County sales taxes	\$ -	\$ -	\$ 3,041	\$ 3,041
Investment earnings	-	-	33,844	33,844
Miscellaneous	940	940	1,927	987
Total revenues	<u>940</u>	<u>940</u>	<u>38,812</u>	<u>37,872</u>
EXPENDITURES				
Current:				
Culture and recreation	7,076	1,741,636	300,560	1,441,076
Total expenditures	<u>7,076</u>	<u>1,741,636</u>	<u>300,560</u>	<u>1,441,076</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,136)</u>	<u>(1,740,696)</u>	<u>(261,748)</u>	<u>1,478,948</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,450,000	1,450,000	-	(1,450,000)
Transfers out	<u>(1,080,164)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>369,836</u>	<u>1,450,000</u>	<u>-</u>	<u>(1,450,000)</u>
Net change in fund balances	363,700	(290,696)	(261,748)	28,948
Fund balances, July 1, 2022	<u>1,186,902</u>	<u>1,186,902</u>	<u>1,186,902</u>	<u>-</u>
Fund balances, June 30, 2023	<u>\$ 1,550,602</u>	<u>\$ 896,206</u>	<u>\$ 925,154</u>	<u>\$ 28,948</u>

**COMBINING STATEMENTS
CUSTODIAL FUNDS**



Coconino County
Custodial Funds
Combining Statement of Fiduciary Net Position
For the Year Ended June 30, 2023

	Other				Total Other
	External investment pool	Treasurer Special Purpose	Treasurer Holding Accounts	Non- Treasurer External Bank Accounts	
ASSETS					
Cash and investments	\$ 212,366,336	\$ 10,647	\$ 1,178,787	\$ 3,430,558	\$ 4,619,992
Taxes receivable for other governments	-	-	320,226	-	320,226
Interest and dividends receivable	561,762	-	47	-	47
Total assets	212,928,098	10,647	1,499,060	3,430,558	4,940,265
LIABILITIES					
Property tax payable to other governments	-	-	405,594	-	405,594
Due to other governments	-	-	595,304	-	595,304
Total liabilities	-	-	1,000,898	-	1,000,898
NET POSITION					
Restricted for:					
Pool participants	212,928,098	-	-	-	-
Individuals, organizations, and other governments	-	10,647	498,162	3,430,558	3,939,367
Total net position	\$ 212,928,098	\$ 10,647	\$ 498,162	\$ 3,430,558	\$ 3,939,367

Coconino County
Custodial Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2023

	Other				Total Other
	External investment pool	Treasurer Special Purpose	Treasurer Holding Accounts	Non- Treasurer External Bank Accounts	
ADDITIONS					
Contributions from pool participants	\$325,122,262	\$ -	\$ -	\$ -	\$ -
Property tax collections for other governments	-	-	25,601,551	-	25,601,551
Fines and fees collected for other governments	-	-	5,017,143	-	5,017,143
Collections for individuals	-	6,961	-	4,147,316	4,154,277
Investment earnings:					
Interest and dividends	3,415,351	-	1,503	-	1,503
Net increase (decrease) in fair value of investments	(1,076,996)	-	(111)	-	(111)
Total investment earnings	2,338,355	-	1,392	-	1,392
Less investment expense	-	-	-	-	-
Net investment earnings	2,338,355	-	1,392	-	1,392
Other	-	-	-	1,032	1,032
Total additions	327,460,617	6,961	30,620,086	4,148,348	34,775,395
DEDUCTIONS					
Distributions to pool participants	294,021,402	-	-	-	-
Property tax distributions to other governments	-	-	25,545,493	-	25,545,493
Fines and fees distributions for other governments	-	-	5,015,248	-	5,015,248
Distributions for individuals	-	-	-	4,515,554	4,515,554
Payments to inmates	-	-	-	636,221	636,221
Other	-	-	-	635	635
Total deductions	294,021,402	130,195	30,560,741	5,152,410	35,713,151
Net increase (decrease) in fiduciary net position	33,439,215	6,961	59,345	(1,004,062)	(937,756)
Net position, July 1, 2022	179,488,883	3,686	438,817	4,434,620	4,877,123
Net position, June 30, 2023	\$212,928,098	\$ 10,647	\$ 498,162	\$ 3,430,558	\$ 3,939,367

STATISTICAL SECTION

Coconino County
Statistical Section
June 30, 2023

This part of Coconino County's Annual Comprehensive Financial Report presents detailed information as context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the County's overall financial health.

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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.	195
Revenue Capacity	
These schedules contain information to help the reader assess the County's most significant local revenue sources, the property tax.	201
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.	205
Demographics and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment in which the County's financial activities take place.	208
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.	210

Coconino County
Financial Trends
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Primary government:										
Governmental activities										
Invested in capital assets, net of related debt	\$145,480,845	\$149,872,339	\$150,901,461	\$169,224,399	\$169,978,898	\$177,765,298	\$171,391,733	\$171,609,054	\$171,970,382	\$187,705,808
Restricted	69,537,246	74,284,443	67,370,287	64,169,360	79,738,737	72,690,339	79,686,562	90,050,276	100,677,785	109,433,674
Unrestricted	18,591,785	(86,379,130)	(77,733,568)	(81,582,757)	(104,744,999)	(89,056,269)	(89,305,388)	(74,823,285)	(44,352,155)	(18,884,186)
Total governmental activities net position	<u>\$233,609,876</u>	<u>\$137,777,652</u>	<u>\$140,538,180</u>	<u>\$151,811,002</u>	<u>\$144,972,636</u>	<u>\$161,399,368</u>	<u>\$161,772,907</u>	<u>\$186,836,045</u>	<u>\$228,296,012</u>	<u>\$278,255,296</u>

Source: Coconino County Single Audit Reporting Package

Note 1: Due to the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, in fiscal year 2015, net position for the year ended June 30, 2014, was restated. However, this change was not reflected in this schedule.

Note 2: Due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, in fiscal year 2018, net position for the year ended June 30, 2017, was restated, however this change was not reflected in this schedule.

Coconino County
Financial Trends
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
EXPENSES										
Governmental activities:										
General government	\$ 29,994,545	\$ 34,766,812	\$ 33,869,932	\$ 38,022,439	\$ 41,678,895	\$ 38,571,061	\$ 44,213,073	\$ 37,025,945	\$ 40,470,980	\$ 49,739,561
Public safety	42,122,131	42,398,679	40,947,920	41,654,185	49,967,549	43,120,801	48,787,280	52,168,392	52,242,289	79,873,725
Highways and streets	14,058,678	14,906,659	21,815,377	13,113,953	23,621,323	24,433,607	25,731,165	22,260,980	22,419,691	22,757,052
Sanitation	1,611,107	2,007,358	2,235,478	2,520,023	2,195,628	2,249,173	383,496	465,147	393,386	493,218
Health	13,735,528	13,915,744	13,180,529	13,468,758	15,010,305	14,925,100	16,091,825	17,987,724	17,208,664	21,805,628
Welfare	4,932,758	4,486,667	4,254,709	4,576,781	5,208,145	4,445,594	4,713,260	4,885,698	5,228,523	5,063,982
Culture and recreation	6,594,783	6,682,930	7,172,432	6,755,900	7,751,156	8,083,346	7,881,725	7,259,727	7,867,464	8,451,287
Education	7,332,953	6,708,189	5,336,344	4,707,587	7,171,546	4,891,709	3,903,796	4,822,493	5,015,610	6,495,276
Interest on long term debt	46,622	24,582	18,128	8,720	1,448	303	-	987	492,615	2,449,613
Total expenses	\$ 120,429,105	\$ 125,897,620	\$ 128,830,849	\$ 124,828,346	\$ 152,605,995	\$ 140,720,694	\$ 151,705,620	\$ 146,877,093	\$ 151,339,222	\$197,129,342
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	4,868,512	4,737,629	5,751,943	7,176,071	6,509,855	6,999,797	6,811,723	8,191,164	8,107,463	8,397,415
Public safety	2,937,416	2,538,879	3,159,188	3,265,470	3,506,116	4,094,546	3,574,745	3,262,243	2,211,679	1,467,875
Highways and streets	54,445	114,459	72,866	160,894	103,148	3,048,765	3,570,705	239,595	37,202	47,775
Sanitation	1,342,276	1,327,150	1,348,145	1,367,001	1,332,133	1,617,164	66,850	45,229	8,670	9,030
Health	1,353,915	1,463,783	1,143,207	1,289,745	1,442,250	1,096,152	1,128,205	1,743,683	2,061,135	5,497,614
Welfare	795,045	243,096	123,744	126,427	99,530	103,486	92,232	98,359	150,278	149,165
Culture and recreation	838,718	879,799	810,926	1,216,327	936,312	1,038,488	859,332	527,794	1,343,339	1,581,532
Education	183,275	180,507	373,206	299,328	515,183	449,395	444,983	390,856	510,604	339,244
Operating grants and contributions	35,999,361	38,184,459	32,558,181	30,446,823	36,035,022	33,843,742	37,658,329	44,217,624	55,939,387	87,189,990
Capital grants and contributions	14,217	6,821	701,451	612,546	1,085,077	13,070	7,956	-	-	-
Total governmental activities program revenues	\$ 48,387,180	\$ 49,676,582	\$ 46,042,857	\$ 45,960,632	\$ 51,564,626	\$ 52,304,605	\$ 54,215,060	\$ 58,716,547	\$ 70,369,757	\$ 104,679,640
Net (expenses) revenues	\$ (72,041,925)	\$ (76,221,038)	\$ (82,787,992)	\$ (78,867,714)	\$ (101,041,369)	\$ (88,416,089)	\$ (97,490,560)	\$ (88,160,546)	\$ (80,969,465)	\$ (92,449,702)

(continued on next page)

Coconino County
Financial Trends
Changes in Net Position
Last Ten Fiscal Years - Continued
(accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes, levied for general purposes	\$ 9,123,622	\$ 9,093,661	\$ 9,651,371	\$ 10,393,229	\$ 10,187,109	\$ 10,465,323	\$ 10,549,256	\$ 10,798,711	\$ 11,617,446	\$ 11,498,011
Property taxes, levied for library	3,906,545	3,848,918	3,924,459	4,039,059	4,233,867	4,432,797	4,670,805	4,907,177	5,066,117	5,523,300
Property taxes, levied for flood control	2,462,802	2,425,568	2,444,129	2,491,441	2,608,064	2,710,498	3,615,292	3,849,243	4,693,225	9,401,719
Property taxes, levied for accommodation school	(18)	8	8	-	8	-	-	-	-	-
Property taxes, levied for health services	3,816,050	3,761,327	3,847,788	3,948,951	4,139,443	4,332,291	4,565,466	4,796,590	4,954,548	5,196,552
General county sales tax	12,271,635	13,579,820	14,123,077	15,226,954	16,226,059	16,441,153	15,943,519	19,085,294	21,953,517	22,937,188
Road sales tax	-	3,778,550	8,426,665	9,253,718	9,953,869	10,085,924	9,794,339	11,500,089	13,145,212	13,785,906
Jail District sales tax	12,270,130	13,576,136	14,127,110	15,225,145	16,226,626	16,441,531	15,943,557	19,086,148	21,953,606	22,940,787
Parks and open spaces sales tax	3,065,409	997,627	27,012	16,427	6,121	8,021	5,487	2,588	2,211	3,041
Shared revenue - state sales tax	19,067,396	19,995,985	21,004,646	22,133,708	22,634,786	23,176,245	26,529,586	29,190,619	33,750,800	35,248,693
Shared revenue - state vehicle license tax	3,180,936	3,301,848	3,570,541	3,768,292	4,018,571	4,155,291	4,167,973	5,054,464	4,967,845	5,171,815
Grants and contributions not restricted to specific programs	2,675,098	2,578,170	2,919,757	2,791,493	4,343,361	4,034,718	3,866,818	4,148,208	3,709,814	3,760,770
Investment earnings	1,420,929	700,571	1,037,145	353,751	351,064	2,171,381	1,184,518	109,968	(3,662,284)	6,417,166
Gain (loss) on disposal of capital assets	453,292	218,749	354,668	397,314	662,876	13,687	-	207,047	-	450,941
Miscellaneous	66,527	86,637	90,144	101,054	53,648	2,034,140	346,376	218,261	277,375	73,097
Total general revenues	\$ 73,780,353	\$ 77,943,575	\$ 85,548,520	\$ 90,140,536	\$ 95,645,472	\$ 100,503,000	\$ 101,182,992	\$ 112,954,407	\$ 122,429,432	\$ 142,408,986
Change in net position	\$ 1,738,428	\$ 1,722,537	\$ 2,760,528	\$ 11,272,822	\$ (5,395,897)	\$ 12,086,911	\$ 3,692,432	\$ 24,793,861	\$ 41,459,967	\$ 49,959,284

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

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 1,556,369	\$ 1,517,238	\$ 1,055,053	\$ 778,832	\$ 391,572	\$ 29,161	\$ 31,066	\$ 26,600	\$ 126,828	\$ 113,763
Restricted	15,000	-	-	-	-	-	-	-	-	57,005,196
Committed	-	-	-	-	860,000	878,853	878,853	479,154	428,664	12,562,808
Unassigned	26,643,317	26,126,347	28,961,573	31,289,354	25,721,380	20,295,655	21,342,315	38,731,242	65,665,093	71,955,433
Total general fund	<u>\$ 28,214,686</u>	<u>\$ 27,643,585</u>	<u>\$ 30,016,626</u>	<u>\$ 32,068,186</u>	<u>\$ 26,972,952</u>	<u>\$ 21,203,669</u>	<u>\$ 22,252,234</u>	<u>\$ 39,236,996</u>	<u>\$ 66,220,585</u>	<u>\$141,637,200</u>
All other governmental funds										
Nonspendable	\$ 139,493	\$ 104,770	\$ 117,597	\$ 87,823	\$ 104,927	\$ 90,255	\$ 31,998	\$ 136,398	\$ 326,923	\$ 15,676
Restricted	69,921,012	74,212,850	67,763,379	64,054,555	77,666,204	72,079,977	78,720,556	87,994,689	97,172,511	178,328,888
Committed	-	-	-	-	1,590,000	1,502,533	1,502,533	1,118,020	1,020,618	6,382,470
Unassigned	(2,077,795)	(3,303,500)	(1,238,800)	(395,024)	(187,183)	(79,668)	(28,671)	(125,977)	(5,361,550)	(19,969,698)
Total all other governmental funds	<u>\$ 67,982,710</u>	<u>\$ 71,014,120</u>	<u>\$ 66,642,176</u>	<u>\$ 63,747,354</u>	<u>\$ 79,173,948</u>	<u>\$ 73,593,097</u>	<u>\$ 80,226,416</u>	<u>\$ 89,123,130</u>	<u>\$ 93,158,502</u>	<u>\$164,757,336</u>

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

	Fiscal Year				
	2014	2015	2016	2017	2018
Revenues:					
Property taxes	\$ 19,255,927	\$ 18,966,331	\$ 19,701,750	\$ 20,870,854	\$ -
County sales taxes	27,750,211	32,096,706	36,952,588	39,961,622	42,661,323
Special assessments	232,948	137,434	57,851	55,814	-
Licenses and permits	1,585,215	1,520,047	1,721,229	2,147,569	2,355,594
Fees, fines, and forfeits	1,890,338	1,609,332	1,887,642	2,382,906	2,000,460
Intergovernmental	60,348,857	60,921,308	61,905,784	59,453,303	66,266,657
Charges for services	7,751,499	7,004,301	6,923,006	7,898,370	7,773,349
Investment earnings	1,713,752	1,038,111	1,264,077	398,554	-
Contributions	658,818	600,116	679,203	667,591	-
Miscellaneous	531,987	565,043	1,439,331	477,409	644,825
Total revenues	<u>\$ 121,719,552</u>	<u>\$ 124,458,729</u>	<u>\$ 132,532,461</u>	<u>\$ 134,313,992</u>	<u>\$ 143,792,281</u>
Expenditures:					
Current:					
General government	\$ 29,107,514	\$ 31,139,164	\$ 31,421,859	\$ 34,369,247	\$ -
Public safety	45,050,982	43,662,534	48,707,702	38,950,563	-
Highways and streets	10,949,715	13,734,826	22,936,771	20,878,220	22,410,804
Sanitation	1,413,555	1,941,069	2,065,123	2,036,484	1,867,750
Health	13,528,580	13,091,067	12,723,241	13,123,911	-
Welfare	4,936,174	4,091,392	4,024,951	4,412,375	4,467,177
Culture and recreation	5,986,724	6,598,582	5,924,896	6,099,745	6,803,213
Education	7,176,253	6,456,550	5,141,470	4,561,510	-
Capital outlay	147,146	1,281,468	1,872,994	11,025,516	-
Debt service:	-	-	-	-	-
Principal	415,808	105,144	85,000	230,000	-
Interest and other charges	46,622	24,582	18,128	8,720	-
Total expenditures	<u>\$ 118,759,073</u>	<u>\$ 122,126,378</u>	<u>\$ 134,922,135</u>	<u>\$ 135,696,291</u>	<u>\$ -</u>
Excess (deficiency) of revenues over expenditures	2,960,479	2,332,351	(2,389,674)	(1,382,299)	9,964,070
Other financing sources (uses):					
Lease agreements	-	-	-	-	-
Sale of capital assets	502,570	127,958	361,335	539,037	567,290
Bond proceeds	-	-	-	-	-
Transfers in	14,188,062	15,427,307	22,706,214	12,333,922	22,024,786
Transfers out	(14,188,062)	(15,427,307)	(22,766,789)	(12,333,922)	(22,224,786)
Total other financing sources and uses	<u>502,570</u>	<u>127,958</u>	<u>390,771</u>	<u>539,037</u>	<u>367,290</u>
Net changes in fund balances	<u>\$ 3,463,049</u>	<u>\$ 2,460,309</u>	<u>\$ (1,998,903)</u>	<u>\$ (843,262)</u>	<u>\$ -</u>
Debt service as a percentage of noncapital expenditures	0.41%	0.12%	0.08%	0.21%	0.02%

(continued on next page)

Coconino County
Financial Trends
Changes in Fund Balances – Governmental Funds – Continued
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2019	2020	Fiscal Year 2021	2022	2023
Revenues:					
Property taxes	\$ 21,776,151	\$ 23,481,755	\$ 24,304,756	\$ 26,326,059	\$ 31,584,181
County sales taxes	43,238,948	41,686,902	49,674,119	57,054,546	59,670,455
Special assessments	40,217	10,694	12,931	11,602	11,400
Licenses and permits	2,140,555	2,180,372	3,007,766	3,718,914	4,006,256
Fees, fines, and forfeits	2,094,885	1,764,817	1,864,120	1,304,347	1,413,709
Intergovernmental	64,029,388	70,957,338	80,682,985	94,827,185	117,648,063
Charges for services	9,957,034	8,042,074	7,979,964	7,193,859	6,928,395
Investment earnings	2,778,215	1,599,535	107,254	(3,638,897)	6,406,471
Contributions	1,142,646	1,007,207	1,532,488	165,145	290,429
Miscellaneous	810,852	911,392	935,922	1,124,767	934,264
Total revenues	<u>\$ 148,008,891</u>	<u>\$ 151,642,086</u>	<u>\$ 170,102,305</u>	<u>\$ 188,087,527</u>	<u>\$ 228,893,623</u>
Expenditures:					
Current:					
General government	\$ 39,805,439	\$ 39,386,720	\$ 38,015,185	\$ 41,240,017	\$ 47,473,654
Public safety	62,343,023	51,659,818	66,539,213	55,831,002	87,889,729
Highways and streets	21,835,601	20,812,208	20,802,598	22,670,640	24,952,483
Sanitation	1,943,840	573,383	466,172	391,887	492,260
Health	13,560,090	15,921,016	17,755,505	17,803,846	21,757,695
Welfare	4,579,275	4,701,917	4,767,737	5,271,438	5,402,153
Culture and recreation	7,312,408	6,981,920	6,574,603	7,671,977	8,586,890
Education	4,876,487	3,797,156	4,829,007	5,180,897	6,591,279
Capital outlay	3,920,365	491,091	2,657,327	219,399	5,791,580
Debt service:					
Principal	11,560	-	-	525,000	2,989,266
Interest and other charges	303	-	342,303	492,615	2,449,613
Bond issuance costs					1,165,000
Total expenditures	<u>\$ 160,188,391</u>	<u>\$ 144,325,229</u>	<u>\$ 162,749,650</u>	<u>\$ 157,298,718</u>	<u>\$ 215,541,602</u>
Excess (deficiency) of revenues over expenditures	(12,179,500)	7,316,857	7,352,655	30,788,809	13,352,021
Other financing sources (uses):					
Lease agreements	-	-	-	229,233	45,991
Sale of capital assets	829,365	1,966,972	99,544	919	447,437
Bond proceeds	-	-	18,160,000	-	133,170,000
Transfers in	25,837,271	12,576,193	10,870,548	13,931,409	21,060,067
Transfers out	(25,837,271)	(12,576,616)	(10,870,548)	(13,931,409)	(21,060,067)
Total other financing sources and uses	829,365	1,966,549	18,259,544	230,152	133,663,428
Net changes in fund balances	<u>\$ (11,350,135)</u>	<u>\$ 9,283,406</u>	<u>\$ 25,612,199</u>	<u>\$ 31,018,961</u>	<u>\$ 147,015,449</u>
Debt service as a percentage of noncapital expenditures	0.01%	0.00%	0.22%	0.69%	2.84%

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

Property Values Assessed						
Fiscal Year Ended June 30,	Secured	Unsecured	Total	Total Direct Tax Rate	Total Secured and Unsecured Estimated Market Value	Total Assessed Value as a Percentage of Total Estimated Market Value
2014	\$1,475,006,428	\$ 58,058,854	\$ 1,533,065,282	1.4522	\$ 13,008,153,658	11.8
2015	1,478,590,523	55,893,415	1,534,483,938	1.4702	13,223,453,140	11.6
2016	1,545,641,492	56,698,420	1,602,339,912	1.4702	14,061,706,204	11.4
2017	1,440,511,578	227,019,238	1,667,530,816	1.4844	14,061,706,204	11.9
2018	1,412,671,518	235,859,535	1,648,531,053	1.4734	16,127,059,905	10.2
2019	1,500,648,676	225,931,080	1,726,579,756	1.2453	17,548,612,842	9.8
2020	1,594,056,977	237,032,263	1,831,089,240	1.2749	18,824,784,519	9.7
2021	2,017,940,355	240,238,653	2,258,179,008	1.2629	20,492,843,579	11.0
2022	1,880,811,808	198,099,762	2,078,911,570	1.2856	22,140,698,148	9.4
2023	\$2,127,532,426	\$ 206,905,419	\$ 2,334,437,845	1.5250	\$ 27,302,361,758	8.6

Source: Coconino County Assessor

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

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

Direct Rates					
Fiscal Year	County Operating	Library District	Flood Control District	Public Health Service District	Total Direct
2014	0.5466	0.2556	0.4000	0.2500	1.4522
2015	0.5466	0.2556	0.4000	0.2500	1.4522
2016	0.5646	0.2556	0.4000	0.2500	1.4702
2017	0.5788	0.2556	0.4000	0.2500	1.4844
2018	0.5678	0.2556	0.4000	0.2500	1.4734
2019	0.5589	0.2556	0.1808	0.2500	1.2453
2020	0.5413	0.2556	0.2280	0.2500	1.2749
2021	0.5293	0.2556	0.2280	0.2500	1.2629
2022	0.5180	0.2556	0.2620	0.2500	1.2856
2023	0.5094	0.2656	0.5000	0.2500	1.5250

Overlapping Rates							
Fiscal Year	Fire District Assistance	School Equalization	Community College	Cities	Fire Districts	Other Special Districts	School Districts
2014	0.1000	0.5123	0.5879	0-1.6795	0.3500-3.2500	0-3.3685	0.0500-11.9461
2015	0.1000	0.5123	0.5879	0-1.6784	0.4000-3.2500	0-1.6659	0.0500-11.9461
2016	0.1000	0.5089	0.6056	0-1.6784	0.4000-3.2500	0-1.6659	0.0500-13.0827
2017	0.1000	0.4875	0.6142	0-1.6599	0.6000-3.4950	0-1.6273	0.0500-13.3731
2018	0.1000	0.4875	0.6142	0-1.6599	0.6000-3.4950	0-1.6273	0.0500-13.3731
2019	0.1000	0.4741	0.5959	0-1.6700	0.2485-3.5000	0-1.7043	0.0500-13.2834
2020	0.1000	0.4566	0.4592	0-1.6700	0.2364-3.5000	0-1.7385	0.0500-13.2660
2021	0.1000	0.4426	0.4490	0-1.5510	0.2210-3.5000	0-1.6004	0.0500-13.1995
2022	0.1000	0.4263	0.4394	0-1.5186	0.2080-3.5000	0-1.7619	0.0500-12.5843
2023	0.1000	0.4263	0.5209	0-1.4954	1.1280-3.5000	0-1.8224	0.0500-12.1331

Source: Coconino County adopted tax rate schedules

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

Coconino County
Revenue Capacity
Principal Property Taxpayers
Current Year and Eight Years Ago

Taxpayer	2023			2015		
	Total Assessed Value	Rank	Percentage of Total Primary Assessed Value	Total Assessed Value	Rank	Percentage of Total Primary Assessed Value
Arizona Public Service Company	\$ 66,293,510	1	2.89	\$ 79,072,397	1	5.01
BNSF Railway Company	22,231,440	2	1.44			
W.L. Gore & Associates, Inc.	19,398,631	3	1.04	16,852,228	5	1.10
Transwestern Pipeline Company, LLC	21,806,007	4	1.03	22,673,775	2	1.48
El Paso Natural Gas Company	20,581,914	5	0.97	14,508,410	7	0.95
Unisource Energy Corporation	10,398,202	6	0.51	18,995,903	4	1.24
Nestle Purina Petcare Co	9,994,728	7	0.45			
Standard at Flagstaff LLC	9,189,812	8	0.42			
CCC-Flagstaff LLC	8,032,889	9	0.37			
Red Feather Properties LP	3,555,021	10	0.30			
Burlington Northern/Santa Fe Railway Company				19,361,537	3	1.26
City of Los Angeles Dept of Water and Power				16,628,776	6	1.08
Nevada Power Company				10,022,570	8	0.65
Perrin Ranch Wind, LLC				6,069,480	9	0.40
Qwest Corporation				5,934,692	10	0.39
Total Principal Taxpayers	<u>\$ 191,482,154</u>		<u>9.40%</u>	<u>\$ 204,185,076</u>		<u>13.33%</u>
Total Coconino County Primary Assessed Value	\$2,334,437,845			\$1,534,483,938		

Source: Coconino County Assessor

**Coconino County
Revenue Capacity
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	County Tax Levied for the Fiscal Year	Collected within the Fiscal Year		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 18,532,924	\$ 18,092,321	97.62	\$ 352,343	\$18,444,664	99.52
2015	18,693,720	18,610,772	99.56	38,385	18,649,157	99.76
2016	19,059,353	18,991,321	99.64	14,292	19,005,613	99.72
2017	19,623,017	19,199,980	97.84	289,272	19,489,252	99.32
2018	20,381,313	19,986,063	98.06	248,507	20,234,571	99.28
2019	21,165,069	20,767,395	98.12	267,290	21,034,685	99.38
2020	22,827,217	22,175,009	97.14	470,560	22,645,569	99.20
2021	23,856,011	23,229,805	97.38	449,528	23,679,332	99.26
2022	25,018,389	24,562,575	98.18	408,318	24,970,893	99.81
2023	\$ 30,709,488	\$ 30,166,757	98.23	\$ -	\$30,166,757	98.23

Fiscal Year Ended June 30,	County Tax Levied for the Fiscal Year					Total County
	County Operating	Public Health Service District	Flood Control District	County Library		
2014	\$ 8,321,923	\$ 3,828,370	\$ 2,468,506	\$ 3,914,125		\$18,532,924
2015	8,541,404	3,820,326	2,426,088	3,905,901		18,693,720
2016	8,828,938	3,848,713	2,446,777	3,934,925		19,059,353
2017	9,142,852	3,949,055	2,493,595	4,037,514		19,623,017
2018	9,401,146	4,139,287	2,608,873	4,232,007		20,381,313
2019	9,688,161	4,333,584	2,712,668	4,430,656		21,165,069
2020	9,925,085	4,583,909	3,631,636	4,686,588		22,827,217
2021	10,228,277	4,831,043	3,857,432	4,939,258		23,856,011
2022	10,282,972	4,962,827	4,698,597	5,073,994		25,018,389
2023	\$ 10,589,365	\$ 5,196,988	\$ 9,401,854	\$ 5,521,280		\$30,709,488

Source: Taxes levied and collections are obtained from the Coconino County Treasurer.

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

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

Fiscal Year	Pledged Revenue Obligations	Special Assessment Bonds	Leases	Total Outstanding Debt	Percentage of Personal Income ¹	Population	Per Capita ¹
2014	\$ -	\$ 450,276	\$ -	\$ 450,276.00	0.01%	137,682	3.27
2015	-	345,131	-	345,131	0.01%	139,097	2.48
2016	-	260,000	-	260,000	0.00%	143,616	1.81
2017	-	30,000	-	30,000	0.00%	140,776	0.21
2018	-	12,000	-	12,000	0.00%	146,902	0.08
2019	-	-	-	-	0.00%	143,476	-
2020	-	-	-	-	0.00%	148,376	-
2021	18,160,000	-	-	18,160,000	0.22%	147,434	123.17
2022	17,635,000	-	1,934,763	19,569,763	0.23%	149,647	130.77
2023	\$150,355,000	\$ -	\$ 1,635,742	\$ 151,990,742	0.85% ²	144,060	1,055.05 ²

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

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

²Updated personal income data was not available for 2022-2023; 2021 data was used instead.

Coconino County
Debt Capacity
Legal Debt Margin
Last Ten Fiscal Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 91,983,917	\$ 92,069,036	\$ 96,140,395	\$ 100,051,849	\$ 98,911,863	\$ 103,594,785	\$ 109,865,354	\$ 119,011,198	\$ 124,734,694	\$ 140,066,271
Total net debt applicable to the limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 91,983,917	\$ 92,069,036	\$ 96,140,395	\$ 100,051,849	\$ 98,911,863	\$ 103,594,785	\$ 109,865,354	\$ 119,011,198	\$ 124,734,694	\$ 140,066,271
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

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

Coconino County
Debt Capacity
Pledged Revenue Coverage
Last Ten Fiscal Years

Fiscal Year	Revenue Bonds							
	County General Excise Tax	State Shared Sales Tax	Less		Net Available Revenue	Debt Service		
			AHCCCS/ALTCS Contributions	Other		Principal	Interest	Coverage Ratio
2014	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2021	\$ 19,085,294	\$ 29,146,964	\$ 3,061,811	\$ 8,415,152	\$ 53,586,299	\$ -	\$ -	N/A
2022	21,953,517	33,639,619	3,081,614	7,731,406	60,242,928	525,000	492,615	59.26
2023	\$ 22,940,722	\$ 35,118,267	\$ 3,506,917	\$ 7,998,077	\$ 62,550,149	\$ 2,650,000	\$ 2,422,420	12.33

Fiscal Year	Special Assessment Bonds			
	Special Assessment Revenues ¹	Debt Service		Coverage
		Principal	Interest	
2014	\$ 704,051	\$ 415,808	\$ 46,622	1.52
2015	371,959	105,144	24,582	2.87
2016	297,796	85,000	18,128	2.89
2017	285,494	230,000	8,720	1.20
2018	99,121	18,000	1,448	5.10
2019	\$ 113,877	\$ 11,560	\$ 303	9.60
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A

Source: Coconino County Finance Department.

¹ Revenues included beginning fund balances, sale of capital assets, and transfers in.

Coconino County
Demographic and Economic Information
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate (December 31)
2014	137,682	\$ 5,399,899	\$ 39,220	6.7
2015	139,097	5,705,476	41,018	6.3
2016	140,908	5,926,226	41,264	6.1
2017	140,776	6,513,074	46,266	5.4
2018	146,902	6,875,489	48,129	5.9
2019	143,476	7,057,376	49,454	5.7
2020	142,481	7,556,660 ¹	54,008 ¹	7.6
2021	147,434	8,391,059 ¹	56,914 ¹	4.8
2022	149,647	\$ 8,489,905	\$ 58,933	4.6
2023	144,060 ²	N/A ³	N/A ³	5.1

Sources: Population and personal income obtained from U.S. Department of Commerce, Bureau of Economic Analysis.

Unemployment rates obtained from Arizona Commerce Authority.

¹Amounts have been revised.

²Population projection obtained from the United States Census Bureau.

³Information is not yet available for 2023.

Coconino County
Demographic and Economic Information
Principal Employers
Current Year and Nine Years Ago

Employer	2023 ¹			2015 ¹		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Northern Arizona University	2,571	1	3.38%	2,571	1	3.49%
Northern Arizona HealthCare	2,200	2	2.89%	2,200	2	2.98%
W.L. Gore	1,950	3	2.57%	1,950	3	2.64%
Flagstaff Unified School District	1,375	4	1.81%	1,375	4	1.86%
Coconino County	1,200	5	1.58%	1,200	5	1.63%
City of Flagstaff	657	6	0.86%	657	6	0.89%
Walmart	630	7	0.83%	630	7	0.85%
Nestle Purina PetCare	240	8	0.32%			
Guidance Center	219	9	0.29%			
US Forest Service	200	10	0.26%			
Total Labor Force in Coconino County as of July 30, 2023 ²	75,997			73,732		

Sources: ¹ Flagstaff Chamber of Commerce

² Arizona Commerce Authority, Local Area Unemployment Statistics

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

Function/Program:	Full-time Equivalent Employees as of June 30									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Assessor	27.00	27.00	26.00	26.00	26.00	27.00	27.00	27.00	27.00	27.00
Board of Supervisors	14.50	14.50	14.50	14.50	13.50	13.50	14.00	14.00	14.00	13.00
Clerk of the Superior Court	23.60	23.60	25.60	26.60	26.60	26.60	26.60	25.60	25.60	24.60
Community Development	23.50	30.00	30.00	31.70	31.70	27.43	27.83	27.83	27.58	27.08
County Attorney	43.00	43.00	43.00	43.00	44.00	46.00	47.00	47.00	48.00	49.00
County Administration	12.47	7.00	7.00	7.63	12.00	16.50	17.65	16.15	18.15	28.00
Facilities Management	26.00	26.00	26.00	26.00	26.00	29.00	29.00	28.00	29.00	28.00
Finance	18.00	18.00	18.00	18.00	18.00	18.00	15.00	15.00	16.00	16.00
Human Resources	10.63	10.63	11.75	11.75	12.25	13.75	16.75	14.25	14.00	14.25
Government Relations	-	4.00	4.00	4.00	4.00	-	-	-	-	-
Information Technology	24.00	24.00	24.25	24.25	25.25	25.25	25.25	25.25	26.25	27.00
Justice Court - Flagstaff	21.50	21.50	21.50	21.50	21.50	22.50	22.50	22.50	22.50	22.50
Justice Court - Fredonia	2.50	2.50	2.50	2.75	2.75	2.75	2.75	3.25	3.25	3.75
Justice Court - Page	5.00	5.00	5.00	5.00	5.00	5.63	5.63	5.63	5.63	6.63
Justice Court - Williams	6.00	6.00	6.00	6.00	6.00	7.30	7.30	7.30	7.30	7.72
Legal Defender	6.00	6.00	6.25	7.25	6.75	8.23	8.60	8.60	9.00	9.00
Non-Departmental	-	-	-	-	-	-	-	-	-	-
Public Defender	20.00	20.00	20.00	21.76	22.00	23.00	23.50	25.50	25.74	26.75
Recorder	17.50	17.50	17.50	17.50	18.50	18.25	19.25	19.25	19.25	14.50
Superior Court	34.33	36.33	36.33	37.33	37.33	38.08	38.83	38.83	37.83	37.83
Treasurer	8.00	8.00	8.00	8.00	8.00	9.00	9.00	9.00	9.00	10.00
Public Safety										
Adult Probation	56.80	56.80	57.81	56.80	60.80	61.80	61.80	61.80	60.40	57.90
Constable	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00	1.49
Emergency Management	-	3.00	3.00	3.50	4.00	4.00	4.00	4.00	4.00	6.00
Flood Control	-	-	-	-	-	-	4.17	4.17	4.17	9.67
Jail District	170.98	172.89	181.50	181.50	182.50	182.60	182.60	182.60	174.45	171.55
Juvenile Court Services	70.11	69.93	70.55	68.15	69.25	74.58	74.58	73.58	72.58	72.58
Sheriff	96.83	98.75	97.13	100.93	98.43	102.33	104.33	104.33	110.48	100.68
Highways and Streets										
Public Works	127.54	125.51	125.51	117.80	117.80	126.57	122.85	122.85	121.85	126.00
Sanitation										
Kachina Village Imp. District	8.00	8.00	8.00	8.00	8.00	8.00	-	-	-	-
Health										
Health and Human Services	-	-	-	-	-	-	-	-	128.66	157.17
Health	114.33	102.32	95.43	93.28	97.02	96.24	89.66	96.03	-	-
Welfare										
Career Center	12.00	13.00	13.00	13.00	13.80	13.80	13.80	12.88	-	-
Community Services	48.33	34.83	25.79	27.32	27.25	27.82	28.02	27.57	-	-
Public Fiduciary	-	-	8.63	9.00	9.00	10.00	10.00	10.00	10.00	11.00
Education										
Superintendent of Schools	10.83	10.00	10.71	10.38	10.38	9.88	10.13	10.13	10.14	19.62
Culture and Recreation										
Parks and Recreation	19.00	19.00	19.00	19.00	19.00	18.50	17.50	17.50	17.25	18.50
Total	<u>1,079.28</u>	<u>1,065.59</u>	<u>1,070.49</u>	<u>1,070.18</u>	<u>1,085.36</u>	<u>1,114.89</u>	<u>1,108.88</u>	<u>1,109.38</u>	<u>1,101.06</u>	<u>1,144.77</u>

Source: Coconino County Budget Books 2014-2023

Coconino County
Operating Information
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program:	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Clerk of the Superior Court										
New Court Cases	4,296	4,465	5,822	6,180	6,016	6,401	5,766	5,143	6,026	6,033
Restitution Collected	\$ 274,361	\$ 365,545	\$ 315,648	\$ 313,228	\$ 336,711	\$ 332,137	\$ 255,294	\$ 326,652	\$ 348,994	\$ 277,106
Community Development										
Building Permits Issued	1,280	1,200	1,065	1,228	1,283	1,110	1,480	1,441	1,503	1,487
Building Inspection/Site Visits	4,100	3,600	2,076	5,337	11,142	9,642	9,480	11,556	12,895	11,829
County Attorney										
Adult Felony and Misdemeanor cases	9,552	9,181	8,687	8,776	8,800	7,850	5,047	6,774	4,115	4,235
Victim Restitution Collected for Bad Checks	\$ 18,938	\$ 8,045	\$ 9,993	\$ 10,165	\$ 10,200	\$ 352	\$ -	\$ -	\$ -	\$ -
Justice Courts										
Total Cases	24,438	23,093	24,673	24,575	32,336	34,440	26,913	27,290	18,970	19,131
Legal Defender										
Total Cases	702	728	755	717	732	1,020	1,033	793	800	786
Public Defender										
Total Cases	2,830	3,097	3,044	3,296	3,633	4,248	4,081	3,212	3,257	3,263
Recorder										
Documents Recorded by Fiscal Year	32,000	40,000	35,000	32,500	30,017	26,706	31,932	43,008	33,694	22,726
Registered Voters	71,000	67,000	70,000	82,000	75,235	85,166	81,873	92,025	92,853	87,807
Superior Court										
Total Number of Criminal Cases Filed	930	929	910	945	1,195	1,360	1,216	854	1,273	1,051
Total Number of Domestic Relations Cases	630	653	700	670	564	620	563	461	485	454
Total Number of Civil Cases Filed	880	706	750	680	629	630	611	713	596	668
Treasurer										
Total Real Property Notices	80,165	70,334	69,305	69,261	69,326	58,461	80,926	81,362	81,296	81,259
Public safety										
Adult Probation										
Monthly Average Probationers Supervised	1,196	1,184	1,230	1,210	1,295	1,372	1,465	1,297	1,181	1,328
Jail District										
Average Local Population	400	415	395	404	380	465	420	277	330	354
Juvenile Court Services										
Delinquents and Incurable Petitions Filed	449	481	467	389	410	386	346	107	116	202
Contributed to Community Through	\$ 43,474	\$ 52,601	\$ 53,929	\$ 39,843	\$ 24,483	\$ 24,542	\$ 17,544	\$ 983	\$ 12,857	\$ 1,912
Sheriff										
Calls for Service	58,651	63,270	63,291	53,036	59,606	75,322	72,124	68,907	54,792	54,085
Culture and recreation										
Parks and Recreation										
County Fair participants	44,000	45,000	45,000	47,935	40,410	40,410	42,060	-	35,845	41,748
Highways and streets										
Public Works										
Number of miles graded	2,559	2,755	3,408	3,434	2,973	3,334	4,501	4,164	3,722	3,815
Number of miles resurfaced	104	79	58	63	87	34	2	55	54	41
Miles of road chip sealed	-	54	46	53	50	-	29	54	40	13

Coconino County
 Operating Information
 Operating Indicators by Function/Program (Continued)
 Last Ten Fiscal Years

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Health										
Health and Human Services										
Patient Vaccination visits	4,323	3,564	3,372	5,173	2,475	2,885	2,393	16,278	10,576	6,894
Restaurant/Public Facility Inspections	3,737	3,115	3,570	3,509	3,467	3,455	3,520	2,478	2,125	3,430
Welfare										
Health and Human Services										
Home Delivered Meals	17,304	17,683	17,380	15,177	14,478	15,764	18,292	14,807	14,172	17,711
Congregate Meals	21,346	18,965	15,733	16,587	16,491	16,801	19,106	16,770	19,525	15,164

Source: County Department records

Coconino County
Operating Information
Capital Asset and Infrastructure Statistics by Function
Last Ten Fiscal Years

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Function:										
General government										
Facilities square footage managed	679,914	682,455	682,455	680,365	680,365	693,022	713,018	717,100	717,100	740,752
Public safety										
Jails	2	2	2	2	2	2	2	2	2	2
Substations	7	7	7	6	6	6	5	5	5	5
Patrol vehicles	46	47	56	58	58	51	56	56	56	59
Medical Examiner vehicles	1	1	1	1	1	1	2	2	2	2
Highways and streets										
Bridges	39	39	39	39	39	39	39	39	39	39
Miles of paved roads	333	323	322	326	326	325	325	325	324	324
Miles of unpaved roads	590	672	676	687	687	676	672	672	672	672
Sanitation										
Solid Waste transfer stations	2	2	2	2	1	2	2	2	2	2
Health										
Public health facilities	2	2	2	2	2	2	2	2	2	2
Animal transport vehicles	4	4	4	4	4	4	4	4	5	5
Health Start vehicles	-	-	-	-	-	-	-	1	1	1
Healthy families vehicles	-	-	-	-	-	-	2	1	1	1
Environmental health vehicles	-	-	-	-	-	-	8	8	8	8
Culture and recreation										
Parks	9	9	9	9	9	9	9	9	9	9
Acres protected as open space	2,600	2,600	2,600	2,821	2,821	2,860	2,940	2,940	2,940	2,946
Trail miles available for public use	18	23	23	23	23	27	40	40	41	42
Education										
School building	2	2	2	2	2	2	2	2	2	2
Welfare										
Home Care vehicles	-	-	-	-	-	-	3	3	3	3
Senior meals vehicles	-	-	-	-	-	-	5	5	6	7
Senior Services vehicles	-	-	-	-	-	-	6	4	4	4

Source: Coconino County capital asset records and county departments