2009

DAVIS COUNTY, UTAH

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2009

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF

DAVIS COUNTY, UTAH

For the Fiscal Year Ended December 31, 2009

Prepared by:

Davis County Clerk / Auditor's Office

Steve S. Rawlings, CGFM
Clerk / Auditor

Carl Allen, CPA, CGFM
Chief Deputy / Administration

Jonathan Lee, CPA, CGFM
Chief Deputy / Finance

L. Douglas Stone, CPA
Lead Reporting Auditor

DAVIS COUNTY, UTAH
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended December 31, 2009

TABLE OF CONTENTS

I. INTRODUCTORY SECTION	Exhibit	Page
Title Page		1
Table of Contents		2
Transmittal Letter		4
Certificate of Achievement		12
Organization Chart		13
II. FINANCIAL SECTION		
Independent Auditor's Report		18
Management's Discussion and Analysis		20
Basic Financial Statement		
Government-wide Financial Statements		
Statement of Net Assets	A	32
Statement of Activities	B	33
Governmental Fund Statements		
Balance Sheet	C	36
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Assets	D	37
Statement of Revenues, Expenditures, and Changes in Fund Balances	E	38
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds to the Statement of Activities	F	39
Proprietary Fund Financial Statements		
Statement of Net Assets	G	42
Statement of Revenues, Expenses, and Changes in Fund Net Assets	H	43
Statement of Cash Flows	I	44
Fiduciary Fund Financial Statements		
Statement of Fiduciary Assets and Liabilities	J	46
Notes to Financial Statements	K	48
Required Supplementary Information		
Notes to Required Supplementary Information		71
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual		
General Fund	L	72
Health Special Revenue Fund	M	75
Library Special Revenue Fund	N	76
Flood Special Revenue Control Fund	O	77
Information About Other Postemployment Benefit Plan	P	78
Supplementary Information		
Nonmajor Governmental Funds		
SS 1. Combining Balance Sheet		82
SS 2. Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		84
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual		
SS 3. Capital Projects Fund		86
SS 4. Tourism Special Revenue Fund		87
SS 5. Aging Services Special Revenue Fund		88
SS 6. Special Services Area Special Revenue Fund		89
SS 7. Emergency 911 Dispatch Special Revenue Fund		90
SS 8. Paramedic Special Revenue Fund		91
SS 9. Municipal Building Authority Special Revenue Fund		92

TABLE OF CONTENTS

Supplementary Information (Continued) Page

SS 10. General Obligation Debt Service Fund 93
SS 11. Municipal Building Authority Debt Service Fund 94
SS 12. Conference Center Debt Service Fund 95
SS 13. Davis Conference Center Expansion Capital Projects Fund 96
SS 14. Main Campus Construction Capital Projects Fund 97
SS 15. Special Capital Projects Fund 98

Proprietary Funds – Internal Service Funds
SS 16. Combining Statement of Net Assets 100
SS 17. Combining Statement of Revenues, Expenses, and Changes in Net Assets 101
SS 18. Combining Statement of Cash Flows 102

Fiduciary Funds – Agency Funds
SS 19. Combining Statement of Fiduciary Assets and Liabilities 104
SS 20. Combining Statement of Change in Assets and Liabilities 105

Other Schedules
SS 21. Schedule of Receipts and Disbursements – Treasurer's Collections Account 108
SS 22. Schedule of Taxes Charged, Collected, and Distributed 110

III. STATISTICAL SECTION

Stat. 1. Net Assets by Component – Last Seven Fiscal Years 116
Stat. 2. Changes in Net Assets – Last Seven Fiscal Years 118
Stat. 3. Fund Balances, Governmental Funds – Last Ten Fiscal Years 120
Stat. 4. Changes in Fund Balances, Governmental Fund – Last Ten Fiscal Years 122
Stat. 5. Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years 124
Stat. 6. Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years 126
Stat. 7. Principal Property Tax Payers – Current Year and Nine Years Ago 128
Stat. 8. Property Tax Levies and Collections – Last Ten Fiscal Years 129
Stat. 9. Ratios of Outstanding Debt by Type – Last Ten Fiscal Years 130
Stat. 10. Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years 131
Stat. 11. Computation of Direct and Overlapping Debt 132
Stat. 12. Legal Debt Margin Information – Last Ten Fiscal Years 133
Stat. 13. Pledged – Revenue Coverage – Last Ten Fiscal Years 134
Stat. 14. Demographic and Economic Statistics – Last Ten Fiscal Years 135
Stat. 15. Principal Employers – Prior Year and Nine Years Ago 136
Stat. 16. Full Time Equivalent County Government Employees by Function/Program–Last Ten Fiscal Years 137
Stat. 17. Operating Indicators by Function/Program – Last Six Fiscal Years 138
Stat. 18. Capital Asset Statistics by Function/Program – Last Four Fiscal Years 139

IV. SINGLE AUDIT SECTION

Independent Auditors' Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* ... 144
Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with *OMB A-133.* 146
Schedule of Findings and Questioned Costs 148
Supplementary Schedule of Expenditures of Federal Awards 150
Notes to Supplementary Schedule of Expenditures of Federal Awards 152

Davis County

COUNTY CLERK/AUDITOR
Steve S. Rawlings, CGFM

June 16, 2010

To The Honorable Board of County Commissioners
and Citizens of the County:

This letter introduces the Comprehensive Annual Financial Report (CAFR) of Davis County (the County) for the fiscal year ended December 31, 2009. The County's CAFR is prepared by the County Clerk/Auditor's Office.

Publication of this report provides important information of a financial and non-financial nature. Management of the County is responsible for the accuracy, completeness, and fairness of the presentation and the inclusion of all pertinent disclosures.

We believe the information in this CAFR is accurate in all material respects and presents fairly the financial position and the results of operations of the County in accordance with accounting principles generally accepted in the United States of America (GAAP). We also believe that all disclosures necessary to enable the reader to gain a proper understanding of Davis County's financial affairs have been included.

In compliance with state laws, an annual financial audit of the County is completed each year by independent certified public accountants. The firm of Crane, Christensen & Ambrose P.C., has issued an unqualified ("clean") opinion for the County's financial statements for the year ended December 31, 2009. Their audit was conducted in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. The independent auditor's report on the Basic Financial Statements is included in the front of the Financial Section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Federal regulations also require the County to undergo an annual "Single Audit" in conformity with the Federal Single Audit Act of 1984, as amended, and the U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Government and Non-Profit Organizations*. Information related to the Single Audit, including the schedule of expenditures of federal awards, audit findings and recommendations, summary of prior audit findings, and the auditor's report, are contained in Section IV, Single Audit, beginning on page 141.

PROFILE OF THE COUNTY

For those who may be unfamiliar with the County, we offer a brief introduction. Davis County is Utah's smallest county in land area. It is a narrow strip of land containing only 223 square miles. It is the third largest county in population. An estimated 307,656 residents live in the County's fifteen communities. Frequented by Shoshone Indians during historic times, the area was among the first settled by members of The Church of Jesus Christ of Latter-day Saints who arrived in the Great Salt Lake Valley in 1847. The lush lake-bottom pastures, fertile soils of the bench lands, and streams flowing out of the high Wasatch

Mountains on the east attracted early settlers, who established small farms and close-knit communities. These early settlers established schools, built homes and churches, and created productive farms and shops.

Named after the early pioneer leader, Daniel C. Davis, the County was established as a territory in 1850. The territorial legislature created Davis County in 1852 and designated its County seat at Farmington, midway between boundaries at the Weber River on the north and the mouth of the Jordan River on the south. Westward, the County includes a portion of the Great Salt Lake and its largest island, on which Antelope Island State Park is now located.

During its first half-century, Davis County grew slowly. It supported a hardy pioneer people engaged in irrigation agriculture and raising livestock. The Utah Central Railroad (now the Union Pacific) crossed the County from Ogden on the north to Salt Lake City on the south in 1870 and offered welcome transportation links to bring in manufactured products. This was the beginning of a transition in the County's history that led to mechanized agriculture and a surge of commerce, banking, and local business, along with improved roads, new water systems, and the electrification of homes and businesses. After the turn of the century, the County's 8,000 residents joined in a chorus of boosterism that encouraged growth, but by 1940 the population was barely 16,000. The small family farms and local businesses could support no greater increase. Consequently, many of the younger generation left for new settlements in northern Utah and nearby Idaho and Wyoming.

As the age of the automobile and interurban railways created greater mobility, many County citizens looked to Ogden and Salt Lake City for employment and cultural enrichment. Market gardens, dairy farms, beef cattle, orchards, and fields of grain and sugar beets continued to sustain local farmers. World War II then introduced a new way of life in Davis County. The establishment of Hill Air Force Base in northern Davis County and other defense installations nearby created a surge of civilian employment. Hill AFB quickly became and remains one of the state's largest employers.

Diversification brought rapid post-war growth. The County doubled in population between 1940 and 1950, and doubled again in the next decade. Between 1960 and 1980, the population more than doubled again, from 65,000 to 147,000. By 1990 the population had reached 188,000 and the 2000 census recorded 238,994. Being the fastest growing of the four major urban communities along the Wasatch Front, Davis County is projected to build out with a population near 390,000 by the year 2030.

Accompanying this growth has been a diversification of population and a new prosperity. Davis County now enjoys a wide mix of people representing many ethnic, cultural, and religious backgrounds. The County has moved from its traditional agricultural dependency to an interlocking network of suburban communities around a core of original towns with closeness in proximity to downtown Salt Lake City. The communications age has tied Davis County to the world. Its citizens today are part of an economic and social pattern that reaches far beyond the County's tiny geographical limits.

Today, many nationally known commercial, industrial, recreational, and service companies provide diversified employment opportunities for residents of Northern Utah. The Freeport Center is the largest distribution center in the State of Utah with more than seven million square feet of covered storage and five million square feet of open storage occupied by more than 70 renowned companies employing some 7,000 employees.

A three-member elected Board of Commissioners is the governing body of Davis County. All Commissioners serve four-year terms, which overlap to enhance continuity for the governing board. Administrative Officers reporting to the Commissioners serve as exempt (appointed) non-merit employees. According to Utah Code 17-53-106, The Commissioners have general oversight to insure compliance with

County rules, policies, and ordinances. Seven other elected officials have authority to direct and supervise their respective elected offices and their Deputies while performing the professional duties to which they were elected.

Commissioners approve the adoption and amendment to the budget; they also serve as the legislative body, the property tax Board of Equalization, and regulate business licensing in the unincorporated areas of the County.

The seven other elected officials, as shown on the organization chart located on page 13; all serve four-year terms and are eligible for re-election in the same county-wide elections as the Commissioners. Chief Deputies serving each of the other elected officials are also exempt (appointed) non-merit employees.

Elected Officials and Administrative Officers are responsible for the daily management of the various services and programs provided by the County. The Clerk/Auditor serves as the chief financial and budget officer of the County and administers the County financial system. The County Treasurer is responsible for the collection, safekeeping, and investing of all County funds. The County Commission, Clerk/Auditor, and Treasurer work together to insure compliance with the Utah Fiscal Procedures Act.

The County provides a diversified range of county-wide services as well as certain municipal type services which are provided only in the unincorporated areas of the County. Examples of county-wide services include the following: General Government services (such as property tax assessing and collecting, auditing, budgeting, elections, marriage licenses, passports, real estate records, surveying, criminal justice services, and ordinance enactment and enforcement), Educational services (such as libraries and agricultural extension), Social services (such as senior programs), Recreation and Tourism services (such as golf courses, tourism and travel facilities, and County Fair activities), County Support services (such as human resources, information systems, finance, purchasing, and facilities management), Public Safety services (such as correctional facilities, emergency 911, Sheriff protection, paramedic, emergency medical, and animal control), Public Health services (such as mental health and substance abuse, clinical, nursing, dental health, vehicle inspection and maintenance, environmental health, and also health education and promotion), and Public Works services (such as flood control and noxious weeds).

Municipal type services include fire protection (delivered by contract), public works (road construction and maintenance), building inspection, and business licenses. These services are funded by property and sales taxes and user fees generated by the citizens of the unincorporated area of the County. They are accounted for in the Special Service Area Fund.

ECONOMIC CONDITION AND OUTLOOK

BUSINESS AND INDUSTRY

In 2009, Davis County's average seasonally adjusted unemployment rate was 5.9 percent, compared to the prior year's rate of 3.3 percent for 2008. This is lower than the State rate of 6.6 percent and favorable to the National rate of 9.3 percent. The County and the State continue to have one of the better labor and business climates in the western United States. The work force is young and well educated and, overall, wages are competitive. Employment in Davis County is distributed among many industries. The County is unique, primarily because of its proportion of total jobs made up by the government. One of Utah's largest employers, Hill Air Force Base, is located within the County. This skews the County's class of workers classification with 29.5 percent of all non-farm jobs being in the government sector, and Hill AFB as the dominant employer employs nearly one-half of all government workers in the County (along with state and local government, mainly schools).

Other larger industry sectors include retail and wholesale trade (15.3 percent), education and health (11.2 percent), and manufacturing (9.6 percent). The unemployment rate has stabilized but there is no sign of it going down. The majority of companies have downsized or reduced costs to weather the economic storm. Businesses are now looking to position themselves when the economy turns around.

Interest rates continue to stay low while the economy remains slow. Mortgage rates are expected to remain between 4.5 to 5.5 percent. Total permit-authorized construction decreased by 25 percent. Permit-authorized construction in the state also fell 25 percent. The average number of construction and manufacturing jobs in the County decreased by 12.8 percent in 2009. The value of total permit authorized construction in the County fell 9.4 percent in 2009 compared to 2008 figures. The total value of Residential building permits issued decreased 24.1 percent. However, the total value of Non Residential building permits remained the same as the year before. The average sales price of existing homes fell by only 5 percent as the number of existing homes sales declined by 20 percent.

In 2009, the County's total sales taxes decreased by $1.6 million, or about 10 percent. Overall business and construction are seeing a decrease in activity.

The major employers in Davis County are:

BUSINESS	EMPLOYEES
Hill Air Force Base	10,000-14,999
Davis County School District	7,000-9,999
Davis County	1,000-1,999
Lagoon Corporation Inc	1,000-1,999
Lifetime Products Inc	1,000-1,999
Smith's Marketplace Dist.	1,000-1,999
Wal-Mart	1,000-1,999
Albertson's	500-999
Citicorp Credit Services	500-999
Davis Hospital and Medical Center	500-999
Lakeview Hospital	500-999
Lofthouse Bakery Products	500-999
Management & Training Corp	500-999
South Davis Community Hospital Inc	500-999
State of Utah	500-999
Utilitiy Trailer Manufacturing Co.	500-999
Access RV	500-999

TRANSPORTATION AND ACCESSIBILITY

Davis County has superb highway accessibility. Interstate 15 runs north and south through the County, providing easy access to Interstate 80 and other major highways throughout the state. Many major western cities are only a day's haul away by commercial carrier, while many others can be reached in a few days.

The Salt Lake International Airport is readily accessible to all of Davis County. The airport is anchored by Delta Airlines and Southwest Airlines and has a total of 8 airlines operating over 746 scheduled daily departures. Almost 20 million passengers traveled through the airport in 2009 making it the 25th busiest airport in North America and 59th in the world. Several air cargo/express mail services have daily flights in and out of Salt Lake International Airport. They also now provide non-stop service to Paris.

Amenities at the airport include vehicle rental, restaurants, a golf course, news shops, barber and beauty salons, a full service bank, fax machines, free wi-fi, currency exchange, and translation services with ample parking.

In addition to the Salt Lake International Airport, private plane operators enjoy easy access and accommodations to Sky Park Airport, located in southern Davis County.

Rail services in Utah are provided by Southern Pacific and Union Pacific as well as Amtrak. Second-morning freight service is offered to 90 percent of the western market, and all west coast cities can be served directly by rail from Utah without backtracking. Amtrack provides daily passenger service both east

and west. Interstate bus service is provided by Greyhound while the Utah Transit Authority (UTA) provides daily mass transit service in the County and along the Wasatch Front. UTA provides a commuter rail through Davis County with four rail stops within the County.

MAJOR INITIATIVES AND OTHER ACCOMPLISHMENTS

TEAM MANAGEMENT

The County strongly supports the development of the concept of team building. This concept creates a formal working group or team of individuals responsible for similar or related functions within the County. These individuals may report to several different Administrative Officers but have a need to interact with the other members of the team to efficiently and effectively manage their responsibilities.

The Administrative Officers, Information Services Team, Users Service Team, Risk Management Team, Property Tax Team, Facilities Management Team and the Financial Services Team continued to meet and accomplish their annual objectives. As individuals from different departments organize themselves into teams, communication flow is facilitated and issues are addressed and resolved in an atmosphere of unity and productivity.

PUBLIC WORKS FLOOD BONDS

In 2009, the County issued $27 million of Sales Tax Revenue Bonds for the purpose of completing geological studies and much needed repairs and upgrades to the creeks and drainage systems county-wide. Of these bonds, $19.5 million were Build America Bonds, part of the Federal Stimulus Program pursuant to the American Recovery and Reinvestment Act of 2009. The County Public Works department has prioritized the systems with the greatest need of repair and will work on these over the next few years. These improvements should help carry heavy runoff and preclude flooding. Projects will include replacing worn-out culverts and pipes and enhancing and enlarging stream channels such as, but not limited to, Kay's Creek, Baer Creek, Mutton Hollow, the North Salt Lake Industrial Drain, Farmington Creek, and the Hooper Draw. Much of the work will be completed in-house, but some of the larger projects will be contracted outside of the County.

HEALTH DEPARTMENT BUILDING

The new Davis County Health Department Building in Clearfield, Utah is currently under construction. The building is a 48,600 square foot, three story design on a four acre site. It is being built to accommodate the increasing health service needs of the growing county. This will give the administrative offices and various divisions of the Davis County Health Department the updated and efficient space they need. These divisions include WIC, Nursing, Environmental Health, Vital Statistics, and Senior Services. The new Health Department Building will also house the independently operated Hometown Clinic which includes medical and dental suites. CRSA Architects is the designer and Wadman Corporation is the general contractor. The total cost of the building is expected to be around $5.5 million dollars.

VALLEY VIEW GOLF COURSE ADDITION

The Valley View Golf Course Clubhouse Addition began in December of 2008 and was completed in May, 2009. It was constructed in response to the need to provide better tournament hosting and has proven to be very successful in that objective. The half million dollar addition was designed by Design West Architects and construction was completed by Onyx Construction. The project added 2,450 square feet consisting of a large meeting and dining room and additional restrooms. This new meeting and dining room features state of the art audio-visual equipment, fireplace, and spectacular views of the golf course and Layton City. Part of this addition also included converting a previously unheated golf cart garage into a more efficient heated space which will preserve and extend the life of the carts and their batteries.

H1N1 FLU SHOTS

Novel H1N1 influenza ("Swine Flu") was detected in the U.S. in April of 2009. Davis County's first case was reported on May 13, 2009. As the virus continued to move across the country, local health departments geared up for a pandemic – which was declared on June 11, 2009. The Centers for Disease Control and Prevention (CDC) funded the production of the Novel H1N1 vaccine and it was distributed throughout the U.S. through public health agencies. Davis County Health Department prepared and began providing vaccines to Davis County residents in October 2009. Approximately 90,000 vaccinations were administered to Davis County's residents. This resulted in approximately 25% of the population being protected due to vaccinations. The Health Department has also focused on community education messages, mitigation measures, and increasing medical surge capacity in 2009. A second wave of H1N1 began in September, peaked in October and had substantially decreased by the end of 2009. The Davis County Health Department is continuing the vaccination efforts into 2010 in hopes of eliminating an anticipated third wave of pandemic H1N1 influenza.

TAX ADMINISTRATION DEPARTMENT

The Davis County Commission authorized a new Tax Administration Department for the 2009 property tax season. This department, created in July of 2009, is responsible for the administration of property tax appeals in the county. This includes the acceptance of the appeal forms filed by property owners and an initial review for content and completeness of these forms and associated information. In many cases, a decision regarding value adjustment was rendered immediately upon receiving the request. The new department also coordinates the input and responsibilities of the Assessor's Office, the Clerk/Auditor's Office, and the Davis County Commission. One of the goals of the County Commission was to accelerate the appeal process because of the large number of appeals filed in the past two years. Other responsibilities of the new Tax Administration Department include processing various Veteran, Blind, and Indigent Property Tax Abatements for qualifying individuals.

SHERIFF K-9 UNIT

The Davis County Sheriff's office implemented a new K-9 unit in July of 2009. Through community foundations and federal grants, the department was able to acquire three dogs, Jak, Mojo, and Dax, from Alpha K-9 in Bellevue, Nebraska. Later, a fully trained dual purpose Belgium Malinois named Clyde, was donated to the County by Cascade K-9 out of Seattle, Washington. These canines are certified in narcotics detection, patrol, and tracking. These skills have proven to be very valuable to the patrol deputy as the canines get called out for assistance numerous times each day from deputies within our agency and also by other agencies within Davis County. The intimidation factor of the dogs alone is usually enough to apprehend a fleeing criminal without any actual use of force from the dogs. We are proud to have them as part of our Sheriff's Roster.

CORRIDOR PRESERVATION

The Corridor Preservation Fund has been a successful way for Davis County to pay for the future right of way of the West Davis Corridor. Corridor preservation is funded through a motor vehicle tax of $10 placed on all vehicle registrations. For the first two years of the fund's existence, the State would match purchases at 50%. However, we are no longer in the matching cycle. To date we have spent over $8 million and secured nearly 100 acres of corridor. The fund will continue to be used to purchase the future West Davis Corridor, popularly known as the North Legacy Highway, until a majority of the property is under State ownership.

FINANCIAL INFORMATION

FINANCIAL REPORTING AND ACCOUNTING STANDARDS

Local government accounting principles are established and promulgated by the Governmental Accounting Standards Board (GASB). This report conforms to all current, relevant pronouncements of GASB, which, taken as a whole, are referred to as "Generally Accepted Accounting Principles" (GAAP).

THE REPORTING ENTITY

This CAFR includes all funds of the County as follows:

DESCRIPTION	FUND TYPE
General Fund	General Government
Paramedic Fund	Special Revenue
Health Fund	Special Revenue
Tourism Fund	Special Revenue
Library Fund	Special Revenue
Flood Control Fund	Special Revenue
Aging Services Fund	Special Revenue
Emergency 911 Dispatch Fund	Special Revenue
Municipal Building Authority Fund	Special Revenue
Special Service Area Fund	Special Revenue
General Obligation Bond Fund	Debt Service
Conference Center Bond Fund	Debt Service
Municipal Building Authority Bond Fund	Debt Service
Davis Conference Center Construction Fund	Capital Projects
Main Campus Construction Fund	Capital Projects
Special Capital Projects Fund	Capital Projects
Capital Projects Fund	Capital Projects
Golf Courses Fund	Enterprise
Jail Commissary Fund	Enterprise
Insurance Fund	Internal Service
Telephone Fund	Internal Service
Buildings and Grounds Fund	Internal Service
County Agency Fund	Agency
Treasurer's Tax Collection Fund	Agency
Employee Benefits Fund	Agency

The CAFR also reports consolidated information of Davis Behavioral Health and Wasatch Integrated Waste Management as related entities of Davis County. Davis Behavioral Health was created in 1983 by the County as a public non-profit organization to provide behavioral and also alcohol and drug services for the residents of Davis County. Wasatch Integrated Waste Management is a regional solid waste energy recovery district organized in 1982 by the County to process solid waste. The "burn plant" as it is commonly known, incinerates solid waste and produces steam that is sold to Hill Air Force Base.

ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

The County operates an integrated budgetary and accounting system that incorporates the adoption of a formal legal budget for each department. The budget is adopted in December each year for the ensuing year.

State statutes define the legal level of budgetary control at the department level. Expenditures should not exceed appropriations at that level. Monthly financial reports are electronically distributed to each department head and/or elected official with a charge that obligations must be closely monitored. The budget is reopened as required (usually twice each year) to consider necessary adjustments.

The modified accrual basis of accounting is used for governmental funds, with revenues recognized when measurable and available. Expenditures are recognized when a fund liability is incurred. These transactions are recorded using the fund accounting approach, where each fund is a distinct entity with a set of self-balancing records.

Automation and modernization of the accounting system have received the strong support of County officials. These efforts continue to move forward as new technology becomes available. As financial reporting requirements change we will be allowed to provide the most current and meaningful accounting information to all users.

Safeguarding assets and providing reasonable assurance that financial transactions are properly recorded requires implementation of adequate internal controls. The County's internal controls are presently accomplishing this objective in all material respects. Further discussion of accounting and budgeting matters may be found in the "Notes to Financial Statements."

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the *Certificate of Achievement for Excellence in Financial Reporting* to Davis County for its Comprehensive Annual Financial Report for the calendar year ended December 31, 2008. This is the sixteenth year in a row that Davis County has received this award.

This prestigious award requires a government unit to publish an easily readable and efficiently organized comprehensive annual financial report that must conform to rigorous program standards. Qualifying reports must satisfy both GAAP and applicable legal requirements.

The Certificate of Achievement program demands that all applicable requirements be met each year the award is given. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate. Our highly qualified and professional staff is dedicated to making the continued receipt of this award possible.

CONCLUSION

This report has been prepared in an effort to provide meaningful data that will be useful in evaluating the financial activity of Davis County. The preparation of this report is a team effort by the County Clerk/Auditor staff in conjunction with department accounting personnel. Their dedicated efforts have made possible the continued improvement of both form and content. We extend our sincere appreciation for their ongoing commitment to excellence in financial reporting and for their continued effort in providing pleasant and efficient services to the citizens of Davis County. The efforts of the County Commissioners, other elected officials, and the department heads and their staff make it possible for the County to continue to cooperatively demonstrate fiscal responsibility and to achieve the highest of standards.

Sincerely,

Steve S. Rawlings

Steve S. Rawlings, CGFM
Clerk/Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Davis County Utah

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2008

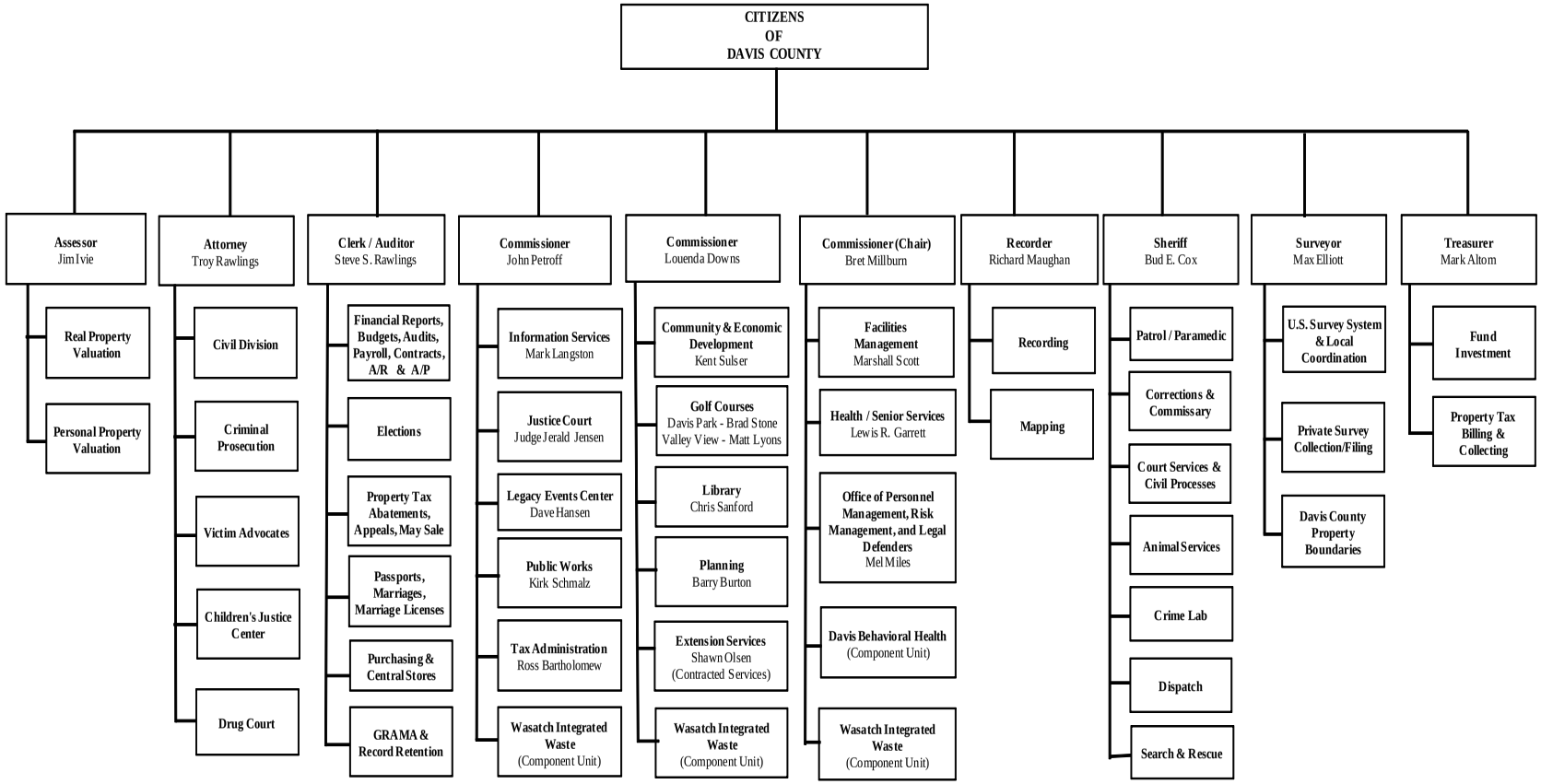
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement - systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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

President

Executive Director

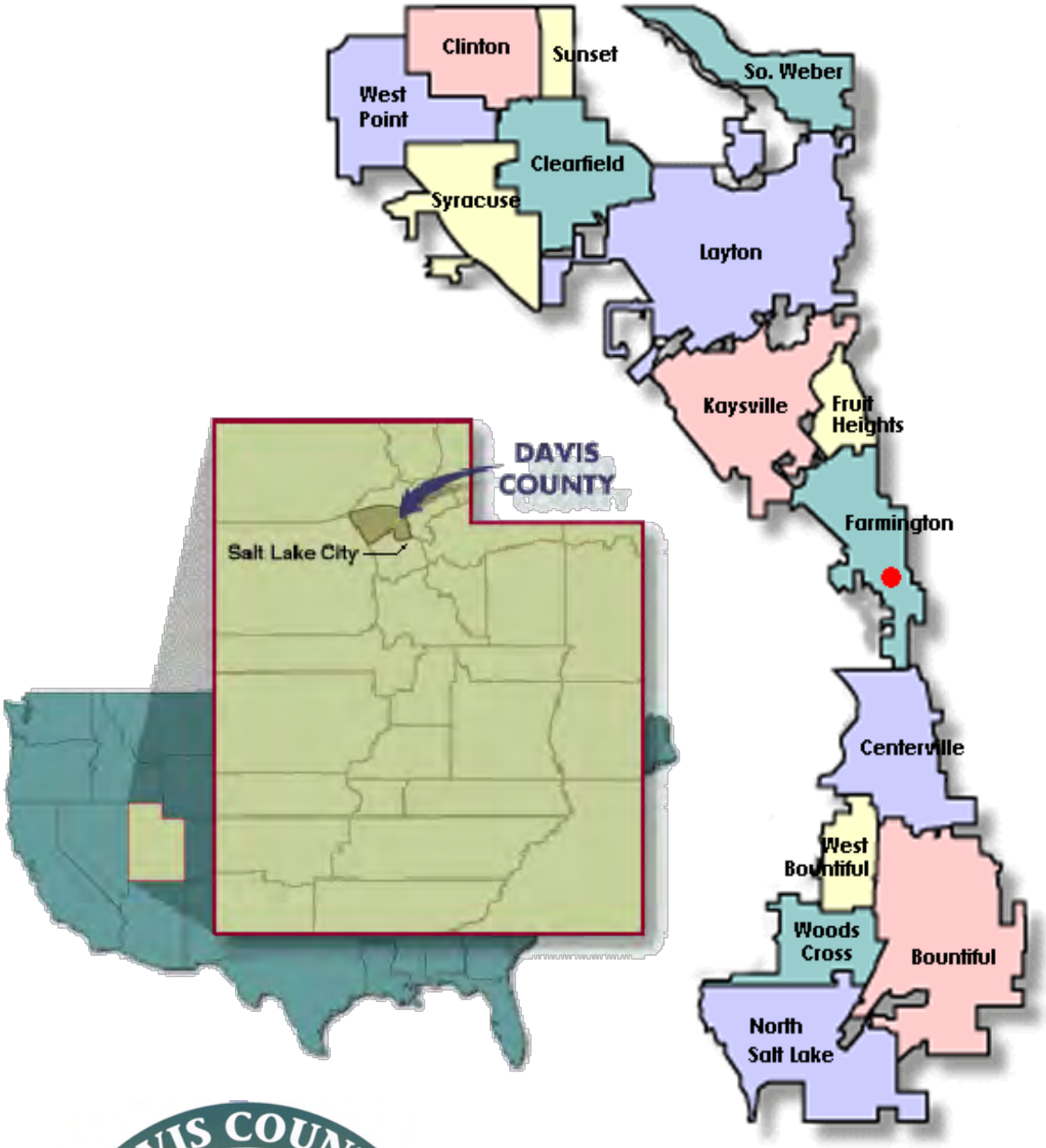
DAVIS COUNTY ORGANIZATION CHART

For the Fiscal Year Ended December 31, 2009



www.daviscountyutah.gov

II. FINANCIAL SECTION



DAVIS COUNTY SINCE 1852

www.daviscountyutah.gov

Blank Backside of Financial Section Divider Page

www.daviscountyutah.gov

CRANE, CHRISTENSEN & AMBROSE
Certified Public Accountants
A Professional Corporation

Steven F. Crane, CPA
Kent R. Christensen, CPA
Jeffrey L. Ambrose, CPA
Chuck Palmer, CPA

INDEPENDENT AUDITORS' REPORT

The Board of County Commissioners
Davis County, Utah

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Davis County (the County), as of and for the year ended December 31, 2009, which collectively comprises the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Davis Behavioral Health which is shown as a discretely presented component unit. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Davis Behavioral Health, is based solely on the reports of such other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 28, 2010 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 20 through 27 and 71 through 77 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

298 24th Street, Suite 300 • Ogden, Utah 84401 • Telephone **(801) 627-2060** FAX **627-2182**
Member Division of CPA Firms, American Institute of Certified Public Accountants

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Crane, Christensen & Ambrose P.C.

May 28, 2010

INTRODUCTION

The following is a discussion and analysis of Davis County's financial performance and activities for the year ended December 31, 2009. When read in conjunction with the letter of transmittal and the notes to the financial statements, this section's financial highlights, overview and analysis should assist the reader to gain a more complete knowledge of the County's financial performance. Comparative analyses to the previous year's results are provided.

HIGHLIGHTS

Government-wide

- The County's total net assets increased by approximately $6.4 million or about 5.6 percent over the prior year. The increase is partially attributable to a $1.1 million increase in weatherization grants, including $731 thousand in federal stimulus money from the American Recovery and Reinvestment Act (ARRA). An additional portion of the increase resulted from a capital contribution of land valued at $1.4 million. The remainder was due to the general effect of government-wide revenues exceeding expenses.

Fund Level

- Fund balances in the County's governmental funds increased by $30 million, or 79.3 percent from the prior year to a total of $67.9 million. This increase in fund balance was primarily due to the issuance of $27 million of Sales Tax Revenue and Build America bonds to be used to finance the costs of storm drainage and flood control projects and related improvements.

- Property tax revenues were approximately $1.1 million (2.5 percent) higher in 2009 than the prior year, primarily due to growth of the property tax base throughout the County.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to the County's Basic Financial Statements. The Basic Financial Statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the Basic Financial Statements, this report also contains the required supplementary information, additional supplementary information and fund data (including combining statements for non-major funds), and a statistical section.

Government-wide Statements – Reporting the County as a Whole

The Statement of Net Assets and the Statement of Activities beginning on page 32 comprise the government-wide financial statements. These statements provide a broad overview with a long-term focus of the County's finances as a whole and are prepared using the *full-accrual* basis of accounting, similar to private-sector companies. This means all revenues and expenses are recognized regardless of when cash is received or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets measure whether the County's overall financial condition is getting better or worse. In evaluating the government's overall condition, however, additional non-financial factors should be considered such as the County's economic outlook, changes in its demographics, and the condition of its capital assets and infrastructure.

The statement of activities presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or most of their costs through user fees and charges (*business-type activities*). Davis County's governmental activities include general government, public safety, public health, and public works. The County has two business-type activities – 1) operation of the County's Golf Courses and 2) operation of the Jail Commissary.

The government-wide statements also include information about two *component units*, Davis Behavioral Health (DBH) and Wasatch Integrated Waste Management Inc. (WIWMD). A legally separate entity meets the criteria of a component unit if the County's governing body appoints a voting majority of the organization's governing body and either has the ability to impose the County's will on that organization or that organization may provide specific financial benefits or burden to the County. An organization may also be considered a component unit of the County if the organization is fiscally dependent upon the county or if its relationship is of a nature that it would be misleading to exclude it. The basic criterion to include Davis Behavioral Health's information into the financial statements is that the financial statement may be misleading if it were not included. The basic criterion to include WIWMD as a component unit is that WIWMD is fiscally dependent on the County.

Fund Financial Statements – Reporting the County's Most Significant Funds

The fund financial statements, beginning on page 35, provide detailed information about individual major funds, not the County as a whole. A fund is a group of related accounts that the County uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist, while others are established internally to maintain control over a particular activity. All of the County's funds can be divided into three types: governmental funds, proprietary funds, and fiduciary funds.

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

Proprietary Funds – Proprietary funds are presented using the *full-accrual* basis of accounting. Davis County uses two different types of proprietary funds. *Enterprise Funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County has two enterprise funds – the Golf Course and Jail Commissary Funds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County maintains three internal service funds – the Insurance, Telephone, and Building and Grounds Funds. Because those services predominantly benefit governmental rather than business-type activities, they are included with *governmental activities* in the government-wide statements.

Fiduciary Funds – Fiduciary funds account for resources held for the benefit of parties outside the government. Fiduciary funds use *full-accrual* accounting but are not included in the government-wide statements because the assets in those funds are not available to finance the County's own programs.

Reconciliation between Government-wide and Fund Statements

The financial statements include schedules on pages 37 and 39 that reconcile the amounts reported for governmental activities on the government-wide statements (full-accrual accounting, long-term focus) with amounts reported on the governmental fund statements (modified accrual accounting, short-term focus). Following are some of the major differences between the two statements:

- Capital assets and long-term debt are included on the government-wide statements but are not reported on the governmental fund statements.
- Capital outlays result in capital assets on the government-wide statements but are expenditures on the governmental fund statements.
- Bond proceeds result in liabilities on the government-wide statements but are other financing sources on the governmental fund statements.
- Certain tax revenues that are earned but not yet available are reported as revenue on the government-wide statements but are deferred revenue on the governmental fund statements.

Notes to the Financial Statements

The notes beginning on page 48 provide additional schedules and information that are essential to a complete understanding of the financial statements. The notes apply to both the government-wide financial statements and the fund financial statements.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net Assets

The largest component of the County's net assets, $54.8 million or 45.5 percent, reflects investments in capital assets (land, buildings, equipment, construction-in-progress, roads, and other infrastructure) less all outstanding debt that was issued to buy or build those assets. As capital assets, these resources are not available for future spending, nor can they all be readily liquidated to pay off the related liabilities. Resources needed to repay capital-related debt must be provided from other sources. Although capital assets increased by just over $4 million, the amount of net assets invested in capital assets, net of related debt, decreased by $21 million as the result of the issuance of $27 million of Flood Control bonds less current year debt payments and the $4 million in capital purchases less depreciation.

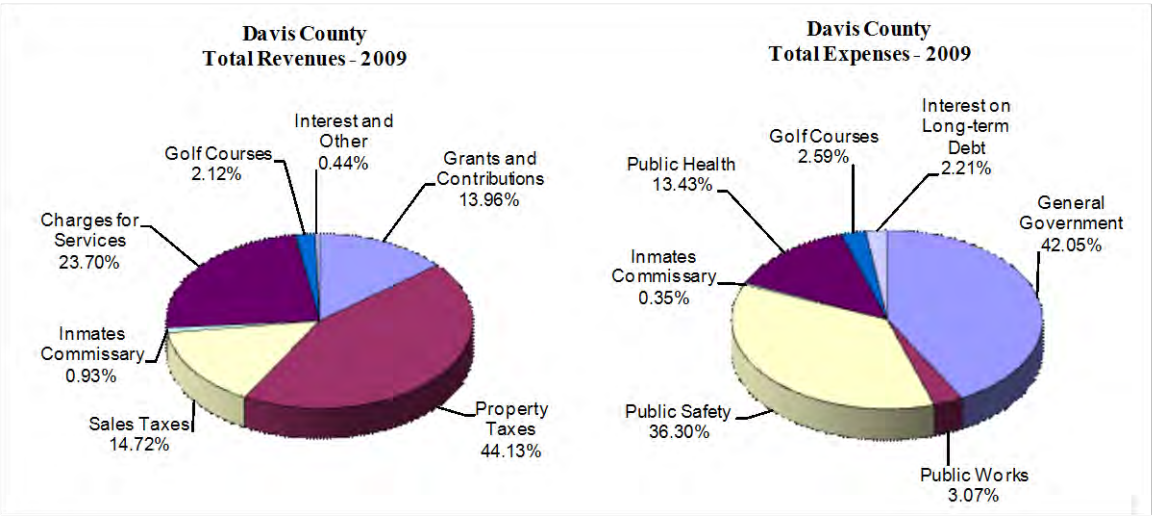
Restricted net assets comprised $40.8 million or 33.8 percent of total net assets and are subject to external restrictions on how they may be used. Capital projects accounted for almost $36 million of the total restrictions with $27 million of that being restricted specifically for flood control projects. B-Roads accounted for $726 thousand of the restriction, while Debt Service restrictions accounted for another $4.1 million. Unrestricted net assets was approximately $26.2 million for governmental activities at December 31, 2009. Unrestricted net assets for business-type activities decreased by approximately $476 thousand during 2009.

Davis County
Net Assets
December 31,

	Governmental Activities		Business-type Activities		Total Primary Government	
	2009	**2008**	**2009**	**2008**	**2009**	**2008**
Current and Other Assets	$ 77,585,297	$ 46,824,424	$ (924,960)	$ (476,927)	$ 76,660,337	$ 46,347,497
Capital Assets	118,374,269	114,835,793	5,523,989	5,021,973	123,898,258	119,857,766
Total Assets	**195,959,566**	**161,660,217**	**4,599,029**	**4,545,046**	**200,558,595**	**166,205,263**
Current and Other Liabilities	3,625,890	2,907,452	117,258	138,212	3,743,148	3,045,664
Long-term Liabilities	75,992,195	48,801,059	189,151	139,944	76,181,346	48,941,003
Total Liabilities	**79,618,085**	**51,708,511**	**306,409**	**278,156**	**79,924,494**	**51,986,667**
Net Assets:						
Invested in Capital Assets						
Net of related Debt	49,323,126	70,794,633	5,523,989	5,021,973	54,847,115	75,816,606
Restricted	40,833,438	9,979,541	-	-	40,833,438	9,979,541
Unrestricted	26,184,917	29,177,532	(1,231,369)	(755,083)	24,953,548	28,422,449
Total Net Assets	**$ 116,341,481**	**$ 109,951,706**	**$ 4,292,620**	**$ 4,266,890**	**$ 120,634,101**	**$ 114,218,596**

Changes in Net Assets

The County's combined net assets increased by approximately $6.4 million or 5.6 percent from the prior year. The increase is primarily due to the increase in Net Assets of governmental activities. Net assets of business-type activities increased $26 thousand which represents a 0.6 percent increase from its prior ending balances. Before transfers out, the County's business-type activities (the Golf Course and Jail Commissary) had an increase in net assets of $292 thousand. Transfers to the General Fund of $266 thousand were comprised of $250 thousand from the Commissary Fund and $16 thousand from the Golf Fund for administration charges. The following charts and schedules summarize the County's revenues and expenses.



Governmental Activities

Total tax revenues decreased during 2009. Although property taxes increased by approximately $169 thousand (about 0.4 percent), sales taxes were down by approximately 10 percent. The decrease in sales tax revenues was due to a downturn in the economy that was felt throughout the Nation. The table below shows the comparison of revenue and expenses of governmental activities and business type activities from 2009 compared to 2008.

Davis County
Changes in Net Assets
For the Years Ended December 31,

	Governmental Activities		Business-type Activities		Total Primary Government	
	2009	**2008**	**2009**	**2008**	**2009**	**2008**
Revenues						
General Revenues:						
Taxes	$ 57,369,917	$ 58,798,074	$ -	$ -	$ 57,369,917	$ 58,798,074
Gain on Sale of Capital Assets	85,582	78,391	-	-	85,582	78,391
Interest Revenue	348,457	858,912	6,865	14,932	355,322	873,844
Program Revenues:						
Charges for Services	23,099,313	22,635,756	2,964,735	2,927,328	26,064,048	25,563,084
Operating Grants	12,110,452	10,479,540	-	-	12,110,452	10,479,540
Capital Grants	1,496,789	611,539	-	-	1,496,789	611,539
Total Revenues	**94,510,510**	**93,462,212**	**2,971,600**	**2,942,260**	**97,482,110**	**96,404,472**
Expenses						
General Government	38,282,727	35,180,227	-	-	38,282,727	35,180,227
Public Safety	33,054,829	30,904,112	-	-	33,054,829	30,904,112
Public Health	12,232,929	11,785,783	-	-	12,232,929	11,785,783
Public Works	2,791,754	4,506,001	-	-	2,791,754	4,506,001
Interest on Long-term Debt	2,024,496	1,925,416	-	-	2,024,496	1,925,416
Golf Courses	-	-	2,358,484	2,360,640	2,358,484	2,360,640
Commissary	-	-	321,386	201,464	321,386	201,464
Total Expenses	**88,386,735**	**84,301,539**	**2,679,870**	**2,562,104**	**91,066,605**	**86,863,643**
Changes in Net Assets before Transfer	6,123,775	9,160,673	291,730	380,156	6,415,505	9,540,829
Transfer In (Out)	266,000	266,000	(266,000)	(266,000)	-	-
Changes in Net Assets	6,389,775	9,426,673	25,730	114,156	6,415,505	9,540,829
Net Assets - Beginning, as restated	109,951,706	100,525,033	4,266,890	4,152,734	114,218,596	104,677,767
Net Assets - Ending	**$ 116,341,481**	**$109,951,706**	**$4,292,620**	**$4,266,890**	**$ 120,634,101**	**$ 114,218,596**

The table below shows to what extent the County's governmental activities relied on taxes and other general revenues to cover all of their costs. For 2009, these programs generated $36.7 million or 41.5 percent of their total expenses through charges for services and grants. Program revenues increased $3 million or 8.8 percent over 2008. Taxes and other general revenues covered the remaining 58.5 percent of expenses.

The most significant increase in program revenues during 2009 was in the Public Health activity, where program revenues increased by $1.7 million or 18 percent. This increase was primarily due to a one-time capital contribution of land valued at $1.4 million for the construction of the new Davis County Health Department Building. Public Safety revenues increased by $1.3 million (10.6 percent) as the result of a reclassification of Emergency 911 Dispatch revenues that were determined to belong in Public Safety rather than in General Government where the revenues had been reported in prior years. Despite the reclassification, General Government revenues remained stable primarily as a result of a $1.1 million increase in weatherization grants, including $731 thousand in federal stimulus money from the American Recovery and Reinvestment Act (ARRA).

Governmental activities expense increased $4.1 million as compared to 2008, or 4.8 percent. Approximately $3.7 million of this increase is due to modest increases in numbers of employees and employee compensation costs. The adjustment in compensation was made in order for the County to be more comparable to other entities within the geographical area.

Davis County
Net Cost of Governmental Activities
For the Year Ended December 31,

	Total Program Expenses	Less Program Revenues	Net Program Costs		Program Revenue as a Percentage of Total Expenses	
	2009	2009	2009	2008	2009	2008
Activities						
General Government	$ 38,282,727	$ (11,118,267)	$ 27,164,460	$ 24,024,293	29.0%	31.7%
Public Safety	33,054,829	(13,064,584)	19,990,245	19,093,988	39.5%	38.2%
Public Health	12,232,929	(11,451,511)	781,418	2,081,879	93.6%	82.3%
Public Works	2,791,754	(1,072,192)	1,719,562	3,449,128	38.4%	23.5%
Interest on Long-term Debt	2,024,496	-	2,024,496	1,925,416	0.0%	0.0%
Total Governmental Activities	**$ 88,386,735**	**$ (36,706,554)**	**$ 51,680,181**	**$ 50,574,704**	41.5%	40.0%

Business-type Activities
In 2009, Davis County's Golf Courses generated an operating loss of approximately $296 thousand. In addition, there was a $16 thousand transfer out to the General Fund for administrative expenses related to the golf courses. Revenues were lower than the prior year by almost $193 thousand, mainly because the café located at Valley View is now under independent management so that the County now receives only 10 percent of the food sales revenue. Expenses were slightly lower than the prior year likewise due to the elimination of costs relative to café operations and management.

The Jail Commissary continues to generate sufficient revenues to cover its operating costs. Net income for 2009 was approximately $588 thousand, an increase of 21.2 percent over the previous year's net income of $485 thousand. Of this amount, $250 thousand was transferred to the General Fund to help cover Jail operations. Commissary revenue increased by $231 thousand while expenses increased by $120 thousand.

CAPITAL ASSETS AND LONG-TERM DEBT ADMINISTRATION

Capital Assets
Davis County added approximately $8.9 million in new capital assets during 2009, of which approximately $3.1 million was related to the new Davis County Health Department Building and Senior Center. An additional $1.6 million was attributable to flood control projects and $1.1 million was for new roads. Other general capital purchases for buildings, equipment, and improvements comprised the remaining $3.1 million. Additional information can be found in Note 5 of the Notes to the Financial Statement beginning on page 58.

Long-term Debt

Total bonded debt outstanding at December 31, 2009 was $67.6 million, as compared to $42.1 million at the end of the prior year. This $25.5 million (60.6 percent) increase from 2008 is attributable to the net effect of issuing $31.7 million (net of premiums and deferred amounts on refunding) in flood control and refunding bonds and the reduction in principal balances from the defeasance of $4.5 million in sales tax revenue bonds and from making required debt service payments of $1.7 million. The balance on the County's lease/purchase agreement was also reduced by $478,359 in principal payments. The County had the following long-term debt outstanding. Additional information can be found in Note 7 of the Notes to the Financial Statement beginning on page 59.

Davis County
Long-term Liabilities
December 31,

	Governmental Activities		Business-type Activities		Total Primary Government	
	2009	**2008**	**2009**	**2008**	**2009**	**2008**
General Obligation Bonds	$21,835,000	$22,805,000	$ -	$ -	$21,835,000	$22,805,000
Sales Tax Revenue Bonds, net of premiums and refundings	43,460,342	16,835,000	-	-	43,460,342	16,835,000
Lease Revenue Bonds	2,261,000	2,428,000	-	-	2,261,000	2,428,000
Lease/Purchase Agreement	1,494,801	1,973,160	-	-	1,494,801	1,973,160
Compensated Absences	2,981,926	2,762,427	115,637	105,239	3,097,563	2,867,666
OPEB	3,959,126	1,997,472	73,514	34,705	4,032,640	2,032,177
Total	$75,992,195	$48,801,059	$ 189,151	$ 139,944	$76,181,346	$48,941,003

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Fund Balances

At December 31, 2009, Davis County's governmental funds reported combined fund balances of approximately $67.9 million. Of this amount, approximately $0.7 million is reserved for B-Roads. The following chart presents the County's 2009 ending fund balances.

Davis County
Governmental Fund Balances
For the Year Ended December 31,

	2009			2008	% Change
	Reserved	Unreserved	Total	Total	from prior year
General Fund	$ -	$ 16,298,104	$ 16,298,104	$ 18,286,835	-10.9%
Health Fund	-	1,051,102	1,051,102	538,192	95.3%
Library Fund	-	2,712,354	2,712,354	2,172,530	24.8%
Flood Control Fund	-	28,374,222	28,374,222	1,238,734	2190.6%
Capital Project	-	6,233,035	6,233,035	5,490,370	13.5%
NonMajor Funds	725,764	12,506,378	13,232,142	10,142,297	30.5%
Total	$ 725,764	$ 67,175,195	$ 67,900,959	$ 37,868,958	79.3%

General Fund

During 2009, the fund balance in the General Fund decreased $2 million or 10.9 percent. Although General Fund sales taxes decreased by $1.1 million or 9.9 percent, property tax revenues for the General Fund increased by a corresponding $1.1 million or 3.2 percent. Overall, the total General Fund revenues decreased by $306 thousand or 0.5 percent. This decrease was primarily the result of a decline in the amount of grant revenues received in 2009.

Total General Fund expenditures increased by approximately $3.2 million or 6.8 percent from 2008. Approximately $2.7 million of this increase is due to modest increases in numbers of employees and employee compensation costs. The remaining increase in expenditures was attributable to normal operational increases throughout the General Fund.

For the year ended December 31, 2009, transfers in were approximately $1.5 million. A transfer back of some excess revenues from the paramedic fund accounted for $1.2 million transferred in. Excellent management of the Jail Commissary and the profit sharing arrangement with Canteen Food Services and a transfer from the Golf Fund for administrative expenses accounted for the remaining balance of transfers in.

The Commission authorized a total of approximately $14.5 million in transfers out of the General Fund. This is an increase of approximately $5.8 million over 2008. $5 million was transferred to the Capital Projects Fund for construction projects. The remaining $9.5 million went to support County operations in Health Services, Aging Services, Flood Control, Emergency 911 Dispatch, and Paramedics. A complete list of transfer activity can be found in Note 4 of the Notes to the Financial Statements.

General Fund Budgetary Highlights

Davis County prepares its budget according to state statutes, as described more fully in Note 1.G. The most significant budgeted fund is the General Fund. The County amended the General Fund budget during the year to meet the needs of the departments as issues arose. Significant changes to the original adopted budget included the following:

- The General Fund's property tax revenue budget was increased overall by approximately $1.4 million to better match the revenues projected through the certified tax rate process.

- Various minor budget changes, from normal day to day activities to meet the needs of the departments, made up the change of approximately $900 thousand from original to final budgets on the expenditure side.

- Budgeted transfers out of the General Fund were increased by $3.9 million to help fund construction projects.

Actual General Fund revenues were $62 million, which was $204 thousand or approximately 0.3 percent above the final budgeted revenues. As the result of fiscally responsible management, General Fund expenditures were approximately $51 million, which was $2.7 million (5.1 percent) below the final budgeted expenditures.

Other Major Governmental Funds

During 2009, the County's contribution to the Health department increased from approximately $2.2 million in 2008 to $2.3 million in 2009. Fund balance at year end was approximately $1.1 million, an increase of approximately $513 thousand (95.3 percent) over the prior year. Health Fund total revenues increased by $371 thousand (3.8 percent) while expenditures increased by $427 thousand (3.7 percent) from the previous year.

The fund balance in the Library Fund increased approximately $540 thousand (24.8 percent) to $2.7 million. This was due to a combination of planned tax surplus revenue for future library capital projects and fiscally responsible management.

The fund balance in the Flood Control Fund increased $27.1 million (2,190.6 percent) to $28.4 million. This increase in fund balance was primarily due to the issuance of $27 million of Sales Tax Revenue and Build America bonds to be used to finance the costs of storm drainage and flood control projects and related improvements.

The fund balance in the Capital Projects Fund increased $743 thousand (13.5 percent). This was primarily the result of transfers in of $5 million exceeding transfers out of $4.3 million. The ending fund balance of approximately $6.2 million is to be used for future capital projects.

Proprietary Funds

The County's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the Golf Courses Fund at the end of the year amounted to a negative $1.9 million, and those for the Commissary amounted to $620 thousand. The total change in net assets for both funds was a $310 thousand decrease for Golf and a $337 thousand increase for the Commissary. Other factors concerning the finances of these two funds have already been addressed in the discussion of the County's business-type activities.

OTHER MATTERS

Changes that may impact Davis County's future financial position include the following:

- The Veteran Abatement's ceiling was increased to $228,505 of taxable value for personal and primary residence in 2009. This amount will continue to be adjusted in the future by the consumer price index (CPI) of the preceding year. For 2010, the Veteran Abatement's ceiling will be $228,931.

- Legislation was implemented during 2009 which modified personal property tax due date to May 15. Because of this change, the certified tax rate calculation formula needed to be modified to use the previous year's year-ending values as the current year values. The legislative change and also eliminated any Board of Equalization adjustment percentages related to personal property. This legislation took effect on January 1, 2009.

- Legislative changes enacted in 2009 allow cities to create "Community Development Areas" (CDAs). Unlike a Redevelopment Area (RDA), a finding of blight is not necessary for a CDA. In addition, CDAs allow entities servicing the area to participate by a vote of the governing board to opt in a certain percentage of the entity's future tax increments for a specified numbers of years. The taxes calculated from the increments then goes to the developer for infrastructure and other necessary improvements in the area.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of Davis County's finances and to demonstrate the County's accountability for the money it receives. It is available on the County's Clerk/Auditor's website at www.daviscountyutah.gov. Questions concerning any of the information in this report or any other matters related to the County's finances should be addressed to:

Davis County Clerk/Auditor
P.O. Box 618
Farmington, Utah 84025

www.daviscountyutah.gov

BASIC FINANCIAL STATEMENTS

Blank Backside of Basic Financial Statements Divider Page

www.daviscountyutah.gov

DAVIS COUNTY

EXHIBIT A

STATEMENT OF NET ASSETS
DECEMBER 31, 2009

	Primary Government			Component Units (as of June 30, 2009)	
	Governmental Activities	Business-Type Activities	Total	Davis Behavioral Health	Wasatch Integrated Waste
ASSETS					
CURRENT:					
Cash and cash equivalents	$ 66,728,862	$ 691,716	$ 67,420,578	$ 3,113,671	$ 626,625
Investments	-	-	-	121,322	25,605,990
Accounts receivable	4,770,563	75,680	4,846,243	1,461,932	1,585,473
Taxes receivable	2,108,764	-	2,108,764	-	-
Internal balances	1,707,927	(1,707,927)	-	-	-
Inventory	149,581	-	149,581	17,999	1,431,408
Other assets	2,119,600	15,571	2,135,171	220,744	169,775
Total current assets	77,585,297	(924,960)	76,660,337	4,935,668	29,419,271
NONCURRENT:					
Capital assets:					
Land and related non-depreciable assets	34,020,437	3,487,026	37,507,463	2,113,203	25,615,023
Construction-in-progress	1,565,948	-	1,565,948	-	672,589
Depreciable infrastructure	21,334,165	-	21,334,165	-	-
Buildings, equipment, and other depreciable assets	109,164,161	4,831,900	113,996,061	12,541,706	55,641,197
Less accumulated depreciation	(47,710,442)	(2,794,937)	(50,505,379)	(5,252,928)	(50,685,960)
Total capital assets, net of depreciation	118,374,269	5,523,989	123,898,258	9,401,981	31,242,849
TOTAL ASSETS	195,959,566	4,599,029	200,558,595	14,337,649	60,662,120
LIABILITIES					
CURRENT:					
Accounts payable	1,525,819	91,910	1,617,729	386,627	171,481
Accrued liabilities	2,072,844	20,200	2,093,044	402,469	4,392,846
Unearned revenue	27,227	5,148	32,375	667,283	-
Bonds and lease/purchase agreement payable	3,059,935	-	3,059,935	134,870	-
Compensated absences	298,193	11,564	309,757	182,508	-
Total current liabilities	6,984,018	128,822	7,112,840	1,773,757	4,564,327
LONG-TERM:					
Bonds and lease/purchase agreement payable	65,991,208	-	65,991,208	3,801,652	-
Net OPEB obligation	3,959,126	73,514	4,032,640	-	-
Compensated absences	2,683,733	104,073	2,787,806	425,853	-
Total long-term liabilities	72,634,067	177,587	72,811,654	4,227,505	-
TOTAL LIABILITIES	79,618,085	306,409	79,924,494	6,001,262	4,564,327
NET ASSETS					
Invested in capital assets, net of related debt	49,323,126	5,523,989	54,847,115	5,465,459	31,242,849
Restricted for:					
Capital improvements	35,979,180	-	35,979,180	-	-
Class B-Roads	725,764	-	725,764	-	-
Debt Service	4,128,494	-	4,128,494	-	-
Closure and post-closure costs	-	-	-	-	4,626,720
Unrestricted	26,184,917	(1,231,369)	24,953,548	2,870,928	20,228,224
TOTAL NET ASSETS	$ 116,341,481	$ 4,292,620	$ 120,634,101	$ 8,336,387	$ 56,097,793

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

DAVIS COUNTY **EXHIBIT B**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets				
					Primary Government			Component Units	
Functions/Programs	**Direct Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-Type Activities**	**Total**	**Davis Behavioral Health**	**Wasatch Integrated Waste**
Primary Government:									
Governmental activities:									
General government	$38,282,727	$ 6,825,863	$ 4,292,404	$ -	$ (27,164,460)	$ -	$ (27,164,460)	$ -	$ -
Public safety	33,054,829	12,308,071	690,280	66,233	(19,990,245)	-	(19,990,245)	-	-
Public health	12,232,929	3,889,556	6,179,900	1,382,055	(781,418)	-	(781,418)	-	-
Public works	2,791,754	75,823	947,868	48,501	(1,719,562)	-	(1,719,562)	-	-
Interest on long-term debt	2,024,496	-	-	-	(2,024,496)	-	(2,024,496)	-	-
Total governmental activities	88,386,735	23,099,313	12,110,452	1,496,789	(51,680,181)	-	(51,680,181)	-	-
Business-type activities:									
Golf	2,358,484	2,062,591	-	-	-	(295,893)	(295,893)	-	-
Inmates Commissary	321,386	902,144	-	-	-	580,758	580,758	-	-
Total business-type activities	2,679,870	2,964,735	-	-	-	284,865	284,865	-	-
TOTAL PRIMARY GOVERNMENT	$91,066,605	$26,064,048	$12,110,452	$ 1,496,789	(51,680,181)	284,865	(51,395,316)	-	-
Component Units:									
Davis behavioral health	$17,666,141	$ 2,263,364	$15,429,510	$ -	-	-	-	26,733	-
Wasatch integrated waste	14,269,346	14,668,160	-	-	-	-	-	-	398,814
TOTAL COMPONENT UNITS	$31,935,487	$16,931,524	$15,429,510	$ -	-	-	-	26,733	398,814
General revenues:									
Taxes:									
Property taxes					43,017,735	-	43,017,735	-	-
Sales taxes					14,352,182	-	14,352,182	-	-
Total taxes					57,369,917	-	57,369,917	-	-
Unrestricted investment earnings					348,457	6,865	355,322	43,989	545,183
Gain on sale of capital assets					85,582	-	85,582	-	91,772
Transfers					266,000	(266,000)	-	-	-
Total general revenues and transfers					58,069,956	(259,135)	57,810,821	43,989	636,955
Change in net assets					6,389,775	25,730	6,415,505	70,722	1,035,769
Net assets:									
Beginning					109,951,706	4,266,890	114,218,596	8,265,665	55,062,024
Ending					$ 116,341,481	$ 4,292,620	$ 120,634,101	$ 8,336,387	$56,097,793

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

www.daviscountyutah.gov

Governmental Fund Financial Statements

General Fund
This fund is the principal operating fund of the County. It accounts for all financial resources of the government except those required to be accounted for in another fund.

Health Special Revenue Fund
This special revenue fund accounts for taxes levied, grants, and other revenues and expenditures by the County to provide health services.

Library Special Revenue Fund
This special revenue fund accounts for the operation of the County's main library and its six branches. The Library Fund's principal revenue source is property taxes.

Flood Control Special Revenue Fund
This special revenue fund accounts for all activities of the Public Works Department that relate to the flood channels managed by the County.

Capital Projects Fund
This fund accounts for funds accumulated and spent for routine capital projects.

Nonmajor Governmental Funds
Nonmajor governmental funds are presented individually beginning on page 81.

DAVIS COUNTY **EXHIBIT C**

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009

	General Fund	Major Special Revenue Funds: Health Fund	Library Fund	Flood Control	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	$ 12,912,314	$ 800,088	$ 2,811,122	$ 28,423,190	$ 6,233,035	$ 12,260,945	$ 63,440,694
Accounts receivable	2,944,135	334,635	10,000	19,161	-	1,434,184	4,742,115
Taxes receivable	1,496,271	-	297,331	-	-	315,162	2,108,764
Due from other funds	1,727,117	-	-	-	-	-	1,727,117
Inventory	49,610	99,971	-	-	-	-	149,581
Other	143,488	-	4,644	300	-	189,762	338,194
TOTAL ASSETS	$ 19,272,935	$ 1,234,694	$ 3,123,097	$ 28,442,651	$ 6,233,035	$ 14,200,053	$ 72,506,465
LIABILITIES AND FUND BALANCES							
LIABILITIES :							
Accounts payable	$ 679,526	$ 67,692	$ 41,612	$ 34,329	$ -	$ 547,356	$ 1,370,515
Accrued liabilities	792,300	115,900	71,800	34,100	-	84,900	1,099,000
Deferred revenue	1,503,005	-	297,331	-	-	335,655	2,135,991
Total liabilities	2,974,831	183,592	410,743	68,429	-	967,911	4,605,506
FUND BALANCES:							
Reserved for "B" Roads	-	-	-	-	-	725,764	725,764
Unreserved	16,298,104	1,051,102	2,712,354	28,374,222	6,233,035	-	54,668,817
Unreserved, reported in nonmajor:							
Special revenue funds	-	-	-	-	-	5,653,644	5,653,644
Capital projects funds	-	-	-	-	-	2,724,240	2,724,240
Debt service funds	-	-	-	-	-	4,128,494	4,128,494
Total fund balances	16,298,104	1,051,102	2,712,354	28,374,222	6,233,035	13,232,142	67,900,959
TOTAL LIABILITIES AND FUND BALANCES	$ 19,272,935	$ 1,234,694	$ 3,123,097	$ 28,442,651	$ 6,233,035	$ 14,200,053	$ 72,506,465

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

DAVIS COUNTY

EXHIBIT D

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2009

Total fund balances--governmental funds		$ 67,900,959
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. These assets consist of:		
Land and related non-depreciable assets	$ 34,020,437	
Construction-in-progress	1,565,948	
Depreciable infrastructure	21,334,165	
Buildings, equipment, and other depreciable assets	107,593,234	
Accumulated depreciation	(46,694,630)	
Total capital assets		117,819,154
Deferred charges - MBA payments		791,000
Some of the county's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.		2,108,764
An internal charge between the governmental and business-type activities is not recorded at the fund level.		(19,190)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of those internal service funds that primarily benefit governmental entities are included with governmental activities in the statement of net assets.		4,201,265
Bond issuance costs are reported as current expenditures at the fund level, but are deferred and amortized over the life of the bonds in the statement of net assets.		317,434
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:		
Bonds and lease/purchase agreement	(69,051,143)	
Net OPEB obligation	(3,853,923)	
Compensated absences	(2,939,395)	
Accrued interest on bonds	(933,444)	
Total long-term liabilities		(76,777,905)
Total net assets--governmental activities		$ 116,341,481

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

DAVIS COUNTY **EXHIBIT E**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

		Major Special Revenue Funds					
	General Fund	Health Fund	Library Fund	Flood Control	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:							
Taxes:							
General property taxes-current	$ 32,479,333	$ -	$ 5,735,614	$ -	$ -	$ 2,519,793	$ 40,734,740
General property taxes-delinquent	1,517,439	-	271,375	-	-	107,521	1,896,335
Penalties and interest on delinquent taxes	588,761	-	18,065	-	-	8,661	615,487
Sales taxes	9,869,206	-	-	-	-	4,482,976	14,352,182
Total taxes	44,454,739	-	6,025,054	-	-	7,118,951	57,598,744
Licenses and permits	245,852	-	-	-	-	-	245,852
Fines and forfeitures	1,773,954	-	189,499	-	-	-	1,963,453
Intergovernmental and grant revenue	1,219,961	6,179,898	72,594	19,161	-	4,632,902	12,124,516
Charges for services	12,883,975	3,813,038	-	-	-	2,324,158	19,021,171
Interest	95,894	5,566	3,738	54,028	49,965	98,910	308,101
Other	1,295,628	76,517	18,802	1,265	-	462,238	1,854,450
Total revenues	61,970,003	10,075,019	6,309,687	74,454	49,965	14,637,159	93,116,287
EXPENDITURES:							
Current:							
General government	21,454,044	-	5,632,863	-	-	9,136,061	36,222,968
Public safety	27,543,910	-	-	-	-	2,711,473	30,255,383
Public health	5,600	11,813,466	-	-	-	-	11,819,066
Public works	337,119	-	-	1,633,401	-	1,031,729	3,002,249
Capital outlay	1,144,956	6,242	12,417	1,341,909	7,300	2,883,289	5,396,113
Debt service:							
Principal retirement	478,359	-	-	-	-	1,712,000	2,190,359
Interest and fiscal charges	71,641	-	-	-	-	1,692,748	1,764,389
Total expenditures	51,035,629	11,819,708	5,645,280	2,975,310	7,300	19,167,300	90,650,527
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	10,934,374	(1,744,689)	664,407	(2,900,856)	42,665	(4,530,141)	2,465,760
OTHER FINANCING SOURCES (USES)							
Sales tax revenue and Build America bonds issued	-	-	-	27,000,000	-	-	27,000,000
Refunding bonds issued	-	-	-	-	-	4,925,000	4,925,000
Premium on bonds issued	-	-	-	266,276	-	188,344	454,620
Sale of capital assets	93,391	99	417	-	-	4,861	98,768
Transfers in	1,496,000	2,257,500	-	3,000,000	5,000,000	10,644,114	22,397,614
Transfers out	(14,512,496)	-	(125,000)	(229,932)	(4,300,000)	(2,964,186)	(22,131,614)
Payment to refunded bond escrow agent	-	-	-	-	-	(5,178,147)	(5,178,147)
Total other financing sources (uses), net	(12,923,105)	2,257,599	(124,583)	30,036,344	700,000	7,619,986	27,566,241
NET CHANGE IN FUND BALANCES	(1,988,731)	512,910	539,824	27,135,488	742,665	3,089,845	30,032,001
FUND BALANCES:							
Beginning of year	18,286,835	538,192	2,172,530	1,238,734	5,490,370	10,142,297	37,868,958
End of year	$ 16,298,104	$ 1,051,102	$ 2,712,354	$ 28,374,222	$ 6,233,035	$ 13,232,142	$ 67,900,959

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

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

Net change in fund balances--total governmental funds	$	30,032,001
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Also, donated capital assets are recorded as revenue in the statement of activities. This is the amount by which capital purchases ($6,651,584) and donated capital assets (1,382,055) exceeded depreciation ($4,412,342) during the current period.		3,621,297
In the statement of activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sales increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the assets sold.		(13,186)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund statements.		(228,827)
Expenditures are recognized in the governmental funds when paid or due for interest on long term debt and bond issuance costs, but the statement of activities is presented on the accrual basis and expenses and liabilities are reported when incurred, regardless of when financial resources are available or expenses are paid or due. This is the amount by which unamortized deferred bond issuance costs ($317,434) and the net amortization on bond premiums and refundings ($1,131) exceeded the increase in accrued interest on bonds payable ($261,238) during the year.		57,327
The liabilities for OPEB and compensated absences are not recorded in the governmental funds, but are reported in the statement of net assets. This is the current year change in OPEB ($1,906,316) and compensated absences ($212,620), reported as adjustments to expense in the statement of activities.		(2,118,936)
Bond proceeds provide current financial resources to governmental funds by issuing debt which increases long-term liabilities in the statement of net assets. Repayment of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bonds issued ($31,925,000) plus premiums ($454,620) exceeded debt service retirements ($2,190,359) and refunding payments ($5,178,147).		(25,011,114)
Portion of deferred charges applicable to the current period-MBA payments		(113,000)
The change in internal balances between the governmental activities and the business-type activities relating to internal service funds are reflected in governmental activities but not in the governmental funds.		1,473
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of internal service funds is reported with governmental activities.		162,740
Change in net assets of governmental activities	$	6,389,775

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

www.daviscountyutah.gov

Proprietary Fund Financial Statements

Golf Course Fund
This fund accounts for the operation and financial resources of the two county-owned golf courses - Davis Park and Valley View Golf Course. Revenues come from green fees and other charges to users of the facilities.

Jail Commissary Fund
This fund accounts for the operations of a commissary available to the County Jail inmates.

Governmental Activities – Internal Service Funds
These funds account for certain activities that are charged to the other departments on a cost-reimbursement basis. The County maintains internal service funds for Insurance, Telephone, and Buildings and Grounds.

DAVIS COUNTY

EXHIBIT G

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2009

	Major Enterprise Fund	Nonmajor Enterprise Fund	Total Enterprise Funds	Internal Service Funds
	Golf Courses	Commissary		
ASSETS				
CURRENT:				
Cash and cash equivalents	$ 1,100	$ 690,616	$ 691,716	$ 3,288,168
Accounts receivable	75,480	200	75,680	28,448
Other	15,571	-	15,571	672,972
Total current assets	92,151	690,816	782,967	3,989,588
NONCURRENT:				
Capital assets:				
Land	754,259	-	754,259	-
Buildings	2,071,217	-	2,071,217	-
Improvements other than buildings	2,732,767	-	2,732,767	-
Furniture, fixtures, and equipment	2,760,683	-	2,760,683	1,570,927
Less accumulated depreciation	(2,794,937)	-	(2,794,937)	(1,015,812)
Total noncurrent assets	5,523,989	-	5,523,989	555,115
TOTAL ASSETS	5,616,140	690,816	6,306,956	4,544,703
LIABILITIES				
CURRENT:				
Accounts payable	29,307	62,603	91,910	155,304
Accrued liabilities	19,100	1,100	20,200	40,400
Due to other funds	1,727,117	-	1,727,117	-
Unearned revenue	5,148	-	5,148	-
Obligations for compensated absences	11,564	-	11,564	4,253
Total current liabilities	1,792,236	63,703	1,855,939	199,957
LONG-TERM:				
Net OPEB obligation	66,854	6,660	73,514	105,203
Obligations for compensated absences	104,073	-	104,073	38,278
Total long-term liabilities	170,927	6,660	177,587	143,481
TOTAL LIABILITIES	1,963,163	70,363	2,033,526	343,438
NET ASSETS				
Invested in capital assets, net of related debt	5,523,989	-	5,523,989	555,115
Unrestricted	(1,871,012)	620,453	(1,250,559)	3,646,150
TOTAL NET ASSETS	$ 3,652,977	$ 620,453	$ 4,273,430	$ 4,201,265
Total net assets--enterprise funds			$ 4,273,430	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			19,190	
Total net assets--business-type activities			$ 4,292,620	

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

DAVIS COUNTY

EXHIBIT H

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Major Enterprise Fund	Nonmajor Enterprise Fund	Total Enterprise Funds	Internal Service Funds
	Golf Courses	Commissary		
OPERATING REVENUES:				
Golf course fees	$ 1,955,322	$ -	$ 1,955,322	$ -
Commissary sales	-	902,144	902,144	-
Rent	23,289	-	23,289	-
Charges to other funds	-	-	-	4,460,845
Other revenue	83,980	-	83,980	115,057
Total operating revenue	2,062,591	902,144	2,964,735	4,575,902
OPERATING EXPENSES:				
Salaries, wages, and employee benefits	1,461,691	59,658	1,521,349	1,616,015
Other operating expenses	622,612	262,341	884,953	2,693,341
Depreciation	266,495	-	266,495	144,162
Total operating expenses	2,350,798	321,999	2,672,797	4,453,518
OPERATING INCOME (LOSS)	(288,207)	580,145	291,938	122,384
NON-OPERATING REVENUES (EXPENSES):				
Interest income	-	6,865	6,865	40,356
Loss on sale of capital assets	(5,600)	-	(5,600)	-
Total non-operating revenues (expenses), net	(5,600)	6,865	1,265	40,356
INCOME (LOSS) BEFORE TRANSFERS	(293,807)	587,010	293,203	162,740
Transfers out	(16,000)	(250,000)	(266,000)	-
CHANGE IN NET ASSETS	(309,807)	337,010	27,203	162,740
NET ASSETS:				
Beginning of year	3,962,784	283,443		4,038,525
End of year	$ 3,652,977	$ 620,453		$ 4,201,265
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(1,473)	
Change in net assets of business-type activities			$ 25,730	

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

DAVIS COUNTY

EXHIBIT I

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Major Enterprise Fund Golf Courses	Nonmajor Enterprise Fund Commissary	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	$ 2,068,948	$ 902,670	$ 2,971,618	$ 101,022
Receipts for interfund services provided	-	-	-	4,460,845
Payments to suppliers	(643,490)	(282,288)	(925,778)	(2,776,065)
Payments to employees	(1,487,914)	(54,928)	(1,542,842)	(1,536,498)
Net cash provided by operating activities	(62,456)	565,454	502,998	249,304
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash received from other funds	852,567	-	852,567	-
Transfers out	(16,000)	(250,000)	(266,000)	-
Net cash provided by (used in) noncapital financing activities	836,567	(250,000)	586,567	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(780,511)	-	(780,511)	(74,527)
Proceeds from sale of capital assets	6,400	-	6,400	-
Net cash provided by (used in) capital and related financing activities	(774,111)	-	(774,111)	(74,527)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	-	6,865	6,865	40,356
NET INCREASE IN CASH AND CASH EQUIVALENTS	-	322,319	322,319	215,133
CASH AND CASH EQUIVALENTS:				
Beginning of year	1,100	368,297	369,397	3,073,035
End of year	$ 1,100	$ 690,616	$ 691,716	$ 3,288,168
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	$ (288,207)	$ 580,145	$ 291,938	$ 122,384
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	266,495	-	266,495	144,162
Change in assets and liabilities:				
Accounts receivable	(68,643)	526	(68,117)	(14,035)
Other assets	(15,571)	-	(15,571)	(90,109)
Accounts payable	(5,307)	(19,947)	(25,254)	7,385
Accrued liabilities	4,100	200	4,300	17,300
Unearned revenues	-	-	-	-
Obligation for OPEB	34,279	4,530	38,809	55,338
Obligation for compensated absences	10,398	-	10,398	6,879
Net cash provided by operating activities	$ (62,456)	$ 565,454	$ 502,998	$ 249,304

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

Fiduciary Fund Financial Statements

Agency Funds

These funds accounts for assets held by the County as an agent for other governments or organizations. These funds are custodial in nature and do not involve measuring the results of operations. Individual agency funds are presented in Supplemental Schedule 19 beginning on page 104.

DAVIS COUNTY

EXHIBIT J

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2009

ASSETS	
Cash and cash equivalents	$ 70,632,184
Accounts receivable	648,175
TOTAL ASSETS	$ 71,280,359
LIABILITIES	
Due to individuals, organizations, and other governments	$ 71,280,359

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

Under paragraph 110 of GASB 34, agency funds should not be reported in the statement of changes in fiduciary net assets. Davis County only has agency funds in the Statement of Fiduciary Net Assets. Thus, no Statement of Changes in Fiduciary Net Assets is required.

INDEX TO THE NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies:
   - A. Reporting Entity 49
   - B. Government-wide and Fund Financial Statements 50
   - C. Measurement Focus and Basis of Accounting 51
   - D. Assets, Liabilities, and Fund Balances/Net Assets 52
   - E. Revenues and Expenditures 54
   - F. Interfund Activity and Balances 54
   - G. Budgeting and Budgetary Control 54
2. Deposits and Investments:
   - A. Custodial Credit risk 55
   - B. Credit Risk 55
   - C. Interest Rate Risk 56
   - D. Concentration of Credit Risk 56
3. Interfund Balances and Loans 56
4. Interfund Transfers 57
5. Capital Assets 58
6. Short-term Debt 59
7. Long-term Liabilities:
   - A. Changes in Long-term Liabilities 59
   - B. General Obligation Bonds 60
   - C. Sales Tax Revenue Bonds 60
   - D. Lease Revenue Bonds 62
   - E. Lease/Purchase Agreement 63
8. Net Assets/Fund Balances:
   - A. Restricted Net Assets 63
   - B. Reserved Fund Balance 63
9. Retirement Plans:
   - A. Pension Plans 63
   - B. Deferred Compensation Plans 64
10. Other Postemployment Benefits
   - A. Plan Description 65
   - B. Funding Policy 65
   - C. Annual OPEB Cost and Net OPEB Obligation 65
   - D. Funded Status and Funding Progress 66
   - E. Actuarial Methods and Assumptions 66
11. Risk Management 66
12. Litigation and Contingencies 66
13. Joint Ventures – South Davis Metro Fire District 66
14. Commitments
   - A. South Davis Recreation District/Inter-local agreement 67
   - B. Davis Cultural Arts Center/Inter-local agreement 67

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Davis County (the County) conform in all material respects to generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). Preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements.

The following is a summary of the County's significant accounting policies.

A. Reporting Entity

The County is incorporated under the constitutional provisions of the State of Utah. The County operates under a Commission form of government where the three-member elected Commission has budgetary authority over all county departments and is accountable for all fiscal matters. County property taxes and sales taxes fund a significant portion of the costs of providing services to citizens including public safety, public health, judicial services, public works, social services, tourism promotion, libraries, assessing and collecting property taxes, and general administrative services.

The Comprehensive Annual Financial Report (CAFR) of the County includes the financial statements for all activities of the County (referred to as the "primary government" for reporting purposes) and its "component units". Component units are separate legal entities for which the County is considered to be financially accountable. The decision to include a potential component unit in the reporting entity was made by applying criteria set forth in GASB Statements 14 and 39. The primary criteria for including a board or agency in the CAFR is financial accountability, meaning the County appoints a majority of an organization's governing body *and* either 1) the County can impose its will on the organization, or 2) the organization has the potential to provide specific financial benefits to, or impose specific financial burdens on the County. Other criteria include whether a board or agency is fiscally dependent on the County or whether the relationship with the organization is such that it would be misleading to exclude it from the County's financial statements.

Blended component units, although legally separate entities, are in substance part of the government's operations. They are reported as part of the primary government and blended with the appropriate funds. Discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the County.

Blended Component Units

The Municipal Building Authority of Davis County is governed by a three-member board comprised of the County Commissioners. Its sole purpose is to finance public facilities. Activities for the Municipal Building Authority are blended with the County's special revenue funds and debt service funds. Separate financial statements are not issued or required for the Authority.

The Municipal Building Authority is considered to be a blended component unit because the governing body is the same as the governing body of Davis County.

Discretely Presented Component Units

Davis Behavioral Health (DBH) - Although the County is named as the legal behavioral health authority by State law, the County has contracted with DBH to deliver these services. DBH provides complete evaluation and treatment for behavioral health and substance abuse. The County provides significant support to these behavioral health services. Payments during 2009 were $1,242,808 and pass through grants were $6,094,971. Related party items at December 31, 2009 consisted of $665,094 accounts payable from the County to DBH.

DBH has been determined to be a discretely presented component unit of the County. DBH is a nonprofit corporation exempt from federal tax under Section 501(c)(3) of the Internal Revenue Code. The basic criterion for including DBH as a component unit is the financial statements may be misleading if Davis Behavioral Health were not included. Separate financial statements for DBH may be obtained from Davis Behavioral Health, 291 South 200 West, Farmington, Utah 84025.

Wasatch Integrated Waste Management District (WIWMD) – Wasatch Integrated Waste Management District (WIWMD) is a regional refuse incinerator. It serves the entire area of Davis County (except Bountiful City) and Morgan County. Energy created from the refuse incineration is sold to Hill Air Force Base in the form of steam. WIWMD is a special service district created by the County to construct and operate the waste to energy incinerator plant.

WIWMD has been determined to be a discretely presented component unit of the County. The County has a minority position in the management of WIWMD. Only three of the nineteen trustee positions are held by the County Commission. The basic criterion for including WIWMD as a component unit is that WIWMD is fiscally dependent on the County. The County Commission created WIWMD and has the authority to dissolve the entity. Separate financial statements for WIWMD may be obtained from Wasatch Integrated Waste Management District, 650 East Highway 193, Layton, Utah 84041.

The presentations for both Davis Behavioral Health and Wasatch Integrated Waste Management District are as of their fiscal year-ends, June 30, 2009.

The County Commissioners are also responsible for appointing or approving the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

The County's basic financial statements consist of both government-wide statements and fund statements. The government-wide statements focus on the County as a whole, while the fund statements focus on individual funds.

Government-wide Financial Statements

The government-wide statements present information on all non-fiduciary activities of the primary government and its component units. Primary government activities are distinguished between *governmental* and *business-type* activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The effects of interfund activity have been eliminated from the government-wide statements except for the residual amounts due between governmental and business-type activities.

The *Statement of Net Assets* presents the County's non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are restricted when constraints placed upon them are either externally imposed or are imposed by constitutional provisions or enabling legislation. The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. The County does not allocate general government (indirect) expenses to other functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

Fund Financial Statements

The financial transactions of the County are recorded in individual funds. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is used to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. Separate financial statements are provided for *governmental*, *proprietary*, and *fiduciary funds*, even though the latter are excluded from the government-wide financial statements. For governmental and enterprise funds, the emphasis is on *major funds*, with each displayed in a separate column.

The County reports the following major governmental funds:

- **General Fund** – This fund is the principal operating fund of the County. It is used to account for all financial resources not required to be accounted for in another fund.

- **Health Fund** – This special revenue fund accounts for all activities of the County Health Department.

- **Library Fund** – This special revenue fund accounts for the operations of the County's main library and six branches.

- **Flood Control Fund** – This special revenue fund accounts for all activities of the Public Works Department that relate to the flood channels managed by the County.

- **Capital Projects Fund** – This fund accounts for funds accumulated and spent for routine capital projects.

The County's nonmajor governmental funds account for specific revenue sources that are legally restricted to expenditures for specific purposes. Funds included are Tourism, Aging Services, Special Services Area, Emergency 911 Dispatch, Paramedic, Municipal Building Authority (MBA) Operations, General Government Debt Service, MBA Debt Service, Conference Center Debt Service, Davis Conference Center Expansion Capital Projects, Main Campus Construction Capital Projects, and Special Capital Projects funds. The nonmajor funds are grouped together in a single column in the basic financial statements, and they are displayed individually in the combining statements.

The County reports the following proprietary funds:

- **Golf Courses Fund** – This major enterprise fund accounts for the operations of the County owned golf courses.

- **Commissary Fund** – This nonmajor enterprise fund accounts for the sale of items available to inmates in the jail.

- **Internal Service Funds** – These funds account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County maintains internal service funds for risk management (insurance), telephone systems, and buildings and grounds operations. Internal service funds are reported in a single column on the proprietary fund statements and are combined with governmental activities on the government-wide statements. They are also displayed individually in the combining statements.

The County reports the following fiduciary funds:

- **County Agency Fund** – This fund accounts for the receipt and disbursement of monies passed through the County to other entities.

- **Treasurer's Tax Collection Agency Fund** – This fund accounts for the collection and disbursement of property taxes for all taxing entities in Davis County.

- **Employee Benefits Agency Fund** – This fund accounts for monies held by the County in the payroll process until paid out for taxes, insurances, bonds, etc.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the related liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Other taxes and fees are recognized in the year in which the related sales or other activity has occurred. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

The proprietary fund statements are also prepared using the economic resources measurement focus and the accrual basis of accounting. Fiduciary funds do not have a measurement focus due to their custodial nature, but are prepared using the accrual basis of accounting. Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues generally result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating items, such as interest expense and investment earnings, result from non-exchange transactions or ancillary activities.

For government-wide and enterprise fund financial statements, the County follows all Financial Accounting Standards Board (FASB) Statements and Interpretations, APB Opinions, and Accounting Research Bulletins issued on or before November 30,

1989 unless those standards conflict with or contradict a GASB pronouncement. The County has elected not to follow private-sector guidance subsequent to that date.

The governmental fund financial statements are prepared and reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. "Measurable" means that amounts can be reasonably determined within the current period. Expenditures are generally recorded when the related liability is incurred, as under accrual accounting. More specific details concerning revenues and expenditures can be found below in section E.

D. Assets, Liabilities, and Fund Balances/ Net Assets

Following are the County's significant policies regarding recognition and reporting of certain assets, liabilities, and equity.

Cash and Investments
Cash and cash equivalents consist primarily of demand deposits with financial institutions and short-term investments with original maturities of three months or less from the purchase date. Investments include non-pooled investments and certificates of deposit with original maturities greater than three months. All cash equivalents and investments are stated at fair value except where there is no material difference between cost and fair value.

Accounts Receivable
Receivables from other governments are reasonably assured; accordingly, no allowance for uncollectible accounts has been established.

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

Inventories and other assets
Inventories are valued at cost using the first-in, first out (FIFO) method and are accounted for under the consumption method.

Certain payments to vendors for goods and services reflect costs applicable to future accounting periods and are recorded as a component of other assets in both the government-wide and fund financial statements.

Capital Assets
The County defines capital assets as assets with an initial cost of $5,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost where historical cost information is not available. Donated capital assets are recorded at estimated fair value on the date of donation.

Capital assets purchased by governmental funds are recorded as expenditures in the governmental fund statements. Interest expense for capital asset construction related to governmental activities is not capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Infrastructure improvements, buildings, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Years
Infrastructure	20 - 30
Buildings	40
Equipment	5 - 10

Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Compensated Absences
County employees accrue vacation leave up to a maximum of 360 hours according to the following schedule:

Years of Service	Hours Accrued Per Pay Period
0 – 5 years	4.00 (13 days per year)
6 – 10 years	4.93 (16 days per year)
11 – 15 years	5.85 (19 days per year)
Over 15 years	6.77 (22 days per year)

Employees are allowed to carry up to 360 hours of unused vacation leave into the next calendar year, and all unused vacation leave is paid to employees upon termination. Employees may also earn compensatory time but only at the discretion of the employee's supervisor. The rate is one and one-half hours for each hour worked, with a maximum of 80 hours that can be accrued.

Vacation and compensatory leave are recorded as an expenditure when used in governmental funds and as an expense when earned in proprietary funds and in the government-wide statements. A liability for unused vacation and compensatory leave is recorded in the government-wide Statement of Net Assets and proprietary funds.

Permanent full-time employees accrue sick leave at a rate of 3.7 hours for each two-week pay-period while part-time merit employees accrue sick leave at a pro-rated portion. There is no limit to the amount of sick leave accumulated. Once each year an eligible employee can convert 1/3 of that year's unused sick leave to vacation hours or pay. Sick leave is recorded as an expenditure/expense when used in all funds, and no liability is recorded for unused sick leave.

Upon retirement, the County may pay the employee up to 1/3 of unused accumulated sick leave hours. The employee may also use this amount to acquire health insurance. The County may also pay for premiums to maintain health and dental insurance coverage.

Long-term Obligations
In the government-wide statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, defeasance costs (the difference between the carrying amount of defeased debt and its reacquisition price in bond refunding), and issuance costs are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and deferred defeasance amounts.

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

Net Assets/Fund Balances
The difference between assets and liabilities is *net assets* on the government-wide and proprietary fund financial statements and *fund balance* on the governmental fund statements. Net assets are divided into invested in capital assets (net of related debt), restricted, and unrestricted. Net assets are reported as restricted when constraints are placed upon them by external parties or are imposed by constitutional provisions or enabling legislation.

In the governmental fund statements, fund balances are classified as reserved or unreserved. Reserves represent those portions of fund balance that are not appropriable for expenditure or are legally segregated for a specific future use. Unreserved fund balances are available for future appropriation, though some portions may be designated to represent management's tentative plans for specific future uses.

E. Revenues and Expenditures/Expenses

Following are the County's significant policies related to recognition and reporting of certain revenues and expenditures/expenses:

Revenue Availability
Under the modified accrual basis of accounting, revenues are considered to be available when they are collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers property tax revenues to be "available" if they are collected by the Treasurer's Tax Collection Agency Fund before year-end. Grants and similar items are recognized as revenue when all eligibility requirements have been met. All other revenues, including sales taxes, are considered to be available if they are collected within 60 days after year-end.

Expenditure/Expense Recognition
In governmental funds, expenditures are generally recorded when the related liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, OPEB, and claims and judgments, are recorded only when payment is due. Capital asset acquisitions are reported as expenditures.

In proprietary funds and government-wide statements, expenses are recorded when the related liability is incurred. Proprietary funds distinguish operating expenses from nonoperating expenses. Operating expenses generally result from providing services in connection with the fund's principal operations. When an expense is incurred for purposes for which both restricted and unrestricted resources are available, the County generally uses restricted resources first, then unrestricted resources.

F. Interfund Activity and Balances

Government-wide Statements
In general, eliminations have been made to minimize the double counting of internal activity, including internal service fund type activity. However, interfund services provided and used between different functional categories have not been eliminated in order to avoid distorting the direct costs and program revenues of the applicable functions. Transfers between governmental and business-type activities are reported at the net amount in the government-wide statement of activities. Interfund receivables and payables have been eliminated from the Statement of Net Assets, except for the residual amounts due between governmental and business-type activities, which are shown as "internal balances" and offset each other to result in a zero balance it the total column.

Governmental Fund Statements
Interfund transactions for goods and services provided and used are reported as revenues and expenditures/expenses in the funds involved. Cash transfers between funds of the County are reported as other financing sources and uses in the governmental fund statements.

G. Budgeting and Budgetary Control

Annual budgets are prepared and adopted before December 31 for the calendar year commencing the following January 1 in accordance with the Uniform Fiscal Procedures Act for Utah Counties. Once a budget has been adopted, it remains in effect until it has been formally revised. If any obligations are contracted for in excess of the adopted budget, they are not a valid or enforceable claim against the County. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Adopting the Annual Budget
Each fall, the County Clerk/Auditor submits a tentative operating budget to the County Commission for the calendar year commencing the following January 1st. The operating budget includes proposed expenditures and the means of financing them. The tentative operating budget is reviewed and tentatively adopted by the County Commission on or before November 1st.

Prior to December 31, the County Commission sets a date for a public hearing at which time the taxpayers' comments are heard. Copies of the proposed budget are made available for public inspection ten days prior to the budget hearing. After the

budget hearing, the tentative budget, with any amendments is legally enacted through passage of a resolution. A copy of the budget is certified by the Clerk/Auditor and filed with the State Auditor within thirty days of adoption. A copy of the budget is available to the public after adoption.

Control of budgeted expenditures is exercised, under state law, at the department level. Administrative control is maintained through detailed line-item budgets for all departments. All appropriations lapse at the end of the calendar year.

Budgets for the General Fund, special revenue, debt service, and capital projects funds are legally required and are prepared and adopted on the modified accrual basis of accounting. Budgets for proprietary funds are not legally required.

Modifying the Adopted Budget

Transfers of unexpended appropriations from one expenditure account to another in the same department can be made by consent of the department heads. Transfers of unexpended appropriations from one department to another department, as well as budget reductions for any department, may be made with consent of the Commission. Expenditure appropriations of the General Fund may be increased by resolution only after a public hearing. Any other fund appropriation may be increased after giving public notice that the County Commission will consider such a matter. Notice must be published seven days in advance of the meeting to consider the action. During 2009, the County modified various budgets using the above procedure.

NOTE 2. DEPOSITS AND INVESTMENTS

Deposits and investments for Davis County are regulated by the Utah Money Management Act (*Utah Code*, Title 51, Chapter 7, "the Act") and by rules of the Utah Money Management Council ('the Council"). Following are discussions of the County's exposure to various risks related to its cash and investment activities.

A. Custodial Credit Risk

Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be recovered. The County's policy for managing custodial credit risk is to comply with the Money Management Act. The Act requires all deposits of County funds to be in a *qualified depository*, as defined as a financial institution whose deposits are insured by an agency of the federal government and which is certified by the Utah State Commissioner of Financial Institutions as meeting the requirements of the Act and complying with rules of the Utah Money Management Council.

The County's deposits in financial institutions in excess of the amounts insured by the Federal Deposit Insurance Corporation (FDIC) or National Credit Union Association (NCUA) are uninsured and are not collateralized, nor are they required to be collateralized by state statutes. The County's deposits on December 31, 2009 were $37,868,884, of which $37,618,884 were uninsured and uncollateralized.

Investments. Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. The County does not have a formal policy specific to custodial credit risk of investments. However, general risk is addressed in the adopted Investment Policy.

B. Credit Risk

Credit risk is the risk that the counterparty to an investment transaction will not fulfill its obligations. The County's policy for limiting credit risk of investments is to comply with the Money Management Act. The Act requires investment transactions to be done only through qualified depositories, certified dealers, or directly with issuers of the investment securities. Permitted investments include deposits with qualified depositories; repurchase agreements; commercial paper classified as "first-tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard & Poor's; bankers acceptances; obligations of the U.S. Treasurer and U.S. government sponsored enterprises; bonds and notes of political subdivisions of the State of Utah; fixed rate corporate obligations and variable rate securities rated "A" or higher by two nationally recognized statistical rating organizations; and shares in money market fund as defined by the Act.

The County is also authorized to invest in the Utah Public Treasurer's Investment Fund (PTIF), an external pooled investment fund managed by the elected Utah State Treasurer and staff. It is also subject to the Utah Money Management Act and Utah Money Management Council rules. The PTIF is restricted to public funds of public entities within the state of Utah. The PTIF is not registered with the Securities and Exchange Commission as an investment company and is not rated. Deposits in the PTIF are not insured or guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses, net of administration fees of the PTIF are allocated based on the participants' average daily balances. The value of the PTIF is approximately equal to the value of the pool shares. The County's investments as of December 31, 2009 are shown below:

Investment Type	Fair Value	Maturity	Quality/Rating
Utah Public Treasurer's Investment Fund	$ 104,716,880	64 days*	not rated

*Weighted-average maturity, as reported by the PTIF

C. Interest Rate Risk

Interest rate risk is the risk that the value of an investment will be adversely affected by changes in market investment rates. The County manages exposure to declining value by investing primarily in the PTIF and by complying with the Act. The Act requires the remaining term to maturity of investments may not exceed the period of the availability of the funds to be invested. The Act further limits the remaining time to maturity of commercial paper to 270 days or less and fixed rate negotiable deposits and corporate obligations to 265 days or less. Maturities of the County's investments are noted in the previous table.

D. Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County manages this type of risk by compliance with the Act and rules of the Utah Money Management Council. Rule 2 of the Council limits investment in certain endowments and funds. Rule 17 of the Council limits investment with a single issuer of commercial paper and corporate obligations to between 5 and 10 percent, depending upon the total dollar amount held in a government's portfolio at the time of the purchase.

NOTE 3. INTERFUND BALANCES AND LOANS

Interfund balances arise as the pooled-cash balance of a specific fund becomes negative, thus technically drawing on the pooled-cash of other funds. Interfund balances and loans at December 31, 2009 consisted of the amount below.

Due to the General Fund from Enterprise Funds:	
Golf Fund	$ 1,727,117

This amount is also included as part of the internal balance reported on the government-wide Statement of Net Assets.

NOTE 4. INTERFUND TRANSFERS

Transfers between funds occur primarily to finance programs accounted for in one fund with resources collected in other funds in accordance with budgetary authorizations. Interfund transfers for the year ended December 31, 2009 are shown below.

	Transfer In		Transfer Out	
Major Funds:				
General Fund	$ 1,496,000	a, c, e	$ 14,512,496	b
Health Fund	2,257,500	b	-	
Library Fund	-		125,000	i
Flood Control Fund	3,000,000	b	229,932	d
Capital Projects Fund	5,000,000	b	4,300,000	i
Golf Course Fund	-		16,000	e
Nonmajor Funds:				
Tourism Fund	-		1,318,707	g
Aging Services Fund	1,545,000	b	-	
Special Service Area Fund	229,932	d	-	
Emergency 911 Fund	249,996	b	-	
Paramedic Fund	2,460,000	b	1,230,000	c
MBA Operating Fund	-		293,516	f
MBA Debt Service Fund	293,516	f	-	
Conf. Ctr. Debt Service Fund	1,440,670	g, h	-	
Davis Conference Center Capital Projects Fund	-		121,963	h
Main Campus Constr. Capital Projects Fund	425,000	i	-	
Health Building Constr. Capital Projects Fund	4,000,000	i	-	
Commissary Fund	-		250,000	a
Total Transfers In and Transfers Out	$ 22,397,614		$ 22,397,614	

a) The General Fund received $250,000 from the Commissary fund to support general jail operations.

b) The General Fund transferred general tax monies of the County to support health programs, flood control, senior service programs, Emergency 911, and paramedic. The General Fund also transferred $5,000,000 to the Capital Projects Fund for construction projects.

c) The General Fund received $1,230,000 from the Paramedic fund to support general paramedic operations.

d) The Flood Control Fund transferred $229,932 to the Special Service Area Fund to rent heavy equipment used in flood control projects.

e) The Golf Courses Fund transferred $16,000 to the General Fund to pay for administrative expenses.

f) The MBA Operating Fund transferred $293,516 to the MBA Debt Service Fund to make debt service payments.

g) The Tourism Fund transferred $1,318,707 to the Conference Center Debt Service Fund for debt service payments.

h) The Conference Center Capital Projects Fund transferred $121,963 to the Conference Center Debt Service Fund for debt service payments.

i) The Health Building Construction and Main Campus Construction Capital Projects Funds received various amounts to begin construction on those buildings.

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2009 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land and land improvements	$ 10,024,951	$ 1,659,899	$ -	$ 11,684,850
Land under infrastructure	21,509,077	826,510	-	22,335,587
Construction in progress	108,078	1,457,870	-	1,565,948
Total capital assets not being depreciated	31,642,106	3,944,279	-	35,586,385
Capital assets being depreciated:				
Buildings and improvements	92,455,505	329,788	-	92,785,293
Furniture, fixtures, and equipment	14,912,683	1,912,146	(445,961)	16,378,868
Infrastructure	19,504,251	1,921,953	(92,039)	21,334,165
Total capital assets being depreciated	126,872,439	4,163,887	(538,000)	130,498,326
Less accumulated depreciation for:				
Buildings and improvements	(21,464,980)	(2,301,604)	-	(23,766,584)
Furniture, fixtures, and equipment	(11,648,946)	(1,431,562)	432,775	(12,647,733)
Infrastructure	(10,564,826)	(823,338)	92,039	(11,296,125)
Total accumulated depreciation	(43,678,752)	(4,556,504)	524,814	(47,710,442)
Total capital assets being depreciated, net	83,193,687	(392,617)	(13,186)	82,787,884
Governmental activity capital assets, net	$ 114,835,793	$ 3,551,662	$ (13,186)	$ 118,374,269
Business-type activities:				
Capital assets not being depreciated:				
Land and land improvements	$ 3,463,081	$ 23,945	$ -	$ 3,487,026
Construction in progress	35,139	-	(35,139)	-
Total capital assets not being depreciated	3,498,220	23,945	(35,139)	3,487,026
Capital assets being depreciated:				
Buildings and improvements	1,443,426	627,791	-	2,071,217
Furniture, fixtures, and equipment	2,617,169	163,914	(20,400)	2,760,683
Total capital assets being depreciated	4,060,595	791,705	(20,400)	4,831,900
Less accumulated depreciation for:				
Buildings and improvements	(806,356)	(53,316)	-	(859,672)
Furniture, fixtures, and equipment	(1,730,486)	(213,179)	8,400	(1,935,265)
Total accumulated depreciation	(2,536,842)	(266,495)	8,400	(2,794,937)
Total capital assets being depreciated, net	1,523,753	525,210	(12,000)	2,036,963
Business-type activity capital assets, net	$ 5,021,973	$ 549,155	$ (47,139)	$ 5,523,989

Depreciation expense was charged to functions of the Primary Government as follows:

Governmental activities:	
General government	$ 1,170,577
Public safety	1,845,829
Public Health	182,444
Public works	1,213,492
Depreciation on capital assets of the County's internal service funds is charged to the various functions based on their usage of the assets	144,162
Total depreciation expense—governmental activities	$ 4,556,504
Business-type activities:	
Golf	$ 266,495

NOTE 6. SHORT-TERM DEBT

On July 15, 2009, Davis County issued $6 million of tax anticipation notes at 2 percent interest. This short-term borrowing was necessary to meet operating needs prior to collection of property taxes in November. Total interest on these notes was $55,000 and total principal and interest on the notes was paid in full on December 30, 2009.

NOTE 7. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in long-term liabilities for the year ended December 31, 2009 were as follows:

	Balance January 1, 2009	Additions	Reductions	Balance December 31, 2009	Due Within One Year
Governmental activities:					
General obligation bonds:					
Davis County general obligation bonds, series 2005	$ 22,805,000	$ -	$ (970,000)	$ 21,835,000	$ 1,000,000
Sales tax revenue bonds:					
Davis County sales tax revenue bonds, series 2003	7,285,000	-	(4,835,000)	2,450,000	375,000
Davis County sales tax revenue bonds, series 2006	9,550,000	-	(215,000)	9,335,000	225,000
Davis County sales tax revenue bonds, series 2009A	-	7,550,000	-	7,550,000	1,000,000
Davis County taxable build America bonds, series 2009B	-	19,450,000	-	19,450,000	-
Davis County sales tax refunding revenue bonds, series 2009C	-	4,925,000	-	4,925,000	30,000
Unamortized premiums	-	454,620	(26,854)	427,766	-
Deferred amounts on refundings	-	(703,147)	25,723	(677,424)	-
Total sales tax revenue bonds	16,835,000	31,676,473	(5,051,131)	43,460,342	1,630,000
Lease revenue bonds:					
Municipal Building Authority lease revenue bonds, series 1994	60,000	-	(60,000)	-	-
Municipal Building Authority lease revenue bonds, series 2001	844,000	-	(53,000)	791,000	55,000
Municipal Building Authority lease revenue bonds, series 2006	1,524,000	-	(54,000)	1,470,000	57,000
Total lease revenue bonds	2,428,000	-	(167,000)	2,261,000	112,000
Lease/purchase agreement	1,973,160	-	(478,359)	1,494,801	317,935
Compensated absences	2,762,427	2,041,509	(1,822,010)	2,981,926	298,193
OPEB obligation	1,997,472	2,557,259	(595,605)	3,959,126	-
Total governmental activity long-term debt	$ 48,801,059	$ 36,275,241	$ (9,084,105)	$ 75,992,195	$ 3,358,128
Business-type activities:					
Compensated absences	$ 105,239	$ 81,054	$ (70,656)	$ 115,637	$ 11,564
OPEB obligation	34,705	50,592	(11,783)	73,514	-
Total business-type long-term debt	$ 139,944	$ 131,646	$ (82,439)	$ 189,151	$ 11,564

The compensated absence liabilities are liquidated in the General Fund or the fund where the related employing department operates.

Additional information related to these long-term liabilities is found in the following tables including debt service requirements to maturity.

B. General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the County. The County is subject to a statutory limitation, by the State of Utah, of bonded general obligation indebtedness of two percent of the most recent adjusted fair market value of taxable property. The limit for the County as of December 31, 2009 was $509,554,235, providing a debt margin of $487,719,235. General Obligation Bonds Payable at December 31, 2009 consisted of the following:

General Obligation Bonds Payable

	Issue Date	Maturity Date	Interest Rate	Original Amount	December 31, 2009
2005 Jail Expansion Bonds	1/11/2005	2/1/2025	3.00%-4.75%	$ 24,800,000	$ 21,835,000

General Obligation Bonds-Debt Service Requirement to Maturity

	Series 2005	
Year	Principal	Interest
2010	$ 1,000,000	$ 899,050
2011	1,030,000	867,313
2012	1,070,000	829,175
2013	1,115,000	784,081
2014	1,160,000	737,188
2015-2019	6,540,000	2,936,937
2020-2024	8,065,000	1,413,956
2025	1,855,000	44,056
Total	$ 21,835,000	$ 8,511,756

C. Sales Tax Revenue Bonds

The County issues sales tax revenue bonds to provide funds for the acquisition, construction, and expansion of major capital facilities. These bonds are not considered general obligations of the County, but are special limited obligations secured by and payable solely from the County's Sales Tax receipts.

On September 23, 2009, the County issued $7,550,000 of Series 2009A sales tax revenue bonds with an average interest rate of 3.1% and $19,450,000 of Series 2009B taxable Build America Bonds with an average interest of 5.47%. The 2009A bonds were issued at a premium of $266,276. The bond proceeds are being used to finance the costs of storm drainage and flood control projects and related improvements. Pursuant to the American Recovery and Reinvestment Act of 2009, the County will receive cash subsidy payments from the United States Treasury equal to 35% of the interest payable on the 2009B Build America Bonds.

Also on September 23, 2009, the County issued $4,925,000 of Series 2009C sales tax revenue bonds to advance refund $4,475,000 of outstanding Series 2003B sales tax revenue bonds. The net proceeds of the new bonds of $5,062,147, together with a cash contribution of $116,000, were deposited into an irrevocable escrow account to provide for the debt service payments on the refunded bonds. As a result, $4,475,000 of Series 2003B bonds are considered defeased and the escrow account assets and the liability for the defeased bonds are not included on the Statement of Net Assets.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $703,147. This difference, reported in the Statement of Net Assets as a deduction from bonds payable, is being charged to operations through the year 2023 using the effective interest method. The refunding reduced the payments by $227,305 over the next 14 years and resulted in an economic gain (difference between the present values of the old and new debt service payments) of $122,853. Sales Tax Revenue Bonds Payable at December 31, 2009 consisted of the following:

	Sales Tax Revenue Bonds Payable				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance December 31,
2003 Conference Center B	10/23/2003	10/1/2015	2.00%-4.100%	$ 8,250,000	$ 2,450,000
2006 Conference Center Expansion	9/12/2006	10/1/2027	4.00%-4.375%	9,955,000	9,335,000
2009A Flood Projects Bonds	9/23/2009	4/1/2016	2.00%-4.000%	7,550,000	7,550,000
2009B Taxable Build America Bonds	9/23/2009	4/1/2029	4.20%-6.000%	19,450,000	19,450,000
2009C Refunding Bonds	9/23/2009	4/1/2023	2.00%-4.000%	4,925,000	4,925,000
	Total Sales Tax Revenue Bonds Outstanding				43,710,000
	Add Unamortized Premium				427,766
	Less Deferred Amount on Refunding				(677,424)
	Total Sales Tax Revenue Bonds Payable				43,460,342

Sales Tax Revenue Bonds-Debt Service Requirement to Maturity

	Series 2003B		Series 2006		Series 2009A	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2010	$ 375,000	$ 92,085	$ 225,000	$ 399,735	$ 1,000,000	$ 197,000
2011	385,000	79,898	235,000	390,173	1,025,000	172,250
2012	400,000	66,422	245,000	380,185	1,050,000	151,500
2013	415,000	51,423	255,000	369,772	1,075,000	130,250
2014	430,000	35,445	265,000	358,935	1,100,000	105,750
2015-2019	445,000	18,245	1,515,000	1,614,900	2,300,000	93,000
2020-2024	-	-	2,655,000	1,265,550	-	-
2025-2027	-	-	3,940,000	346,652	-	-
Total	$ 2,450,000	$ 343,518	$ 9,335,000	$ 5,125,902	$ 7,550,000	$ 849,750

(Continued)

Sales Tax Revenue Bonds-Debt Service Requirement to Maturity (Continued)

	Build America Bonds Series 2009B				Refunding Series 2009C	
Year	Principal	Interest	BAB Subsidy	Interest Net of BAB Subsidy	Principal	Interest
2010	$ -	$ 1,059,163	$ (370,707)	$ 688,456	$ 30,000	$ 188,326
2011	-	1,036,138	(362,648)	673,490	35,000	183,575
2012	-	1,036,137	(362,648)	673,489	35,000	182,875
2013	-	1,036,138	(362,648)	673,490	35,000	182,175
2014	-	1,036,137	(362,648)	673,489	35,000	181,387
2015-2019	3,775,000	4,937,138	(1,727,998)	3,209,140	2,215,000	734,738
2020-2024	7,125,000	3,460,406	(1,211,142)	2,249,264	2,540,000	188,012
2025-2029	8,550,000	1,301,075	(455,377)	845,698	-	-
Total	$ 19,450,000	$ 14,902,332	$ (5,215,816)	$ 9,686,516	$ 4,925,000	$ 1,841,088

	Total			
	Principal	Interest	BAB Subsidy	Interest Net of BAB Subsidy
2010	$ 1,630,000	$ 1,936,309	$ (370,707)	$ 1,565,602
2011	1,680,000	1,862,034	(362,648)	1,499,386
2012	1,730,000	1,817,119	(362,648)	1,454,471
2013	1,780,000	1,769,758	(362,648)	1,407,110
2014	1,830,000	1,717,654	(362,648)	1,355,006
2015-2019	10,250,000	7,398,021	(1,727,998)	5,670,023
2020-2024	12,320,000	4,913,968	(1,211,142)	3,702,826
2025-2029	12,490,000	1,647,727	(455,377)	1,192,350
Total	$ 43,710,000	$ 23,062,590	$ (5,215,816)	$ 17,846,774

(Concluded)

D. Lease Revenue Bonds

Lease revenue bonds are issued by the Municipal Building Authority of Davis County, a blended component unit of the County. These bonds are not considered general obligations of the County, but are special limited obligations payable from the lease revenues derived from the assets acquired or constructed with bond proceeds. Lease Revenue Bonds Payable at December 31, 2009 consisted of the following:

	Lease Revenue Bonds Payable				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance December 31, 2009
2001 Wasatch Front Regional Council	9/4/2001	9/4/2019	2.00%-5.25%	$ 1,153,000	$ 791,000
2006 DMV	5/11/2006	11/1/2026	4.56%-5.75%	1,626,000	1,470,000
			Total Lease Revenue Bonds Payable……		$ 2,261,000

Lease Revenue Bonds-Debt Service Requirement to Maturity

	Series 2001 WFRC		Series 2006 DMV		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2010	$ 55,000	$ 38,413	$ 57,000	$ 78,524	$ 112,000	$ 116,937
2011	59,000	35,578	60,000	75,880	119,000	111,458
2012	61,000	32,570	62,000	73,078	123,000	105,648
2013	65,000	29,520	65,000	70,170	130,000	99,690
2014	67,000	26,297	68,000	67,102	135,000	93,399
2015-2019	484,000	77,736	394,000	282,150	878,000	359,886
2020-2024	-	-	515,000	162,415	515,000	162,415
2025-2026	-	-	249,000	21,677	249,000	21,677
Total	$ 791,000	$ 240,114	$ 1,470,000	$ 830,996	$ 2,261,000	$ 1,071,110

E. Lease/Purchase Agreement

On January 22, 2002 Davis County entered into a financing agreement with Zions First National Bank to provide a maximum of $5,400,000 to pay for preliminary site improvements on a jail expansion and other small projects. The agreement requires annual appropriations by the County Commission and is secured by the improvements. The interest rate is variable at 70 percent of the Prime Lending Rate of the Bank. Payments are made annually in Janaury. The balance of the lease/purchase agreement at December 31, 2009 was $1,494,801.

NOTE 8. NET ASSETS/FUND BALANCES

A. Restricted Net Assets

The government-wide statement of net assets reports $40,833,438 of restricted net assets, none of which is restricted by enabling legislation.

B. Reserved Fund Balance

Davis County's reserved fund balances represent amounts that are legally restricted for specific purposes by external contracts, bond agreements, or county ordinances. The purposes for the reservations are noted on the face of the statements.

NOTE 9. RETIREMENT PLANS

A. Pension Plans

Davis County contributes to the Local Government Noncontributory Retirement System and the Public Safety Retirement System, (collectively, the Systems), both of which are cost-sharing multiple-employer defined benefit pension plans. The Systems are administered by Utah Retirement Systems (URS) under the direction of the URS Board, which consists of the State Treasurer and six members appointed by the governor. URS is established under and governed by Title 49 of *Utah Code Annotated, 1953*, as amended (UCA). URS publishes an annual financial report that includes financial statements and required supplementary information for all retirement systems and deferred compensation plans administered by it. Copies of the report may be obtained by writing to Utah Retirement Systems, 540 East 200 South, Salt Lake City, Utah 84102; by calling 1-800-753-7361; or by visiting www.urs.org.

Retirement benefits, as specified by UCA Title 49, cover substantially all employees of the State, public education, and other political subdivisions of the State. Only the State Legislature can modify benefits. The Systems provide pension, death, and disability benefits for employees who meet all eligibility requirements. Employees are eligible for retirement benefits upon

attainment of the age specified for their employment classification or a combination of age plus years of service. A brief summary of eligibility, benefits, and contribution rates of the Systems is provided in the table located below.

Expenditures or expenses for retirement costs are recorded in the County's funds as contributions are made to the Systems. Contributions made each year were equal to the contributions required by the County's contract with URS. Therefore, the County has no liability for pension obligations.

	General Government	Public Safety System	
	Noncontributory System	Contributory System (b)	Noncontributory System
Highest Average Salary	Highest 3 Years	N/A	Highest 3 Years
Years of Service and Age of Eligibility	30 years any age 25 years any age (a) 20 years age 60 (a) 10 years age 62 (a) 4 years age 65	N/A	20 years any age 10 years age 60 4 years age 65
Benefit Percent per Year of Service	2.00% per year	N/A	2.50% per year up to 20 years 2.00% per year over 20 years Benefit cannot exceed 70 % of final average salary.
Annual Cost of Living Adjustment	up to 4.00%	N/A	up to 2.5%
2009 Rates as Percent of Covered Payroll:			
January-June 2009			
Employer	11.62%	N/A	22.61%
Member	N/A	N/A	N/A
July-December 2009			
Employer	11.66%	N/A	23.34%
Member	N/A	N/A	N/A
Actual County Contributions Made, by year:			
2009	$ 2,751,650	$ -	$ 2,277,387
2008	$ 2,543,596	$ -	$ 2,023,960
2007	$ 2,339,234	$ 53,420	$ 1,898,410

(a) Requires full actuarial reductions.
(b) The Public Safety Contributory Retirement System was discontinued in 2008.

B. Deferred Compensation Plans

The County participates in a 401(k) Plan and a 457 Plan (collectively, the Plans), both of which are defined contribution plans administered by URS. The Plans are in addition to the retirement benefits outlined above. Voluntary contributions may be made to the Plans subject to URS and Internal Revenue Service limitations. The County contributes a matching amount up to 5.0 percent of eligible employees' salaries to the 401(k) Plan, and employees may contribute to both Plans up to maximum percentages allowed by IRS regulations.

Account balances of the Plans are fully vested to the participants at the time of deposit. All assets and income of the Plans are held by URS for the exclusive benefit of the participants or their beneficiaries. For the year ended December 31, 2009, Davis County contributed $1,876,528 to employees' 401(k) Plans.

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

In addition to the pension benefits described in Note 10, the County provides postemployment health care, through a single employer defined benefit plan, to all employees who have worked for the County for at least eight years and are eligible to retire under Utah Retirement System regulations. The benefits, benefit levels, employee contributions, and employer contributions are governed by County policy, and can be amended at any time. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

B. Funding Policy

The County currently pays for postemployment benefits on a "pay-as-you-go" basis. Although the County is studying the establishment of a trust that would be used to accumulate and invest assets necessary to pay for the accumulated liability, these financial statements assume that "pay-as-you-go" funding will continue.

C. Annual OPEB Cost and Net OPEB Obligation

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the employer's annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. For the fiscal year ended December 31, 2009, the County's annual OPEB cost (expense) was $2,607,851. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

Annual required contribution	$ 2,639,565
Interest on net OPEB obligation	81,287
Adjustment to annual required contribution	(113,001)
Annual OPEB cost (expense)	2,607,851
Contributions made	(607,388)
Increase in net OPEB obligation	2,000,463
Net OPEB obligation-beginning of year	2,032,177
Net OPEB obligation-end of year	$ 4,032,640

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal years ended December 31, 2008 and 2009 are as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2008	$ 2,639,565	$ 607,388	23.01%	$ 2,032,177
December 31, 2009	2,607,851	607,388	23.29%	4,032,640

D. Funded Status and Funding Progress

The funded status of the plan as of December 31, 2009 was as follows:

Actuarial accrued liability (AAL)	$	20,429,503
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)		20,429,503
Funded ratio (actuarial value of plan assets/AAL)		0%
Covered payroll (active plan members)		33,552,062
UAAL as a percentage of covered payroll		61%

E. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the 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 to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the actuarial valuation, the liabilities were computed with the projected unit credit method using full accrual at full eligibility age. The actuarial assumptions utilized a 4 percent discount rate. Because the plan is unfunded, reference to the general assets, which are short-term in nature, was considered in the selection of the 4 percent rate. The valuation assumes a 6.5 percent medical trend rate for 2009, reduced by decrements of .5 percent each year to a rate of 5.5 percent for 2011 and later. The unfunded actuarial accrued liability (UAAL) is being amortized over a closed 30 year period in level dollar amounts.

NOTE 11. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County purchases commercial insurance through the Utah Counties Insurance Pool to mitigate the costs of these risks. The County's responsibility extends only to payment of premiums and deductibles. Deductibles are $500 for general liability claims and $1,000 for auto physical damage. The amount of settlements has not exceeded insurance coverage since the inception of commercial insurance coverage in 1998. The County also purchases a $10,000,000 excessive policy from States Insurance.

The County maintains the Risk Management Fund (an internal service fund) to account for the cost of commercial insurance and to finance its risk of losses not covered by insurance. All departments of the County make payments to the Risk Management Fund based on estimates of each department's insurable risks of loss and on amounts needed to pay prior and current-year uninsured claims.

NOTE 12. LITIGATION AND CONTINGENCIES

The County records liabilities resulting from claims and legal actions when they become fixed or determinable in amount. The County is currently the defendant in several pending lawsuits. Legal counsel is of the opinion that potential claims against the County resulting from such litigation not covered by insurance do not pose a threat of significant liability to the County.

The County has received several federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to grantor agencies for expenditures disallowed under the terms of the grant. Based upon prior experience, the County believes such disallowances, if any, will be immaterial.

NOTE 13. JOINT VENTURES – South Davis Metro Fire Agency

The South Davis Metro Fire Agency was created through an inter-local governmental agreement among various municipalities in southern Davis County. The District exists to provide fire protection and ambulance services to those entities involved in

the agreement. The Agency is governed by a 7-member board consisting of representatives from each of the five cities and also two from the County. The Board is responsible for directing all activities of the Agency including approving an annual budget and appointing the Chief. Separate financial information can be obtained from South Davis Metro Fire Agency, 255 South 100 West, Bountiful, Utah 84010.

The South Davis Metro Fire Agency receives its funding from an annual assessment paid by each participant. The assessment is allocated based on taxable value of each participating entity. In 2009, the County participated as a representative of the citizens of the unincorporated area of the County. The payment is recorded as part of the Special Service Area Fund. The County payment for 2009 was $140,587. It represents only 3.13% of the total operating costs of the Agency.

NOTE 14. COMMITMENTS

A. South Davis Recreation District / Inter-local agreement

In 2005 Davis County entered into an inter-local financing agreement with the South Davis Recreation District and Bountiful City for Bountiful City to provide $2,000,000 to pay for the construction of an ice arena for the development of tourism within the District. The agreement advanced $2 million dollars to the South Davis Recreation District from Bountiful City. The County committed to use monies from its Tourism fund over a ten-year period to help the District repay this advance to Bountiful City. The agreement requires annual appropriations by the County Commission. The commitment is not considered a long-term debt of the County since the County received no proceeds nor did the County receive any assets, but rather, the County entered the agreement to support the South Davis Recreation District since it benefits the Citizens of the County, as well as, promotes tourism in the County. Should the Commissioners elect annually to fund the payment, (as shown on the table below) semiannual principal and interest payments are due before July 1 and December 31 of each year to the District. The interest rate is 3.5%. The balance of the inter-local agreement at December 31, 2009 was $1,282,113.

SDRD Inter-Local Agreement - Debt Service Requirement to Maturity

	2005 SDRD ILA	
Maturity Date	**Principal**	**Interest**
2010	$ 195,587	$ 43,177
2011	202,493	36,272
2012	209,642	29,123
2013	217,044	21,721
2014	224,707	14,058
2015	232,640	6,124
Total	$ 1,282,113	$ 150,475

B. Davis Cultural Arts Center / Inter-local agreement

On March 17, 2009, the County entered into an inter-local financing agreement with the Redevelopment Agency of Centerville City (the "Agency") to provide a total of $2,000,000 towards the building and promoting of a Cultural Arts Center. Under the terms of the agreement, the County made an initial lump sum payment of $800,000 to the Agency on May 26, 2009, and will subsequently, for a period of seven years, provide the Agency with yearly payments of $171,429 on March 1 of each of the seven years. All payments are subject to budget appropriation and approval by the County Commission.

www.daviscountyutah.gov

GREAT SALT LAKE BIRD FESTIVAL

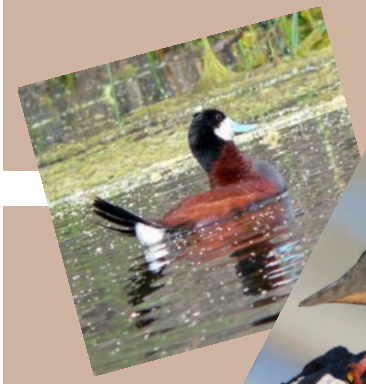
May 14-18, 2009

Davis County Events Center

www.greatsaltlakebirdfest.com

SPONSORS:

Davis County - Farmington Bay WMA - The Nature Conservancy of Utah - Davis Chamber of Commerce
Best Western CottonTree Inn - Friends of Antelope Island- Utah Wetlands Foundation - Chevron
Wasatch Audubon - Ambassador Duck Club - Rio Tinto Kennecott Utah Copper Corporation
Utah Division of Wildlife Resources - Davis County Events Center - Home Depot, Centerville
Antelope Island State Park - Friends of Great Salt Lake - Wild Bird Center, Layton
Davis County Commissioners Cup Golf Tournament - Great Salt Lake Audubon
National Audubon Society - Bear River MBR; U.S. Fish & Wildlife Service
The Breeze 97.9 & KLO - Davis School District - Swaner EcoCenter
JEPS Foundation - Bridgerland Audubon - Westwings, Inc.
Utah County Birders - Tracy Aviary - Standard Examiner



REQUIRED SUPPLEMENTARY INFORMATION

Blank Backside of Required Supplementary Information Divider Page

Budgeting and Budgetary Control

As more fully explained in Note 1 of the Notes to the Financial Statements, annual budgets are prepared and adopted before December 31 for the calendar year commencing the following January 1 in accordance with the Uniform Fiscal Procedures Act for Utah Counties. State law requires budgeted revenues to equal budgeted expenditures, and legal control is exercised at the division level. Once a budget has been adopted, it remains in effect until it has been formally revised. Budgets for the General Fund, special revenue, debt service, and capital projects funds are legally required and are prepared and adopted on the modified accrual basis of accounting. Therefore, no reconciliation between budgetary schedules and the GAAP statements is required.

The budgetary comparison schedules presented in this section of the report are for the General Fund and each of the County's major special revenue funds. Budgetary comparison schedules for the County's other governmental funds are included as Supplementary Information. Original budgets represent the revenue estimates and spending authorized by the Board of County Commissioners prior to January 1. Final budgets represent the original budget amounts plus any amendments made to the budget during the year by the County Commissioners through formal resolution. Final budgets do not include unexpended balances from the prior year because such balances automatically lapse to unreserved fund balance at the end of each year.

DAVIS COUNTY

EXHIBIT L
(Page 1 of 3)

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
Taxes:				
General property taxes - current	$ 28,425,000	$ 29,780,142	$ 29,005,291	$ (774,851)
General property taxes - delinquent	885,000	885,000	1,517,439	632,439
Penalties and interest on delinquent taxes	460,000	460,000	588,761	128,761
Fee-in-lieu	3,200,000	3,200,000	3,474,042	274,042
Sales tax	11,500,000	11,500,000	9,869,206	(1,630,794)
Total taxes	44,470,000	45,825,142	44,454,739	(1,370,403)
Licenses and permits:				
Marriage licenses	23,000	23,000	20,435	(2,565)
Animal licenses	264,000	264,000	225,417	(38,583)
Total licenses and permits	287,000	287,000	245,852	(41,148)
Fines and forfeitures				
Justice court	1,800,000	1,800,000	1,760,950	(39,050)
Other court	14,000	14,000	13,004	(996)
Total fines and forfeitures	1,814,000	1,814,000	1,773,954	(40,046)
Intergovernmental and grant revenue:				
Federal - emergency services	40,000	40,000	101,080	61,080
Federal payment in lieu of taxes	45,000	45,000	75,099	30,099
RSAT grant	-	31,107	64,190	33,083
State grants:				
State forest service	7,500	7,500	8,096	596
Victim services	94,085	94,085	98,045	3,960
EMS per capita	21,662	21,662	14,441	(7,221)
Children's justice centers	185,834	202,560	176,014	(26,546)
Drug court grant	275,500	275,500	266,361	(9,139)
DUI grant	100,000	100,000	196,701	96,701
Other	45,594	289,564	219,934	(69,630)
Total intergovernmental and grant revenue	815,175	1,106,978	1,219,961	112,983
Charges for services:				
Clerk fees	175,000	175,000	173,376	(1,624)
Recorder fees	1,600,000	1,600,000	1,807,849	207,849
A.L.S. fees	101,500	101,500	114,713	13,213
Sheriff fees	1,084,633	1,084,633	1,170,194	85,561
Jail fees	7,547,750	7,547,750	8,484,346	936,596
Drug court participation fees	24,500	24,500	25,524	1,024
Microfilming fees	60,000	60,000	75,823	15,823
Surveyor filing fees	3,500	3,500	4,695	1,195
Wellness program fees	1,500	1,500	20,851	19,351
Animal shelter fees	838,778	884,943	827,130	(57,813)
Causeway user fees	100,000	100,000	127,799	27,799
Miscellaneous fees	56,900	56,900	51,675	(5,225)
Total charges for services	11,594,061	11,640,226	12,883,975	1,243,749
Interest	100,000	100,000	95,894	(4,106)

(Continued)

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Other:				
Rent	185,000	185,000	321,706	136,706
Sundry:				
Public defender	162,000	162,000	175,907	13,907
Information systems	302,500	302,500	252,185	(50,315)
Clerk/Auditor	41,500	41,500	97,171	55,671
Attorney	12,000	12,000	19,555	7,555
Personnel	86,390	86,390	27,031	(59,359)
Children's Justice Center	30,026	40,026	49,751	9,725
Treasurer	2,500	2,500	2,276	(224)
Surveyor	1,000	1,000	1,691	691
S.S. revenues	8,000	8,000	16,000	8,000
Miscellaneous	102,872	151,522	332,355	180,833
Total other revenues	933,788	992,438	1,295,628	303,190
TOTAL REVENUES	60,014,024	61,765,784	61,970,003	204,219
EXPENDITURES				
General government:				
Commissioners	736,173	743,108	738,438	4,670
Tax Administration	-	248,250	185,193	63,057
Drug court	300,779	301,779	301,601	178
Justice court	679,052	716,801	704,215	12,586
Legal defender	1,228,788	1,251,288	1,251,012	276
Personnel	896,312	900,610	785,094	115,516
Information systems	4,579,878	3,861,347	3,748,132	113,215
Clerk/Auditor	2,675,375	2,645,447	2,365,196	280,251
Treasurer	573,797	587,235	523,831	63,404
Recorder	1,262,687	1,290,048	1,238,495	51,553
Attorney	3,061,029	3,074,433	2,992,125	82,308
Assessor	2,313,567	2,396,713	2,274,073	122,640
Surveyor	597,150	603,023	601,579	1,444
Victim services	302,529	302,529	294,631	7,898
Children's Justice Center	274,134	296,030	294,231	1,799
Community and Economic Development	272,579	279,588	272,533	7,055
Planning	303,129	378,879	374,513	4,366
USU AG Extension	193,530	193,530	192,864	666
Non-departmental	2,637,158	2,387,709	2,316,288	71,421
Total general government	22,887,646	22,458,347	21,454,044	1,004,303
Public safety:				
Sheriff	11,023,308	11,239,654	10,689,138	550,516
State forest fire protection	60,000	60,000	33,556	26,444
Jail	15,778,452	15,812,162	14,984,938	827,224
Animal services	1,869,475	1,965,601	1,836,278	129,323
Total public safety	28,731,235	29,077,417	27,543,910	1,533,507
Public health - poor and indigent	3,500	6,000	5,600	400
Public works - vehicle maintenance	353,509	357,409	337,119	20,290

(Continued)

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Debt service				
Principal retirement	400,000	400,000	478,359	(78,359)
Interest and other	150,000	150,000	71,641	78,359
Total debt service	550,000	550,000	550,000	-
Capital outlay	360,200	1,336,428	1,144,956	191,472
TOTAL EXPENDITURES	52,886,090	53,785,601	51,035,629	2,749,972
EXCESS OF REVENUES OVER EXPENDITURES	7,127,934	7,980,183	10,934,374	2,954,191
OTHER FINANCING SOURCES (USES):				
Sale of capital assets	50,000	50,000	93,391	43,391
Transfers in	1,496,000	1,496,000	1,496,000	-
Transfers out	(10,612,500)	(14,512,500)	(14,512,496)	4
Total other financing sources (uses), net	(9,066,500)	(12,966,500)	(12,923,105)	43,395
NET CHANGE IN FUND BALANCE	(1,938,566)	(4,986,317)	(1,988,731)	2,997,586
FUND BALANCE - Beginning of year	13,625,721	18,286,835	18,286,835	-
FUND BALANCE - End of year	$ 11,687,155	$ 13,300,518	$ 16,298,104	$ 2,997,586

(Concluded)

DAVIS COUNTY

EXHIBIT M

HEALTH SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
Intergovernmental and grant revenue	$ 5,559,807	$ 6,697,228	$ 6,179,898	$ (517,330)
Charges for services	4,057,050	4,059,550	3,813,038	(246,512)
Interest	-	-	5,566	5,566
Other	3,050	23,050	76,517	53,467
Total revenues	9,619,907	10,779,828	10,075,019	(704,809)
EXPENDITURES				
Public health:				
Salaries and benefits	6,932,510	7,492,510	6,546,646	945,864
Operating expenditures	2,147,368	2,822,947	2,176,709	646,238
Food vouchers	2,751,000	2,751,000	3,090,111	(339,111)
Capital outlay	83,000	84,342	6,242	78,100
Total expenditures	11,913,878	13,150,799	11,819,708	1,331,091
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(2,293,971)	(2,370,971)	(1,744,689)	626,282
OTHER FINANCING SOURCES:				
Sale of capital assets	-	-	99	99
Transfers in	2,257,500	2,257,500	2,257,500	-
Total other financing sources	2,257,500	2,257,500	2,257,599	99
NET CHANGE IN FUND BALANCE	(36,471)	(113,471)	512,910	626,381
FUND BALANCE - Beginning of year	78,582	538,192	538,192	-
FUND BALANCE - End of year	$ 42,111	$ 424,721	$ 1,051,102	$ 626,381

DAVIS COUNTY

EXHIBIT N

LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
General property taxes:				
Current	$ 6,185,417	$ 6,090,083	$ 5,735,614	$ (354,469)
Delinquent	225,879	225,879	271,375	45,496
Penalties and interest on delinquent taxes	18,287	18,287	18,065	(222)
Total taxes	6,429,583	6,334,249	6,025,054	(309,195)
Fines and forfeitures	185,000	185,000	189,499	4,499
Intergovernmental and grant revenue	57,500	70,680	72,594	1,914
Charges for services	1,000	1,000	-	(1,000)
Interest	-	-	3,738	3,738
Other	20,000	20,000	18,802	(1,198)
Total revenues	6,693,083	6,610,929	6,309,687	(301,242)
EXPENDITURES:				
General government:				
Salaries and benefits	4,025,817	3,950,817	3,851,403	99,414
Operating expenditures	1,719,726	1,807,906	1,781,460	26,446
Capital outlay	140,000	201,000	12,417	188,583
Total expenditures	5,885,543	5,959,723	5,645,280	314,443
EXCESS OF REVENUES OVER EXPENDITURES	807,540	651,206	664,407	13,201
OTHER FINANCING SOURCES (USES):				
Sale of capital assets	-	-	417	417
Transfers out	-	(125,000)	(125,000)	-
Total other financing sources (uses), net	-	(125,000)	(124,583)	417
NET CHANGE IN FUND BALANCE	807,540	526,206	539,824	13,618
FUND BALANCE - Beginning of year	2,158,471	2,172,530	2,172,530	-
FUND BALANCE - End of year	$ 2,966,011	$ 2,698,736	$ 2,712,354	$ 13,618

DAVIS COUNTY

EXHIBIT O

FLOOD CONTROL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

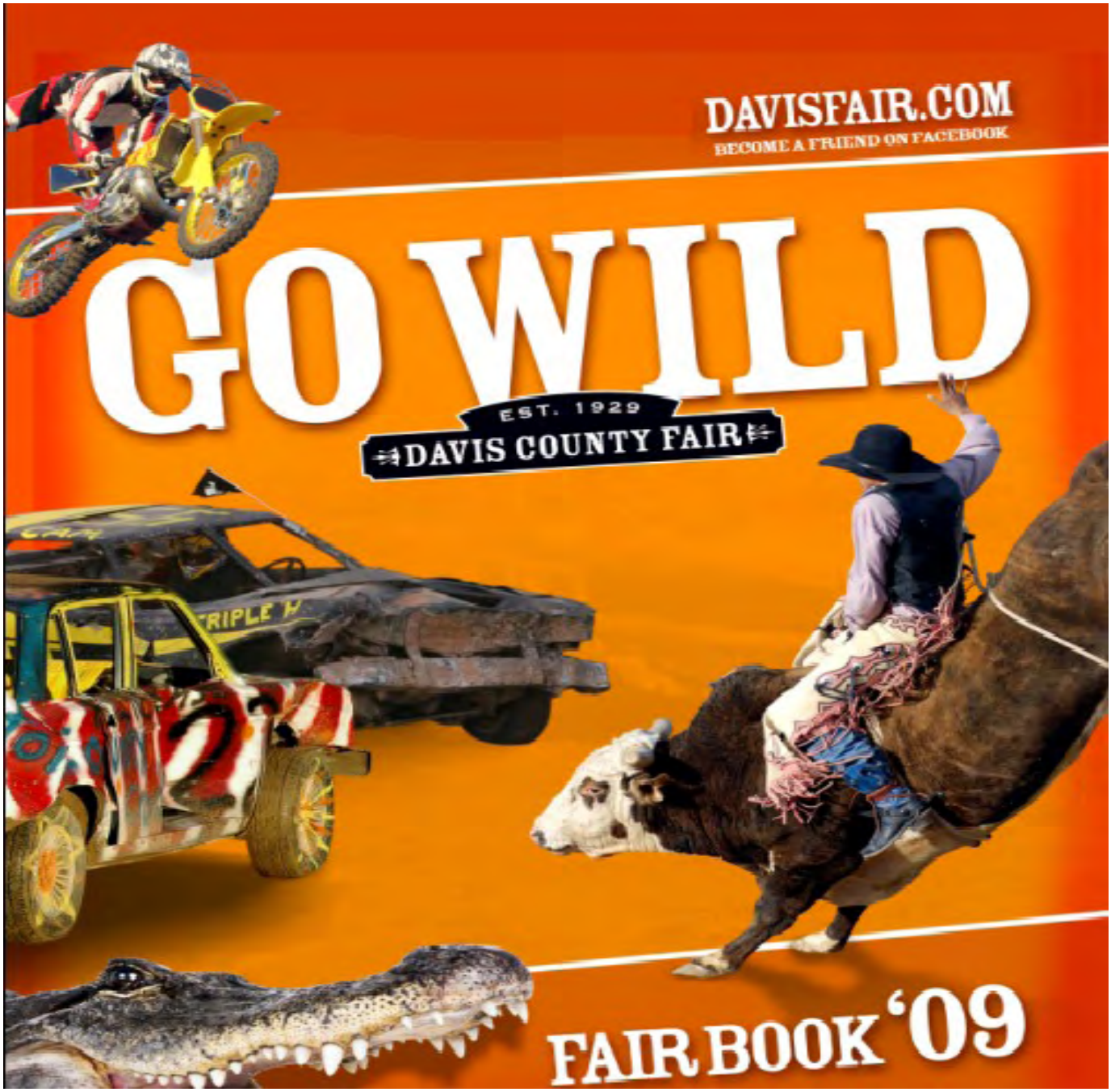
	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
Intergovernmental and grant revenue	$ -	$ -	$ 19,161	$ 19,161
Interest	20,000	20,000	54,028	34,028
Other	-	-	1,265	1,265
Total revenues	20,000	20,000	74,454	54,454
EXPENDITURES:				
Public works				
Salaries and benefits	1,193,906	1,193,906	1,152,873	41,033
Operating expenditures	252,748	537,748	480,528	57,220
Capital outlay	1,468,500	1,732,981	1,341,909	391,072
Total expenditures	2,915,154	3,464,635	2,975,310	489,325
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(2,895,154)	(3,444,635)	(2,900,856)	543,779
OTHER FINANCING SOURCES (USES):				
Sales Tax Revenue and Build America Bonds issued	-	27,000,000	27,000,000	-
Premium on bonds issued	-	266,276	266,276	-
Transfers in	3,000,000	3,000,000	3,000,000	-
Transfers out	(100,000)	(100,000)	(229,932)	(129,932)
Total other financing sources (uses), net	2,900,000	30,166,276	30,036,344	(129,932)
NET CHANGE IN FUND BALANCE	4,846	26,721,641	27,135,488	413,847
FUND BALANCE - Beginning of year	957,820	1,238,734	1,238,734	-
FUND BALANCE - End of year	$ 962,666	$ 27,960,375	$ 28,374,222	$ 413,847

DAVIS COUNTY **EXHIBIT P**

INFORMATION ABOUT OTHER POSTEMPLOYMENT BENEFIT PLAN

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
January 1, 2008	$ -	$ 20,429,503	$ 20,429,503	0%	$ 30,841,425	66%
January 1, 2009	-	20,429,503	20,429,503	0%	33,552,062	61%



SUPPLEMENTARY INFORMATION

Blank Backside of Supplementary Information Divider Page

Nonmajor Governmental Funds

Tourism Special Revenue Fund

This fund accounts for transient room tax, restaurant tax, car rental tax, and other revenues and expenditures of the County related to the promotion and development of tourism within the County.

Aging Services Special Revenue Fund

This fund accounts for all activities of the Aging Services Department. It includes services provided for senior citizens and also for the Tri-County Weatherization projects managed by the County.

Special Services Area Special Revenue Fund

This fund accounts for revenues and expenses related to providing municipal type services in the unincorporated areas of Davis County. In addition, it includes the County's B-Roads and the Vehicle Service Department.

Emergency 911 Dispatch Special Revenue Fund

This fund accounts for revenues and expenditures related to the 911 emergency numbers.

Paramedic Special Revenue Fund

This fund accounts for the costs associated with the interlocal agreement the County has with the South Davis Metro Fire Agency and the Layton Fire Department for paramedic services in parts of the County.

Municipal Building Authority Special Revenue Fund

This fund accounts for monies received by the County related to the rental of County buildings.

General Obligation Debt Service Fund

This fund accounts for the accumulation of property taxes for the payment of principal, interest, and related costs of the County's general obligation bonds.

Municipal Building Authority Debt Service Fund

This fund accounts for the revenues and expenditures related to the long-term debt of the County Municipal Building Authority Bonds.

Conference Center Debt Service Fund

This fund accounts for the revenues and expenditures related to the long-term debt of the County's Conference Center Revenues Bonds.

Capital Projects / Davis Conference Center Expansion Fund

This fund accounts for the revenue and expenses related to the construction of the Davis Conference Center Exhibition Hall expansion.

Capital Projects / Main Campus Construction Fund

This fund accounts for the revenue and expenses related to the construction of the new Main Campus buildings.

Special Capital Projects Fund

This fund accounts for the revenue and expenses related to the construction of the new Davis County Health Department Building and Senior Center in Clearfield.

DAVIS COUNTY

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2009

	Special Revenue Funds					
	Tourism Fund	Aging Services	Special Services Area	Emergency 911	Paramedic	Municipal Building Authority
ASSETS						
Cash and cash equivalents	$ 1,256,271	$ 411,978	$ 1,853,562	$ 273,723	$ 1,072,252	$ 312,341
Accounts receivable	555,658	514,962	190,626	172,938	-	-
Taxes receivable	-	-	6,595	-	-	-
Other	138,763	4,941	45,920	138	-	-
TOTAL ASSETS	$ 1,950,692	$ 931,881	$ 2,096,703	$ 446,799	$ 1,072,252	$ 312,341
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	$ 38,278	$ 228,935	$ 42,038	$ 10,021	$ -	$ -
Accrued liabilities	11,900	48,500	-	24,500	-	-
Deferred revenue	7,219	-	6,595	-	-	13,274
Total liabilities	57,397	277,435	48,633	34,521	-	13,274
FUND BALANCES:						
Reserved for "B" Roads	-	-	725,764	-	-	-
Unreserved:	1,893,295	654,446	1,322,306	412,278	1,072,252	299,067
Total fund balances	1,893,295	654,446	2,048,070	412,278	1,072,252	299,067
TOTAL LIABILITIES AND FUND BALANCES	$ 1,950,692	$ 931,881	$ 2,096,703	$ 446,799	$ 1,072,252	$ 312,341

(Continued)

COMBINING BALANCE SHEET (Continued)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2009

	Debt Service Funds			Capital Projects Funds			Total
	General Government	Municipal Building Authority	Conference Center	Davis Conf. Center Expansion	Main Campus Construction	Special Capital Projects	Nonmajor Governmental Funds
ASSETS							
Cash and cash equivalents	$ 3,003,173	$ -	$ 1,125,321	$ -	$ 407,015	$ 2,545,309	$ 12,260,945
Accounts receivable	-	-	-	-	-	-	1,434,184
Taxes receivable	308,567	-	-	-	-	-	315,162
Other	-	-	-	-	-	-	189,762
TOTAL ASSETS	$ 3,311,740	$ -	$ 1,125,321	$ -	$ 407,015	$ 2,545,309	$ 14,200,053
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ 228,084	$ 547,356
Accrued liabilities	-	-	-	-	-	-	84,900
Deferred revenue	308,567	-	-	-	-	-	335,655
Total liabilities	308,567	-	-	-	-	228,084	967,911
FUND BALANCES:							
Reserved for "B" Roads	-	-	-	-	-		725,764
Unreserved:	3,003,173	-	1,125,321	-	407,015	2,317,225	12,506,378
Total fund balances	3,003,173	-	1,125,321	-	407,015	2,317,225	13,232,142
TOTAL LIABILITIES AND FUND BALANCES	$ 3,311,740	$ -	$ 1,125,321	$ -	$ 407,015	$ 2,545,309	$ 14,200,053

(Concluded)

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Special Revenue Funds					
	Tourism Fund	Aging Services	Special Services Area	Emergency 911 Dispatch	Paramedic	Municipal Building Authority
REVENUES:						
Taxes:						
General property taxes - current	$ -	$ -	$ 413,771	$ -	$ -	$ -
General property taxes - delinquent	-	-	5,838	-	-	-
Penalties and interest on delinquent taxes	-	-	1,954	-	-	-
Sales taxes	4,190,472	-	292,504	-	-	-
Total taxes	4,190,472	-	714,067	-	-	-
Intergovernmental and grant revenue	6,020	3,386,204	977,208	263,470	-	-
Charges for services	562,179	258,072	69,156	1,434,751	-	-
Interest	34,772	-	19,214	3,144	18,431	3,611
Other	45,825	63,839	5,402	33,418	-	313,754
Total revenues	4,839,268	3,708,115	1,785,047	1,734,783	18,431	317,365
EXPENDITURES:						
Current:						
General government	3,808,038	4,975,929	300,906	-	-	10
Public safety	-	-	-	1,507,573	1,203,900	-
Public works	-	-	1,031,729	-	-	-
Capital outlay	77,628	192,158	570,358	329,338	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	3,885,666	5,168,087	1,902,993	1,836,911	1,203,900	10
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	953,602	(1,459,972)	(117,946)	(102,128)	(1,185,469)	317,355
OTHER FINANCING SOURCES (USES):						
Refunding bonds issued	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-
Sale of capital assets	3,993	868	-	-	-	-
Transfers in	-	1,545,000	229,932	249,996	2,460,000	-
Transfers out	(1,318,707)	-	-	-	(1,230,000)	(293,516)
Payment to refunded bond escrow agent	-	-	-	-	-	-
Total other financing sources (uses), net	(1,314,714)	1,545,868	229,932	249,996	1,230,000	(293,516)
NET CHANGE IN FUND BALANCES	(361,112)	85,896	111,986	147,868	44,531	23,839
FUND BALANCE:						
Beginning of year	2,254,407	568,550	1,936,084	264,410	1,027,721	275,228
End of year	$ 1,893,295	$ 654,446	$ 2,048,070	$ 412,278	$ 1,072,252	$ 299,067

(Continued)

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Debt Service Funds			Capital Project Funds			Total
	General Government	Municipal Building Authority	Conference Center	Davis Conf. Center Expansion	Main Campus Construction	Special Capital Projects	Nonmajor Governmental Funds
REVENUES:							
Taxes:							
General property taxes - current	$ 2,106,022	$ -	$ -	$ -	$ -	$ -	$ 2,519,793
General property taxes - delinquent	101,683	-	-	-	-	-	107,521
Penalties and interest on delinquent taxes	6,707	-	-	-	-	-	8,661
Sales taxes	-	-	-	-	-	-	4,482,976
Total taxes	2,214,412	-	-	-	-	-	7,118,951
Intergovernmental and grant revenue	-	-	-	-	-	-	4,632,902
Charges for services	-	-	-	-	-	-	2,324,158
Interest	13,641	-	3,499	-	-	2,598	98,910
Other	-	-	-	-	-	-	462,238
Total revenues	2,228,053	-	3,499	-	-	2,598	14,637,159
EXPENDITURES:							
Current:							
General government	-	-	51,178	-	-	-	9,136,061
Public safety	-	-	-	-	-	-	2,711,473
Public works	-	-	-	-	-	-	1,031,729
Capital outlay	-	-	-	10,449	17,985	1,685,373	2,883,289
Debt service:							
Principal retirement	970,000	167,000	575,000	-	-	-	1,712,000
Interest and fiscal charges	930,600	126,516	635,632	-	-	-	1,692,748
Total expenditures	1,900,600	293,516	1,261,810	10,449	17,985	1,685,373	19,167,300
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	327,453	(293,516)	(1,258,311)	(10,449)	(17,985)	(1,682,775)	(4,530,141)
OTHER FINANCING SOURCES (USES):							
Refunding bonds issued	-	-	4,925,000	-	-	-	4,925,000
Premium on bonds issued	-	-	188,344	-	-	-	188,344
Sale of capital assets	-	-	-	-	-	-	4,861
Transfers in	-	293,516	1,440,670	-	425,000	4,000,000	10,644,114
Transfers out	-	-	-	(121,963)	-	-	(2,964,186)
Payment to refunded bond escrow agent	-	-	(5,178,147)	-	-	-	(5,178,147)
Total other financing sources (uses), net	-	293,516	1,375,867	(121,963)	425,000	4,000,000	7,619,986
NET CHANGE IN FUND BALANCES	327,453	-	117,556	(132,412)	407,015	2,317,225	3,089,845
FUND BALANCE:							
Beginning of year	2,675,720	-	1,007,765	132,412	-	-	10,142,297
End of year	$ 3,003,173	$ -	$ 1,125,321	$ -	$ 407,015	$ 2,317,225	$ 13,232,142

(Concluded)

CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES - Interest	$ 75,000	$ 49,965	$ (25,035)
EXPENDITURES:			
General government	8,750	-	8,750
Capital outlay	411,250	7,300	403,950
Total expenditures	420,000	7,300	412,700
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(345,000)	42,665	387,665
OTHER FINANCING SOURCES (USES):			
Sale of capital assets	1,332,000	-	(1,332,000)
Transfers in	5,000,000	5,000,000	-
Transfers out	(4,300,000)	(4,300,000)	-
Total other financing sources (uses), net	2,032,000	700,000	(1,332,000)
NET CHANGE IN FUND BALANCE	1,687,000	742,665	(944,335)
FUND BALANCE - Beginning of year	5,490,370	5,490,370	-
FUND BALANCE - End of year	$ 7,177,370	$ 6,233,035	$ (944,335)

TOURISM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Sales tax	$ 4,190,000	$ 4,190,472	$ 472
Intergovernmental and grant revenue	-	6,020	6,020
Charges for services	675,000	562,179	(112,821)
Interest	25,000	34,772	9,772
Other	40,000	45,825	5,825
Total revenues	4,930,000	4,839,268	(90,732)
EXPENDITURES:			
General government:			
Salaries and benefits	762,073	704,487	57,586
Operating expenditures	3,481,483	3,103,551	377,932
Capital outlay	108,513	77,628	30,885
Total expenditures	4,352,069	3,885,666	466,403
EXCESS OF REVENUES OVER EXPENDITURES	577,931	953,602	375,671
OTHER FINANCING SOURCES (USES):			
Sale of capital assets	-	3,993	3,993
Transfers out	(1,332,000)	(1,318,707)	13,293
Total other financing sources (uses), net	(1,332,000)	(1,314,714)	17,286
NET CHANGE IN FUND BALANCE	(754,069)	(361,112)	392,957
FUND BALANCE - Beginning of year	2,254,407	2,254,407	-
FUND BALANCE - End of year	$ 1,500,338	$ 1,893,295	$ 392,957

AGING SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental and grant revenue	$ 3,780,548	$ 3,386,204	$ (394,344)
Charges for services	280,300	258,072	(22,228)
Other	60,600	63,839	3,239
Total revenues	4,121,448	3,708,115	(413,333)
EXPENDITURES:			
General government:			
Salaries and benefits	2,757,122	2,529,376	227,746
Operating expenditures	2,602,829	2,446,553	156,276
Capital outlay	307,500	192,158	115,342
Total expenditures	5,667,451	5,168,087	499,364
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,546,003)	(1,459,972)	86,031
OTHER FINANCING SOURCES:			
Sale of capital assets	-	868	868
Transfers in	1,545,000	1,545,000	-
Total other financing sources	1,545,000	1,545,868	868
NET CHANGE IN FUND BALANCE	(1,003)	85,896	86,899
FUND BALANCE - Beginning of year	568,550	568,550	-
FUND BALANCE - End of year	$ 567,547	$ 654,446	$ 86,899

SPECIAL SERVICE AREA SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
General property taxes:			
Current	$ 361,112	$ 413,771	$ 52,659
Delinquent	5,000	5,838	838
Penalties and interest on delinquent taxes	2,500	1,954	(546)
Sales taxes	200,000	292,504	92,504
Total taxes	568,612	714,067	145,455
Intergovernmental and grant revenue	1,000,000	977,208	(22,792)
Charges for services	59,500	69,156	9,656
Interest	10,000	19,214	9,214
Other	-	5,402	5,402
Total revenues	1,638,112	1,785,047	146,935
EXPENDITURES:			
General government-operating expenditures	399,599	300,906	98,693
Public works			
Salaries and benefits	550,000	531,076	18,924
Operating expenditures	683,977	500,653	183,324
	1,233,977	1,031,729	202,248
Capital outlay	1,053,350	570,358	482,992
Total expenditures	2,686,926	1,902,993	783,933
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,048,814)	(117,946)	930,868
OTHER FINANCING SOURCES - Transfers in	100,000	229,932	129,932
NET CHANGE IN FUND BALANCE	(948,814)	111,986	1,060,800
FUND BALANCE - Beginning of year	1,936,084	1,936,084	-
FUND BALANCE - End of year	$ 987,270	$ 2,048,070	$ 1,060,800

EMERGENCY 911 DISPATCH SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental and grant revenue	$ 286,252	$ 263,470	$ (22,782)
Charges for services	1,431,190	1,434,751	3,561
Interest	-	3,144	3,144
Other	29,736	33,418	3,682
Total revenues	1,747,178	1,734,783	(12,395)
EXPENDITURES - Public safety:			
Salaries and benefits	1,366,945	1,287,984	78,961
Operating expenditures	349,451	219,589	129,862
Capital outlay	357,795	329,338	28,457
Total expenditures - public safety	2,074,191	1,836,911	237,280
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(327,013)	(102,128)	224,885
OTHER FINANCING SOURCES - Transfers in	250,000	249,996	(4)
NET CHANGE IN FUND BALANCE	(77,013)	147,868	224,881
FUND BALANCE - Beginning of year	264,410	264,410	-
FUND BALANCE - End of year	$ 187,397	$ 412,278	$ 224,881

PARAMEDIC SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES - Interest	$ 25,000	$ 18,431	$ (6,569)
EXPENDITURES - Public safety	1,230,000	1,203,900	26,100
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,205,000)	(1,185,469)	19,531
OTHER FINANCING SOURCES (USES):			
Transfers in	2,460,000	2,460,000	-
Transfers out	(1,230,000)	(1,230,000)	-
Total other financing sources (uses), net	1,230,000	1,230,000	-
NET CHANGE IN FUND BALANCE	25,000	44,531	19,531
FUND BALANCE - Beginning of year	1,027,721	1,027,721	-
FUND BALANCE - End of year	$ 1,052,721	$ 1,072,252	$ 19,531

MUNICIPAL BUILDING AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Interest	$ 5,000	$ 3,611	$ (1,389)
Other	321,425	313,754	(7,671)
Total revenues	326,425	317,365	(9,060)
EXPENDITURES - General government	100	10	90
EXCESS OF REVENUES OVER EXPENDITURES	326,325	317,355	(8,970)
OTHER FINANCING USES - Transfers out	(301,000)	(293,516)	7,484
NET CHANGE IN FUND BALANCE	25,325	23,839	(1,486)
FUND BALANCE - Beginning of year	275,228	275,228	-
FUND BALANCE - End of year	$ 300,553	$ 299,067	$ (1,486)

GENERAL OBLIGATION DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Taxes - general property taxes - current	$ 2,133,600	$ 2,106,022	$ (27,578)
Taxes - general property taxes - delinquent	60,000	101,683	41,683
Penalties and interest on delinquent taxes	10,000	6,707	(3,293)
Interest earnings	50,000	13,641	(36,359)
Total revenues	2,253,600	2,228,053	(25,547)
EXPENDITURES			
Principal retirement	970,000	970,000	-
Interest expense and fiscal charges	933,000	930,600	2,400
Total expenditures	1,903,000	1,900,600	2,400
EXCESS OF REVENUES OVER EXPENDITURES	350,600	327,453	(23,147)
FUND BALANCE - Beginning of year	2,675,720	2,675,720	-
FUND BALANCE - End of year	$ 3,026,320	$ 3,003,173	$ (23,147)

DAVIS COUNTY

SUPPLEMENTAL SCHEDULE 11

MUNICIPAL BUILDING AUTHORITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:	$ -	$ -	$ -
EXPENDITURES:			
Headstart Debt			
Principal retirement	60,000	60,000	-
Interest expense and fiscal charges	5,000	1,907	3,093
Total Headstart Debt	65,000	61,907	3,093
Wasatch Front Debt			
Principal retirement	53,000	53,000	-
Interest expense and fiscal charges	44,000	41,095	2,905
Total Wasatch Front Debt	97,000	94,095	2,905
DMV Debt			
Principal retirement	54,000	54,000	-
Interest expense and fiscal charges	85,000	83,514	1,486
Total DMV Debt	139,000	137,514	1,486
Total expenditures	301,000	293,516	7,484
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(301,000)	(293,516)	7,484
OTHER FINANCING SOURCES - Transfers in	301,000	293,516	(7,484)
NET CHANGE IN FUND BALANCE	-	-	-
FUND BALANCE - Beginning of year	-	-	-
FUND BALANCE - End of year	$ -	$ -	$ -

CONFERENCE CENTER DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES - Interest	$ -	$ 3,499	$ 3,499
EXPENDITURES:			
Conference Center A			
Principal retirement	360,000	360,000	-
Interest expense and fiscal charges	343,000	223,009	119,991
Total Conference Center A	703,000	583,009	119,991
Conference Center B			
Principal retirement	215,000	215,000	-
Interest expense and fiscal charges	414,000	412,623	1,377
Total Conference Center B	629,000	627,623	1,377
Conference Center Refunding Bonds issuance costs	51,197	51,178	19
Total expenditures	1,383,197	1,261,810	121,387
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,383,197)	(1,258,311)	124,886
OTHER FINANCING SOURCES (USES):			
Refunding bonds issued	4,925,000	4,925,000	-
Premium on bonds issued	188,344	188,344	-
Transfers in	1,457,000	1,440,670	(16,330)
Payment to refunded bond escrow agent	(5,178,147)	(5,178,147)	-
Total other financing sources (uses), net	1,392,197	1,375,867	(16,330)
NET CHANGE IN FUND BALANCE	9,000	117,556	108,556
FUND BALANCE - Beginning of year	1,007,765	1,007,765	-
FUND BALANCE - End of year	$ 1,016,765	$ 1,125,321	$ 108,556

DAVIS CONFERENCE CENTER EXPANSION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:	$ -	$ -	$ -
EXPENDITURES - Capital outlay	150,000	10,449	139,551
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(150,000)	(10,449)	139,551
OTHER FINANCING USES - Transfers out	(125,000)	(121,963)	3,037
NET CHANGE IN FUND BALANCE	(275,000)	(132,412)	142,588
FUND BALANCE - Beginning of year	132,412	132,412	-
FUND BALANCE - End of year	$ (142,588)	$ -	$ 142,588

MAIN CAMPUS CONSTRUCTION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES:	$ -	$ -	$ -
EXPENDITURES - Capital outlay	20,000	17,985	2,015
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(20,000)	(17,985)	2,015
OTHER FINANCING SOURCES - Transfers in	425,000	425,000	-
NET CHANGE IN FUND BALANCE	405,000	407,015	2,015
FUND BALANCE - Beginning of year	-	-	-
FUND BALANCE - End of year	$ 405,000	$ 407,015	$ 2,015

SPECIAL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Final Budget	Actual	Variance With Final Budget
REVENUES - Interest	$ -	$ 2,598	$ 2,598
EXPENDITURES - Capital outlay	4,000,000	1,685,373	2,314,627
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(4,000,000)	(1,682,775)	2,317,225
OTHER FINANCING SOURCES - Transfers in	4,000,000	4,000,000	-
NET CHANGE IN FUND BALANCE	-	2,317,225	2,317,225
FUND BALANCE - Beginning of year	-	-	-
FUND BALANCE - End of year	$ -	$ 2,317,225	$ 2,317,225

Internal Service Funds

Insurance Fund
This fund accounts for monies received and expended by the County to provide for insurance for all County related functions.

Telephone Fund
This fund accounts for the services provided by the county-wide telephone system.

Building and Grounds Fund
This fund accounts for management of county-owned facilities under central management.

COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2009

	Insurance	Telephone	Building and Grounds	Total Internal Service Funds
ASSETS				
CURRENT:				
Cash and cash equivalents	$ 1,051,108	$ 632,730	$ 1,604,330	$ 3,288,168
Accounts receivables	-	9,476	18,972	28,448
Other	672,822	-	150	672,972
Total current assets	1,723,930	642,206	1,623,452	3,989,588
NONCURRENT:				
Capital assets				
Furniture, fixtures, and equipment	574,028	748,411	248,488	1,570,927
Less accumulated depreciation	(164,008)	(723,491)	(128,313)	(1,015,812)
Total noncurrent assets	410,020	24,920	120,175	555,115
TOTAL ASSETS	2,133,950	667,126	1,743,627	4,544,703
LIABILITIES				
CURRENT:				
Accounts payable	29,885	7,761	117,658	155,304
Accrued liabilities	2,400	12,700	25,300	40,400
Obligations for compensated absences	-	-	4,253	4,253
Total current liabilities	32,285	20,461	147,211	199,957
LONG-TERM:				
Net OPEB obligation	6,936	4,955	93,312	105,203
Obligations for compensated absences	-	-	38,278	38,278
Total long-term liabilities	6,936	4,955	131,590	143,481
TOTAL LIABILITIES	39,221	25,416	278,801	343,438
NET ASSETS				
Invested in capital assets	410,020	24,920	120,175	555,115
Unrestricted	1,684,709	616,790	1,344,651	3,646,150
TOTAL NET ASSETS	$ 2,094,729	$ 641,710	$ 1,464,826	$ 4,201,265

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Insurance	Telephone	Building and Grounds	Total
OPERATING REVENUES:				
Charges to other funds	$ 1,010,292	$ 297,073	$ 3,153,480	$ 4,460,845
Other revenues	-	77,696	37,361	115,057
Total operating revenues	1,010,292	374,769	3,190,841	4,575,902
OPERATING EXPENSES:				
Salaries, wages, and benefits	124,926	133,066	1,358,023	1,616,015
Insurance premiums	682,068	-	-	682,068
Line charges	-	76,094	-	76,094
Other operating expenses	252,117	62,414	1,620,648	1,935,179
Depreciation	82,004	12,460	49,698	144,162
Total operating expenses	1,141,115	284,034	3,028,369	4,453,518
OPERATING INCOME (LOSS)	(130,823)	90,735	162,472	122,384
NONOPERATING REVENUES				
Interest income	15,856	6,773	17,727	40,356
CHANGE IN NET ASSETS	(114,967)	97,508	180,199	162,740
NET ASSETS - Beginning of year	2,209,696	544,202	1,284,627	4,038,525
NET ASSETS - End of year	$ 2,094,729	$ 641,710	$ 1,464,826	$ 4,201,265

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Insurance	Telephone	Building and Grounds	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	$ 800	$ 76,917	$ 23,305	$ 101,022
Receipts from interfund services provided	1,010,292	297,073	3,153,480	4,460,845
Payments to suppliers	(1,017,559)	(141,096)	(1,617,410)	(2,776,065)
Payments to employees	(121,098)	(119,417)	(1,295,983)	(1,536,498)
Net cash provided by (used in) operating activities	(127,565)	113,477	263,392	249,304
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	-	-	(74,527)	(74,527)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	15,856	6,773	17,727	40,356
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(111,709)	120,250	206,592	215,133
CASH AND CASH EQUIVALENTS:				
Beginning of year	1,162,817	512,480	1,397,738	3,073,035
End of year	$ 1,051,108	$ 632,730	$ 1,604,330	$ 3,288,168
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	$ (130,823)	$ 90,735	$ 162,472	$ 122,384
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation expense	82,004	12,460	49,698	144,162
Change in assets and liabilities:				
Accounts receivables	800	(779)	(14,056)	(14,035)
Other assets	(89,959)	-	(150)	(90,109)
Accounts payable	6,585	(2,588)	3,388	7,385
Accrued liabilities	400	11,200	5,700	17,300
Obligation for OPEB	3,428	2,449	49,461	55,338
Obligation for compensated absences	-	-	6,879	6,879
Net cash provided by (used in) operating activities	$ (127,565)	$ 113,477	$ 263,392	$ 249,304

Agency Funds

County Agency Fund
This fund accounts for monies received by the County; on behalf of third parties pending litigation, for county-wide tax collections pending final distribution, and deposits held in trusts for outside parties related to construction and development costs.

Treasurer Tax Collection Fund
This fund accounts for the receipts and disbursements of property tax revenues for the various taxing entities of Davis County including cities, towns, special districts, and the Davis School District.

Employee Benefits Funds
These funds account for monies collected from County and ex-County employees in accordance with Internal Revenue Code sections. It contains the Retirees Health Benefit Clearing and the County's Payroll Clearing Funds.

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2009

	County Agency Fund	Treasurer's Tax Collection Agency Fund	Employee Benefits Agency Fund	Total
ASSETS				
Cash and cash equivalents	$ 207,628	$ 70,160,993	$ 263,563	$ 70,632,184
Accounts receivable	273,232	374,943	-	648,175
TOTAL ASSETS	$ 480,860	$ 70,535,936	$ 263,563	$ 71,280,359
LIABILITIES				
Due to individuals, organizations, and other governments	$ 480,860	$ 70,535,936	$ 263,563	$ 71,280,359

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	Balance at January 1, 2009	Additions	Deletions	Balance at December 31, 2009
COUNTY AGENCY FUND				
ASSETS				
Cash and cash equivalents	$ 1,085,201	$ 12,313,482	$ 13,191,055	$ 207,628
Accounts receivable	1,107,277	6,601,943	7,435,988	273,232
TOTAL ASSETS	$ 2,192,478	$ 18,915,425	$ 20,627,043	$ 480,860
LIABILITIES				
Due to individuals, organizations, and other governments	$ 2,192,478	$ 18,915,425	$ 20,627,043	$ 480,860
TREASURER'S TAX COLLECTION AGENCY FUND				
ASSETS				
Cash and cash equivalents	$ 41,559,562	$ 180,563,203	$ 151,961,772	$ 70,160,993
Accounts receivable	337,006	374,943	337,006	374,943
TOTAL ASSETS	$ 41,896,568	$ 180,938,146	$ 152,298,778	$ 70,535,936
LIABILITIES				
Due to individuals, organizations, and other governments	$ 41,896,568	$ 180,938,146	$ 152,298,778	$ 70,535,936
EMPLOYEE BENEFITS AGENCY FUND				
ASSETS				
Cash and cash equivalents	$ 296,359	$ 56,245,553	$ 56,278,349	$ 263,563
LIABILITIES				
Due to individuals, organizations, and other governments	$ 296,359	$ 56,245,553	$ 56,278,349	$ 263,563

www.daviscountyutah.gov

Other Schedules

Tax Collection Agency Fund – Cash Receipts and Disbursements
This schedule reports the cash coming into and out of the County's Tax Collection Agency Fund during the year. It provides detail for every taxing authority within the County. This schedule is required by state law.

Statement of Tax Charged, Collected and Disbursed

This schedule reports total taxable value, current tax rates, total tax charged, and total taxes collected during the year for each taxing authority within the County. This schedule is required by state law.

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - TREASRURER'S COLLECTION ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2009

	Treasurer's Balance 1/1/2009	Receipts	Apportionments Current Taxes	Apportionments Delinquent Taxes	Apportionments Other Collections	Totals	Disbursements	Treasurer's Balance 12/31/2009
Current 2009 taxes	$ -	$ 185,274,055	$ (185,274,055)	$ -	$ -	$ -	$ -	$ -
Prior year redemptions and rollbacks	-	8,933,310	-	(8,933,310)	-	-	-	-
Other taxes - "Class D"	444,655	4,009,919	-	-	(3,402,395)	1,052,179	-	1,052,179
Interest received	-	750,838	-	-	(750,838)	-	-	-
Fee in lieu	-	20,429,737	-	-	(20,429,737)	-	-	-
Miscellaneous collections	-	462,316	-		(462,316)	-	-	-
Taxes held for refund & prepayments	3,619,013	4,348,425	-	-	-	7,967,438	5,949,082	2,018,356
Total	4,063,668	224,208,600	(185,274,055)	(8,933,310)	(25,045,286)	9,019,617	5,949,082	3,070,535
Davis County:								
County funds	-	-	31,452,756	1,578,031	4,152,493	37,183,280	37,183,280	-
County library	-	-	5,168,615	260,510	609,182	6,038,307	6,038,307	-
Special service area	-	-	391,623	7,396	24,791	423,810	423,810	-
Total Davis County	-	-	37,012,994	1,845,937	4,786,466	43,645,397	43,645,397	-
Davis County School District	23,874,970	-	105,840,796	5,328,474	12,558,745	147,602,985	102,717,826	44,885,159
Cities and towns:								
Bountiful	463,490	-	2,051,409	79,151	253,573	2,847,623	1,956,175	891,448
Centerville	109,493	-	874,583	50,613	109,692	1,144,381	759,930	384,451
Clearfield	315,949	-	1,748,133	(1,519)	170,659	2,233,222	1,629,773	603,449
Clinton	258,075	-	1,194,780	21,504	175,536	1,649,895	1,094,386	555,509
Farmington	454,659	-	1,953,806	113,155	213,869	2,735,489	1,867,677	867,812
Fruit Heights	134,177	-	476,615	36,873	61,328	708,993	508,163	200,830
Kaysville	275,480	-	1,161,305	71,146	153,496	1,661,427	1,134,017	527,410
Layton	1,320,843	-	5,772,541	368,591	685,032	8,147,007	5,541,240	2,605,767
North Salt Lake	553,660	-	1,903,744	124,858	162,209	2,744,471	1,887,277	857,194
South Weber City	67,321	-	243,177	11,871	36,419	358,788	264,683	94,105
Sunset	52,274	-	204,920	9,649	30,959	297,802	191,311	106,491
Syracuse	282,852	-	1,502,973	88,162	219,154	2,093,141	1,427,132	666,009
West Bountiful	80,325	-	558,661	25,077	64,353	728,416	531,037	197,379
West Point	68,379	-	287,037	11,194	47,491	414,101	286,161	127,940
Woods Cross	54,186	-	355,999	33,369	44,130	487,684	328,889	158,795
Total cities and towns	4,491,163	-	20,289,683	1,043,694	2,427,900	28,252,440	19,407,851	8,844,589

(Continued Next Page)

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - TREASRURER'S COLLECTION ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2009

	Treasurer's Balance 1/1/2009	Receipts	Apportionments Current Taxes	Apportionments Delinquent Taxes	Apportionments Other Collections	Totals	Disbursements	Treasurer's Balance 12/31/2009
Other taxing districts:								
Benchland Water Dist	87,460	-	392,629	22,994	47,503	550,586	377,459	173,127
Bountiful Irrigation Water District	41,895	-	199,135	7,494	1,644,097	1,892,621	1,352,160	540,461
Central Davis Sewer	118,691	-	501,295	32,440	62,108	714,534	489,568	224,966
Central Weber Sewer	75,925	-	237,112	11,511	34,953	359,501	262,692	96,809
Hooper Water Improv	6,560	-	32,850	2,425	4,846	46,681	30,531	16,150
Mosquito Abatement	302,348	-	1,381,507	69,615	162,651	1,916,121	1,330,951	585,170
North Davis Fire Dist	299,105	-	1,739,449	14,086	195,774	2,248,414	1,604,992	643,422
North Davis Sewer	1,186,874	-	4,951,534	220,082	621,378	6,979,868	4,880,777	2,099,091
South Davis Recreation	433,506	-	2,014,274	104,242	211,222	2,763,244	1,968,842	794,402
South Davis Sewer	346,125	-	1,633,496	84,992	401,228	2,465,841	1,723,485	742,356
South Davis Water	23,202	-	92,536	4,597	14,866	135,201	91,291	43,910
South Weber Water	-	-	-	-	52,838	52,838	36,441	16,397
Weber Basin water	626,560	-	2,791,353	140,727	1,818,711	5,377,351	3,756,414	1,620,937
Total other taxing districts	3,548,251	-	15,967,170	715,205	5,272,175	25,502,801	17,905,603	7,597,198
Redevelopment agencies:								
Bountiful	1,102,394	-	1,527,924	-	-	2,630,318	1,502,394	1,127,924
Centerville	966,904	-	1,091,541	-	-	2,058,445	966,904	1,091,541
Clearfield	1,193,856	-	1,128,134	-	-	2,321,990	1,193,856	1,128,134
Clearfield EDA	398,638	-	398,638	-	-	797,276	398,638	398,638
Clinton	52,383	-	61,572	-	-	113,955	52,383	61,572
Farmington	259,033	-	289,372	-	-	548,405	259,033	289,372
Layton	218,236	-	261,457	-	-	479,693	218,236	261,457
North Salt Lake	45,096	-	-	-	-	45,096	45,096	-
Syracuse	203,877	-	284,503	-	-	488,380	203,877	284,503
West Bountiful	426,289	-	-	-	-	426,289	426,289	-
Woods Cross	494,764	-	697,808	-	-	1,192,572	494,764	697,808
Woods Cross/West Bountiful	219,940	-	422,463	-	-	642,403	219,940	422,463
Total redevelopment agencies	5,581,410	-	6,163,412	-	-	11,744,822	5,981,410	5,763,412
GRAND TOTAL	$ 41,559,462	$ 224,208,600	$ -	$ -	$ -	$ 265,768,062	$ 195,607,169	$ 70,160,893

(Concluded)

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - TREASURER'S COLLECTION ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2009

	YEAR-END REAL PROPERTY & CENTRALLY ASSESSED VALUES				YEAR-END PERSONAL PROPERTY VALUES			PROPERTY TAX CALCULATION					
ENTITY	Real Property	Centrally Assessed	Redevelopment Reductions	Total	Personal Property	RDA Reductions	Total	ENTITY TOTAL ADJUSTED VALUE	Current Year Tax Rate	Prior Year Tax Rate (Personal)	Real Property & Centrally Assessed Tax Charged	Personal Property Tax Charged	Total Taxes Charged
Davis School District	14,812,494,953	412,551,226	467,590,189	14,757,455,990	1,307,517,190	43,115,986	1,264,401,204	16,021,857,194	.005685	.005514	83,896,137	6,971,908	90,868,045
Statewide School	14,812,494,953	412,551,226	467,590,189	14,757,455,990	1,307,517,190	43,115,986	1,264,401,204	16,021,857,194	.001433	.001250	21,147,434	1,580,502	22,727,936
Davis County	14,812,494,953	412,551,226	467,590,189	14,757,455,990	1,307,517,190	43,115,986	1,264,401,204	16,021,857,194	.001865	.001776	27,522,655	2,245,577	29,768,232
Bountiful City	2,344,207,515	27,890,608	128,427,138	2,243,670,985	64,918,034	3,514,710	61,403,324	2,305,074,309	.000948	.000903	2,127,000	55,447	2,182,447
Centerville City	959,295,591	22,004,187	88,313,256	892,986,522	40,671,187	6,619,893	34,051,294	927,037,816	.000997	.000923	890,308	31,429	921,737
Clearfield City	1,054,715,937	42,334,066	94,109,343	1,002,940,660	235,125,177	20,169,979	214,955,198	1,217,895,858	.001548	.001548	1,552,552	332,751	1,885,303
Clinton City	714,441,862	11,180,589	4,865,415	720,757,036	18,101,463	121,373	17,980,090	738,737,126	.001729	.001623	1,246,189	29,182	1,275,371
Farmington City	977,850,688	22,366,238	22,361,424	977,855,502	34,702,885	775,838	33,927,047	1,011,782,549	.002051	.001982	2,005,582	67,243	2,072,825
Fruit Heights City	275,095,494	9,439,138	-	284,534,632	2,740,706	-	2,740,706	287,275,338	.001845	.001925	524,966	5,276	530,242
Kaysville City	1,313,845,811	14,310,374	-	1,328,156,185	33,560,902	-	33,560,902	1,361,717,087	.000907	.000829	1,204,638	27,822	1,232,460
Layton City	3,125,643,123	73,690,865	19,836,352	3,179,497,636	175,836,499	1,090,213	174,746,286	3,354,243,922	.001876	.001771	5,964,738	309,475	6,274,213
North Salt Lake City	1,254,475,360	49,047,769	-	1,303,523,129	208,604,027	-	208,604,027	1,512,127,156	.001396	.001258	1,819,718	262,424	2,082,142
Sunset City	141,202,987	5,270,869	-	146,473,856	3,067,145	-	3,067,145	149,541,001	.001483	.001253	217,221	3,843	221,064
South Weber City	264,136,343	44,579,312	-	308,715,655	4,444,563	-	4,444,563	313,160,218	.000840	.000883	259,321	3,925	263,246
Syracuse City	976,969,935	20,854,418	23,260,845	974,563,508	21,423,109	-	21,423,109	995,986,617	.001613	.001500	1,571,971	32,135	1,604,106
West Bountiful City	323,493,262	11,515,270	25,632,074	309,376,458	129,494,689	9,907,860	119,586,829	428,963,287	.001384	.001204	428,177	143,983	572,160
West Point City	348,144,094	4,654,097	-	352,798,191	2,432,988	-	2,432,988	355,231,179	.000876	.000895	309,051	2,178	311,229
Woods Cross City	570,161,884	12,646,558	56,502,461	526,305,981	53,616,047	5,198,001	48,418,046	574,724,027	.000690	.000646	363,151	31,278	394,429
County Library	14,812,494,953	412,551,226	467,590,189	14,757,455,990	1,307,517,190	43,115,986	1,264,401,204	16,021,857,194	.000348	.000332	5,135,595	419,781	5,555,376
Weber Basin Water	14,811,635,646	412,549,697	467,588,098	14,756,597,245	1,307,517,190	43,118,077	1,264,399,113	16,020,996,358	.000188	.000181	2,774,240	228,856	3,003,096
Mosquito Abatement	14,811,635,646	412,549,697	467,588,098	14,756,597,245	1,307,517,190	43,118,077	1,264,399,113	16,020,996,358	.000093	.000088	1,372,364	111,267	1,483,631
North Davis Sewer	6,577,572,637	172,674,808	153,012,797	6,597,234,648	460,598,515	10,440,723	450,157,792	7,047,392,440	.000763	.000763	5,033,690	343,470	5,377,160
Bountiful Water SubCon	1,938,397,570	25,965,932	163,729,636	1,800,633,866	85,254,675	7,105,974	78,148,701	1,878,782,567	.000113	.000110	203,472	8,596	212,068
South Davis Water	415,330,233	5,522,971	18,090,134	402,763,070	10,832,239	465,618	10,366,621	413,129,691	.000243	.000228	97,871	2,364	100,235
Special Serv Area	167,955,760	40,765,339	-	208,721,099	278,777,769	-	278,777,769	487,498,868	.000844	.000794	176,161	221,350	397,511
Central Davis Sewer	2,426,934,840	54,640,760	22,530,142	2,459,045,458	66,871,040	607,120	66,263,920	2,525,309,378	.000212	.000200	521,318	13,252	534,570
South Davis Sewer	5,495,133,603	129,607,534	282,240,782	5,342,500,355	775,531,564	41,874,611	733,656,953	6,076,157,308	.000290	.000270	1,549,325	198,087	1,747,412
Benchland Water Distr	941,054,938	18,657,314	20,348,378	939,363,874	33,827,178	717,224	33,109,954	972,473,828	.000427	.000408	401,108	13,509	414,617
Hooper Water Improv	90,031,966	938,841	-	90,970,807	118,236	-	118,236	91,089,043	.000396	.000379	36,024	45	36,069
Central Weber Sewer	264,824,800	44,419,787	-	309,244,587	4,444,563	-	4,444,563	313,689,150	.000811	.000800	250,797	3,556	254,353
South Davis Recr. Dist.	5,525,312,844	124,442,749	282,439,916	5,367,315,677	774,447,948	41,675,477	732,772,471	6,100,088,148	.000356	.000340	1,910,764	249,143	2,159,907
North Davis Fire Dist.	1,402,860,031	46,988,163	98,190,734	1,351,657,460	237,558,165	16,088,588	221,469,577	1,573,127,037	.001194	.001179	1,613,879	261,113	1,874,992
County Assess & Coll	14,812,494,953	412,551,226	467,590,189	14,757,455,990	1,307,517,190	43,115,986	1,264,401,204	16,021,857,194	.000101	.000100	1,490,503	126,440	1,616,943
State Assess & Coll	14,812,494,953	412,551,226	467,590,189	14,757,455,990	1,307,517,190	43,115,986	1,264,401,204	16,021,857,194	.000142	.000121	2,095,559	152,992	2,248,551
											177,713,479	14,490,199	192,203,678

DAVIS COUNTY

SUPPLEMENTAL SCHEDULE 22
(continued - page 2 of 2)

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - TREASURER'S COLLECTION ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2009

ENTITY	TAXES CHARGED	TREASURER'S RELIEF				TAXES COLLECTED	PERCENTAGE COLLECTED	OTHER COLLECTIONS				Total, All Collections / Distributed
		Unpaid Taxes	Abatements	Other	Total			Fee-in-lieu Age-based	Redemptions	Miscellaneous Collection	Delinquent Interest/ Penalty	
Davis School District	90,868,045	4,739,095	1,385,153	348,131	6,472,379	84,395,666	92.9%	9,582,999	4,039,238	222,689	141,471	98,382,063
Statewide School	22,727,936	1,267,465	349,151	(333,810)	1,282,806	21,445,130	94.4%	2,525,577	1,018,158	50,349	35,660	25,074,874
Davis County	29,768,232	1,597,710	454,408	15,059	2,067,177	27,701,055	93.1%	3,143,763	1,325,097	72,422	496,913	32,739,250
Bountiful City	2,182,447	101,747	28,455	837	131,039	2,051,408	94.0%	239,811	79,021	5,689	3,545	2,379,474
Centerville City	921,737	39,464	10,720	(3,030)	47,154	874,583	94.9%	106,244	47,779	2,307	1,141	1,032,054
Clearfield City	1,885,303	81,797	36,964	18,408	137,169	1,748,134	92.7%	164,048	(1,975)	2,509	3,531	1,916,247
Clinton City	1,275,371	42,567	40,345	(2,322)	80,590	1,194,781	93.7%	170,463	15,341	3,315	1,269	1,385,169
Farmington City	2,072,825	97,640	16,910	4,469	119,019	1,953,806	94.3%	205,029	104,923	5,139	3,701	2,272,598
Fruit Heights City	530,242	43,734	4,872	5,021	53,627	476,615	89.9%	59,113	35,716	1,327	888	573,659
Kaysville City	1,232,460	66,029	11,239	(6,112)	71,156	1,161,304	94.2%	147,708	70,247	3,030	1,978	1,384,267
Layton City	6,274,213	369,294	138,502	(6,123)	501,673	5,772,540	92.0%	657,628	358,981	15,551	10,875	6,815,575
North Salt Lake City	2,082,142	188,388	8,578	(18,568)	178,398	1,903,744	91.4%	154,618	121,239	5,058	2,533	2,187,192
Sunset City	221,064	11,449	7,932	(3,238)	16,143	204,921	92.7%	29,853	9,650	511	595	245,530
South Weber City	263,246	11,567	4,884	3,618	20,069	243,177	92.4%	35,180	9,495	673	566	289,091
Syracuse City	1,604,106	69,549	36,317	(4,734)	101,132	1,502,974	93.7%	212,568	79,781	3,999	2,380	1,801,702
West Bountiful City	572,160	25,839	4,013	(16,353)	13,499	558,661	97.6%	62,491	25,077	1,243	619	648,091
West Point City	311,229	11,676	9,549	2,967	24,192	287,037	92.2%	46,343	7,673	829	320	342,202
Woods Cross City	394,429	37,170	2,238	(978)	38,430	355,999	90.3%	42,305	31,167	951	874	431,296
County Library	5,555,376	297,331	84,790	4,639	386,760	5,168,616	93.0%	586,611	247,257	13,911	8,660	6,025,055
Weber Basin Water	3,003,096	158,478	45,806	7,459	211,743	2,791,353	92.9%	316,905	133,567	7,427	4,678	3,253,930
Mosquito Abatement	1,483,631	80,406	22,660	(942)	102,124	1,381,507	93.1%	156,767	66,073	3,571	2,314	1,610,232
North Davis Sewer	5,377,160	257,294	123,762	44,570	425,626	4,951,534	92.1%	599,811	206,051	12,974	8,592	5,778,962
Bountiful Water SubCon	212,068	9,377	2,744	812	12,933	199,135	93.9%	22,787	7,354	826	340	230,442
South Davis Water	100,235	6,295	1,543	(139)	7,699	92,536	92.3%	10,860	4,597	245	202	108,440
Special Serv Area	397,511	6,595	1,433	(2,140)	5,888	391,623	98.5%	23,665	5,149	893	234	421,564
Central Davis Sewer	534,570	29,284	4,477	(485)	33,276	501,294	93.8%	59,867	30,948	1,316	925	594,350
South Davis Sewer	1,747,412	104,286	15,694	(6,063)	113,917	1,633,495	93.5%	165,815	82,143	4,343	2,468	1,888,264
Benchland Water Distr	414,617	18,404	3,247	337	21,988	392,629	94.7%	45,738	22,569	1,063	703	462,702
Hooper Water Improv	36,069	2,455	711	53	3,219	32,850	91.1%	4,674	1,826	93	79	39,522
Central Weber Sewer	254,353	11,389	4,716	1,136	17,241	237,112	93.2%	33,803	9,217	602	547	281,281
South Davis Recr. Dist.	2,159,907	122,127	19,256	4,250	145,633	2,014,274	93.3%	202,728	100,744	5,465	3,029	2,326,240
North Davis Fire Dist.	1,874,992	82,632	41,527	11,384	135,543	1,739,449	92.8%	189,699	8,934	2,914	3,160	1,944,156
County Assess & Coll	1,616,943	81,530	24,609	(39,212)	66,927	1,550,016	95.9%	170,252	71,761	4,071	2,513	1,798,613
State Assess & Coll	2,248,551	125,597	34,598	(113,329)	46,866	2,201,685	97.9%	254,014	100,892	5,012	3,534	2,565,137
	192,203,678	10,195,660	2,981,803	(84,428)	13,093,035	179,110,643		20,429,737	8,475,690	462,317	750,837	209,229,224

www.daviscountyutah.gov

III. STATISTICAL SECTION

Architectural Drawing of the new Davis County Health Administration building to be located in Clearfield, Utah

www.daviscountyutah.gov

Blank Backside of Statistical Section Divider Page

Statistical Section

The Statistical Section provides additional historical context and detail to aid in using the information in Davis County's financial statements and in understanding and assessing the County's overall financial health.

Financial Trends Information
These schedules present trend information to help the reader understand how the County's financial performance and fiscal health have changed.

Net Assets by Component 116
Changes in Net Assets 118
Fund Balances – Governmental Funds 120
Changes in Fund Balances – Governmental Funds 122

Revenue Capacity Information
These schedules contain information to help the reader assess the County's capacity to raise revenue from the County's most significant revenue source, property tax.

Assessed Value and Estimated Actual Value of Taxable Property 124
Direct and Overlapping Property Tax Rates 126
Principal Property Taxpayers 128
Property Tax Levies and Collections 129

Debt Capacity Information
These Schedules present information to help the reader understand and assess the County's levels of outstanding debt and the County's ability to issue additional debt in the future.

Ratios of Outstanding Debt by Type 130
Ratios of General Bonded Debt Outstanding 131
Computation of Direct and Overlapping Debt 132
Legal Debt Margin 133
Pledged Revenue Coverage 134

Demographic and Economic Information
These schedules present demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Demographic and Economic Statistics 135
Principle Employers 136

Operating Information
These schedules offer operating data to help the reader understand how the information in the County's financial report relates to the services it provides and the activities it performs.

Full Time Equivalent County Government Employees 137
Operating Indicators by Function/Program 138
Capital Asset Statistics by Function/program 139

Sources: Unless otherwise noted, the information in the following schedules is derived from Davis County's Comprehensive Annual Financial Reports for the years indicated.

DAVIS COUNTY

STATISTICAL SCHEDULE 1
NET ASSETS BY COMPONENT - LAST SEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2009	2008	2007	2006	2005
Governmental activities:					
Investment in capital assets, net of related debt	$ 49,323,126	$ 70,794,633	$ 65,565,679	$ 55,892,112	$ 53,753,012
Restricted	40,833,438	9,979,541	14,663,159	26,698,852	30,827,499
Unrestricted	26,184,917	29,177,532	20,296,195	6,988,754	2,082,042
Total government activities net assets	$ 116,341,481	$ 109,951,706	$ 100,525,033	$ 89,579,718	$ 86,662,553
Business-type activities:					
Investment in capital assets, net of related debt	$ 5,523,989	$ 5,021,973	$ 4,696,201	$ 4,286,855	$ 4,516,622
Restricted	-	-	-	-	-
Unrestricted	(1,231,369)	(755,083)	(543,467)	(126,035)	(279,615)
Total business-type activities net assets	$ 4,292,620	$ 4,266,890	$ 4,152,734	$ 4,160,820	$ 4,237,007
Primary government:					
Investment in capital assets, net of related debt	$ 54,847,115	$ 75,816,606	$ 70,261,880	$ 60,178,967	$ 58,269,634
Restricted	40,833,438	9,979,541	14,663,159	26,698,852	30,827,499
Unrestricted	24,953,548	28,422,449	19,752,728	6,862,719	1,802,427
Total primary government net assets	$ 120,634,101	$ 114,218,596	$ 104,677,767	$ 93,740,538	$ 90,899,560

Note: Required financial statement data for this schedule was not available until after the County's implementation of GASB Statement 34, which occurred the fiscal year ending December 31, 2003.

2004	2003
$ 67,413,090	$ 64,521,074
13,233,017	18,960,187
3,148,450	(3,684,586)
$ 83,794,557	$ 79,796,675
$ 4,471,715	$ 3,875,287
-	311,698
(285,813)	-
$ 4,185,902	$ 4,186,985
$ 71,884,805	$ 68,396,361
13,233,017	19,271,885
2,862,637	(3,684,586)
$ 87,980,459	$ 83,983,660

DAVIS COUNTY

STATISTICAL SCHEDULE 2
CHANGES IN NET ASSETS - LAST SEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Expenses	**2009**	**2008**	**2007**	**2006**	**2005**
Government activities:					
General governmental	$ 38,282,727	$ 35,180,227	$ 32,609,337	$ 29,778,524	$ 28,437,339
Public safety	33,054,829	30,904,112	28,996,517	23,891,430	22,191,785
Public health	12,232,929	11,785,783	11,503,649	11,430,314	10,887,342
Public works	2,791,754	4,506,001	3,107,421	3,498,580	3,907,168
Interest on long-term debt	2,024,496	1,925,416	2,211,960	1,746,590	1,261,046
Total governmental activities	88,386,735	84,301,539	78,428,884	70,345,438	66,684,680
Business-type activities:					
Golf Course	2,358,484	2,360,640	1,962,402	1,715,142	1,732,388
Inmates Commissary	321,386	201,464	224,855	151,663	275,669
Total business-type activities	2,679,870	2,562,104	2,187,257	1,866,805	2,008,057
Total primary government expenses	$ 91,066,605	$ 86,863,643	$ 80,616,141	$ 72,212,243	$ 68,692,737
Program Revenues					
Government activities:					
Charges for services:					
General governmental	$ 6,825,863	$ 7,782,162	$ 8,723,667	$ 6,096,759	$ 5,697,334
Public safety	12,308,071	11,124,802	8,720,283	5,844,881	5,962,719
Public health	3,889,556	3,685,802	3,317,563	3,530,513	3,448,422
Public works	75,823	42,990	32,024	54,370	70,271
Operating grants and contributions	12,110,452	10,479,540	10,450,647	9,673,000	9,639,704
Capital grants and contributions	1,496,789	611,539	358,648	803,373	197,572
Total governmental activities program revenues	36,706,554	33,726,835	31,602,832	26,002,896	25,016,022
Business-type activities:					
Charges for services:					
Golf Course	2,062,591	2,255,855	1,936,108	1,672,955	1,817,493
Inmates Commissary	902,144	671,473	560,210	389,859	526,314
Total business-type activities program revenues	2,964,735	2,927,328	2,496,318	2,062,814	2,343,807
Total primary government program revenues	$ 39,671,289	$ 36,654,163	$ 34,099,150	$ 28,065,710	$ 27,359,829
Net (Expense)/Revenue					
Governmental activities	$ (51,680,181)	$ (50,574,704)	$ (46,826,052)	$ (44,342,542)	$ (41,668,658)
Business-type activities	284,865	365,224	309,061	196,009	335,750
Total primary government net expenses	$ (51,395,316)	$ (50,209,480)	$ (46,516,991)	$ (44,146,533)	$ (41,332,908)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	$ 43,017,735	$ 42,848,970	$ 38,961,134	$ 29,234,230	$ 28,392,647
Sales taxes	14,352,182	15,949,104	16,052,114	14,856,146	12,896,727
Investment earnings	348,457	858,912	1,437,070	1,243,491	1,259,879
Miscellaneous	-	-	-	1,351,627	1,379,336
Sale of capital assets	85,582	78,391	-	295,070	319,116
Transfers	266,000	266,000	327,206	279,143	288,947
Total governmental activities	58,069,956	60,001,377	56,777,524	47,259,707	44,536,652
Business-type activities:					
Investment earnings	6,865	14,932	10,059	6,947	4,302
Transfers	(266,000)	(266,000)	(327,206)	(279,143)	(288,947)
Total business-type activities	(259,135)	(251,068)	(317,147)	(272,196)	(284,645)
Total primary government	$ 57,810,821	$ 59,750,309	$ 56,460,377	$ 46,987,511	$ 44,252,007
Changes in Net Assets					
Governmental activities	6,389,775	9,426,673	9,951,472	2,917,165	2,867,994
Business-type activities	25,730	114,156	(8,086)	(76,187)	51,105
Total primary government	$ 6,415,505	$ 9,540,829	$ 9,943,386	$ 2,840,978	$ 2,919,099

Note: Required financial statement data for this schedule was not available until after the County's implementation of GASB Statement 34, which occurred the fiscal year ending December 31, 2003.

2004	2003
$ 28,338,607	$ 22,558,382
21,682,995	18,936,997
10,679,084	12,620,889
4,843,119	2,950,695
593,825	302,557
66,137,630	57,369,520
1,669,724	1,776,900
457,960	326,652
2,127,684	2,103,552
$ 68,265,314	$ 59,473,072
$ 5,343,411	$ 6,968,245
5,851,326	5,667,794
3,595,731	4,973,169
63,831	-
9,675,331	5,985,271
1,379,475	123,537
25,909,105	23,718,016
1,695,141	1,668,078
614,810	578,157
2,309,951	2,246,235
$ 28,219,056	$ 25,964,251
$ (40,228,525)	$ (33,651,504)
182,267	142,683
$ (40,046,258)	$ (33,508,821)
$ 27,041,508	$ 26,260,406
11,688,594	11,301,183
284,699	108,766
1,263,659	2,090,425
3,754,080	-
193,867	820,535
44,226,407	40,581,315
10,517	11,563
(193,867)	(820,535)
(183,350)	(808,972)
$ 44,043,057	$ 39,772,343
3,997,882	6,929,811
(1,083)	(666,289)
$ 3,996,799	$ 6,263,522

DAVIS COUNTY

STATISTICAL SCHEDULE 3
FUND BALANCES, GOVERNMENTAL FUNDS - LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal year	**2009**	**2008**	**2007**	**2006**	**2005**
General fund					
Reserved	$ -	$ -	$ -	$ -	$ -
Unreserved	16,298,104	18,286,835	11,055,808	6,590,777	5,807,312
Total general fund	$ 16,298,104	$ 18,286,835	$ 11,055,808	$ 6,590,777	$ 5,807,312
All other governmental funds					
Reserved	$ 725,764	$ 673,274	$ 1,410,031	$ 2,381,568	$ 2,297,203
Unreserved, reported in:					
Special revenue funds	37,791,322	9,602,582	7,147,748	5,200,972	5,281,840
Capital project funds	8,957,275	5,622,782	10,870,068	16,873,682	19,693,243
Debt service funds	4,128,494	3,683,485	2,383,060	2,242,130	3,555,213
Total all other governmental funds	$ 51,602,855	$ 19,582,123	$ 21,810,907	$ 26,698,352	$ 30,827,499

Source: Davis County Balance Sheet(s) 2000-2009

2004	2003	2002	2001	2000
$ -	$ -	$ 42,900	$ 41,839	$ 48,742
5,886,202	4,263,391	2,407,859	3,674,586	2,951,765
$ 5,886,202	$ 4,263,391	$ 2,450,759	$ 3,716,425	$ 3,000,507
$ 1,558,978	$ 2,200,669	$ 4,524,004	$ 10,657,753	$ 3,502,507
6,220,721	4,106,126	3,226,504	3,116,139	4,878,442
1,824,925	9,744,995	13,154	1,163	1,021,534
3,628,393	3,296,051	-	-	-
$ 13,233,017	$ 19,347,841	$ 7,763,662	$ 13,775,055	$ 9,402,483

DAVIS COUNTY

STATISTICAL SCHEDULE 4
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	**2009**	**2008**	**2007**	**2006**	**2005**
Revenues					
Taxes	$ 57,598,744	$ 58,135,168	$ 54,332,406	$ 44,090,376	$ 41,289,374
Licenses, fees, and permits	245,852	260,010	243,822	224,429	231,330
Intergovernmental revenue	12,124,516	10,985,979	10,704,851	10,476,373	9,837,276
Charges for services	19,021,171	18,539,585	16,019,006	13,452,143	13,073,059
Fines and forfeitures	1,963,453	1,952,672	1,817,327	1,849,951	1,874,357
Interest	308,101	751,765	1,306,478	1,243,491	1,259,879
Other revenues	1,854,450	1,889,260	2,727,825	1,646,696	1,698,453
Total revenues	93,116,287	92,514,439	87,151,715	72,983,459	69,263,728
Expenditures					
General government	$ 36,222,968	$ 33,207,764	$ 31,462,380	$ 28,725,911	$ 27,334,114
Public Safety	30,255,383	28,412,212	27,580,416	22,717,685	20,982,358
Public health	11,819,066	11,374,251	11,417,388	11,306,187	10,772,189
Public works	3,002,249	2,660,187	2,571,468	2,586,915	2,811,279
Capital Outlay	5,396,113	8,086,052	11,101,771	18,411,177	11,277,186
Debt Service					
Principal retirement	2,190,359	2,133,508	2,076,281	1,746,590	2,398,911
Interest and fiscal charges	1,764,389	2,001,272	1,884,238	2,694,820	1,261,046
Total expenditures	90,650,527	87,875,246	88,093,942	88,189,285	76,837,083
Excess of revenues over (under) expenditures	2,465,760	4,639,193	(942,227)	(15,205,826)	(7,573,355)
Other Financing Sources (Uses)					
Proceeds from sale of Capital Assets	98,768	97,050	192,607	-	-
General obligation bonds issued	-	-	-	-	24,800,000
Sales tax revenue and Build America bonds	27,000,000	-	-	9,955,000	-
Refunding bonds issued	4,925,000	-	-	-	-
Premium on bonds issued	454,620	-	-	-	-
MBA bonds issued	-	-	-	1,626,000	-
Lease/Purchase line of credit issued	-	-	-	-	-
Transfers in	22,397,614	13,360,616	16,111,204	10,894,556	9,563,216
Transfers out	(22,131,614)	(13,094,616)	(15,783,998)	(10,615,412)	(9,274,269)
Payment to refunded bond escrow agent	(5,178,147)	-	-	-	-
Total other financing sources (uses)	27,566,241	363,050	519,813	11,860,144	25,088,947
Net change in fund balances	$ 30,032,001	$ 5,002,243	$ (422,414)	$ (3,345,682)	$ 17,515,592
Debt service as a percentage of noncapital expenditures	4.6%	5.2%	5.1%	6.4%	5.6%

Sources: Davis County Statement of Revenues, Expenditures, and Changes in Fund Balances 2000-2009

2004	2003	2002	2001	2000
$ 38,730,101	$ 37,561,589	$ 32,790,489	$ 31,353,860	$ 30,233,131
208,119	210,321	216,750	201,759	212,136
11,054,806	9,788,853	8,801,497	8,326,282	8,290,644
12,720,646	12,029,343	10,324,941	10,394,732	10,257,593
1,925,534	1,689,499	1,682,917	1,634,230	1,539,056
284,699	108,766	155,467	570,381	569,026
5,017,741	2,090,425	3,541,468	2,078,537	1,929,226
69,941,646	63,478,796	57,513,529	54,559,781	53,030,812
$ 27,049,891	$ 21,734,986	$ 20,418,937	$ 20,571,240	$ 19,900,671
19,732,326	17,968,775	17,869,709	16,919,168	15,718,736
10,468,495	12,492,436	12,450,725	11,980,037	11,092,928
3,335,276	1,954,701	2,125,444	1,039,831	975,865
11,370,712	3,880,010	7,796,221	6,386,976	3,596,846
593,825	302,557	8,109,000	1,370,000	1,300,000
2,077,000	1,640,000	476,242	521,998	591,199
74,627,525	59,973,465	69,246,278	58,789,250	53,176,245
(4,685,879)	3,505,331	(11,732,749)	(4,229,469)	(145,433)
-	-	-	-	-
-	-	-	6,633,156	-
-	9,070,943	-	-	-
-	-	-	-	
-	-	-	-	
-	-	-	1,154,105	-
-	-	3,817,000	-	
9,344,377	7,382,881	5,756,555	8,032,525	3,219,258
(9,150,511)	(6,562,345)	(5,235,447)	(6,501,827)	(2,786,258)
-	-	-	-	
193,866	9,891,479	4,338,108	9,317,959	433,000
$ (4,492,013)	$ 13,396,810	$ (7,394,641)	$ 5,088,490	$ 287,567
4.2%	3.5%	14.0%	3.6%	3.8%

DAVIS COUNTY

STATISTICAL SCHEDULE 5
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

December 31,	Residential Property	Commercial and Industrial Property	Agricultural Property	Mobile and Personal Property
2009	$ 11,031,774,065	$ 3,622,873,532	$ 157,847,356	$ 1,307,517,190
2008	11,483,109,031	3,649,547,749	195,089,731	1,206,790,087
2007	9,955,671,253	2,820,842,899	123,379,683	1,059,363,010
2006	8,026,810,761	2,690,159,809	129,163,796	860,077,858
2005	7,154,484,948	2,502,244,227	119,545,034	815,598,806
2004	6,718,404,694	2,362,239,405	108,938,108	773,550,267
2003	6,382,795,657	2,144,646,116	98,904,499	831,024,706
2002	5,761,427,573	2,007,318,397	499,450,603	815,387,900
2001	5,491,517,038	1,965,701,326	491,472,303	832,093,685
2000	5,207,313,208	1,420,692,935	402,512,338	767,192,126

Centrally Assessed Property	Fee in lieu property	Total Taxable Assessed Value	Total Direct Tax Rate
$ 412,551,226	$ 1,361,982,489	$ 16,532,563,369	0.002456
370,416,894	1,353,063,017	16,904,953,492	0.002329
321,003,481	1,347,035,643	14,280,260,326	0.002564
307,995,999	1,277,851,892	12,014,208,223	0.002142
298,195,675	1,237,153,267	10,890,068,690	0.002347
291,289,246	1,201,209,533	10,254,421,720	0.002549
329,341,180	1,384,801,667	9,786,712,158	0.002556
317,143,950	1,141,346,200	9,400,728,423	0.002081
335,766,292	1,044,893,200	9,116,550,644	0.002095
301,518,302	1,064,197,933	8,099,228,909	0.002145

DAVIS COUNTY

STATISTICAL SCHEDULE 6

DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS

Fiscal year	2009	2008	2007	2006	2005
County direct rates					
County Basic Rate	0.001739	0.001653	0.001863	0.001424	0.001501
General Obligation Debt Service	0.000126	0.000123	0.000142	0.000108	0.000175
County Assess & Collect	0.000101	0.000100	0.000063	0.000068	0.000072
State Assess & Collect	0.000142	0.000121	0.000121	0.000139	0.000173
County Library	0.000348	0.000332	0.000375	0.000403	0.000426
Total direct rate	0.002456	0.002329	0.002564	0.002142	0.002347
County school districts' rates					
Davis County School District	0.005685	0.005514	0.005865	0.005790	0.005964
City Rates					
Bountiful	0.000948	0.000903	0.000912	0.001119	0.001194
Centerville	0.000997	0.000923	0.001233	0.001349	0.001436
Clearfield	0.001548	0.001548	0.001580	0.001580	0.002980
Clinton	0.001729	0.001623	0.001906	0.001955	0.002087
Farmington	0.002051	0.001982	0.002000	0.002149	0.002336
Fruit Heights	0.001845	0.001925	0.001959	0.001980	0.001980
Kaysville	0.000907	0.000829	0.000925	0.001004	0.001519
Layton	0.001876	0.001771	0.002047	0.002092	0.002134
North Salt Lake	0.001396	0.001258	0.001459	0.001546	0.001645
South Weber	0.000840	0.000883	0.001057	0.001126	0.001166
Special Service Area	0.000844	0.000794	0.000869	0.000940	0.000940
Sunset	0.001483	0.001253	0.001209	0.001108	0.001147
Syracuse	0.001613	0.001500	0.001500	0.001043	0.001043
West Bountiful	0.001384	0.001204	0.001457	0.001500	0.001482
West Point	0.000876	0.000895	0.000834	0.000909	0.001539
Woods Cross	0.000690	0.000646	0.000833	0.000880	0.000923
Overlapping Rates					
Weber Basin Water	0.000188	0.000181	0.000200	0.000178	0.000193
Mosquito Abatement	0.000093	0.000088	0.000099	0.000086	0.000091
North Davis Sewer	0.000763	0.000763	0.000763	0.000763	0.000763
Bountiful Irrigation	0.000113	0.000110	0.000115	0.000139	0.000147
South Davis Water	0.000243	0.000228	0.000236	0.000298	0.000316
Central Davis Sewer	0.000212	0.000200	0.000220	0.000234	0.000259
South Davis Sewer	0.000290	0.000270	0.000305	0.000341	0.000357
Benchland Water	0.000427	0.000408	0.000421	0.000450	0.000508
Hooper Water	0.000396	0.000379	0.000404	0.000474	0.000455
South Weber Water	0.000000	0.000000	0.000000	0.000000	0.000000
Central Weber Sewer	0.000811	0.000800	0.000519	0.000573	0.000567
South Davis Recreation	0.000356	0.000340	0.000390	0.000441	0.000536
North Davis Fire	0.001194	0.001179	0.001400	0.001400	n/a

Source: Utah State Tax Commission

Note:

1. Benchland Water was known as Farmington Area Pressurized Irrigation District (FAPID) before 2006.
2. Kaysville City Library became part of County Library System in 2006.
3. Bountiful Water Subconservancy District was changed to Bountiful Irrigation District in 2009.

2004	2003	2002	2001	2000
0.001695	0.001700	0.001401	0.001402	0.001432
0.000169	0.000168	0.000000	0.000000	0.000000
0.000073	0.000073	0.000072	0.000072	0.000073
0.000180	0.000181	0.000177	0.000190	0.000205
0.000432	0.000434	0.000431	0.000431	0.000435
0.002549	0.002556	0.002081	0.002095	0.002145
0.006021	0.005906	0.005803	0.005815	0.005632
0.001231	0.001223	0.001216	0.001195	0.001409
0.001459	0.001470	0.001466	0.001464	0.001477
0.002980	0.002916	0.002916	0.002876	0.002876
0.002163	0.002250	0.002250	0.002262	0.002328
0.002426	0.002443	0.002160	0.001709	0.001744
0.001989	0.001918	0.001903	0.001851	0.001790
0.001600	0.001626	0.001612	0.001620	0.001666
0.002092	0.002161	0.002155	0.002140	0.002124
0.001652	0.001627	0.001613	0.001637	0.001715
0.001201	0.001189	0.001195	0.001212	0.001216
0.000972	0.000843	0.000833	0.000851	0.000849
0.001174	0.001158	0.001139	0.001130	0.001086
0.001043	0.001047	0.001023	0.001021	0.001017
0.001475	0.001372	0.001301	0.001259	0.001229
0.001555	0.001548	0.001540	0.001540	0.001529
0.000949	0.000966	0.000945	0.000968	0.000944
0.000198	0.000196	0.000193	0.000193	0.000200
0.000093	0.000094	0.000061	0.000061	0.000062
0.000763	0.000763	0.000763	0.000763	0.000763
0.000153	0.000152	0.000150	0.000143	0.000118
0.000318	0.000318	0.000322	0.000317	0.000320
0.000271	0.000275	0.000276	0.000279	0.000283
0.000366	0.000364	0.000361	0.000358	0.000393
0.000518	0.000527	0.000524	0.000528	0.000541
0.000547	0.000469	0.000434	0.000400	0.000276
0.000000	0.000597	0.000672	0.000871	0.000871
0.000552	0.000574	0.000575	0.000578	0.000603
n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a

DAVIS COUNTY

STATISTICAL SCHEDULE 7
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

	2009			2000		
Taxpayers	**Taxable Assessed Value**	**Rank**	**Percentage of Total County Taxable Assessed Value $16,120,012,143**	**Taxable Assessed Value**	**Rank**	**Percentage of Total County Taxable Assessed Value ($7,901,899,307)**
Chevron U.S. Inc	$ 266,310,826	1	1.65%	$ 96,921,118	2	1.23%
Freeport Center	159,073,063	2	0.99%	100,055,580	1	1.27%
Woods Cross Refining Comp - LLC	117,250,637	3	0.73%	65,881,975	5	0.83%
PacifiCorp	110,236,230	4	0.68%	25,372,440	13	0.32%
Big West Oil	100,167,112	5	0.62%	47,734,678	8	0.60%
LHM Utah LLC	95,205,207	6	0.59%	33,069,515	10	0.42%
Wal-Mart	76,195,084	7	0.47%	n/a	n/a	n/a
Qwest Communications	76,088,591	8	0.47%	90,112,575	3	1.14%
Albertson's	61,231,446	9	0.38%	67,263,651	4	0.85%
Questar Gas	57,616,614	10	0.36%	62,274,715	6	0.79%
Smith's Food King Properties	47,677,886	12	0.30%	34,195,363	9	0.43%
Americold	n/a	n/a	n/a	51597781	7	0.65%
Totals	$ 1,167,052,696		7.24%	$ 674,479,391		8.53%

DAVIS COUNTY

STATISTICAL SCHEDULE 8
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

		Collected within the Fiscal Year of Levy			Total Collections to Date	
Year Ended December 31,	Taxes Levied for the Year	Amount	Percentage of Levy	Collections of Previous Years Taxes	Amount	Percentage of Levy
2009	$ 29,768,232	$ 27,701,054	93.1%	$ 1,325,097	$ 29,026,152	97.5%
2008	29,367,615	27,161,056	92.5%	987,992	28,149,048	95.9%
2007	27,391,552	25,259,259	92.2%	733,770	25,993,029	94.9%
2006	18,000,027	16,989,146	94.4%	744,028	17,733,174	98.5%
2005	17,724,956	16,735,033	94.4%	524,680	17,259,713	97.4%
2004	16,914,938	15,863,930	93.8%	697,142	16,561,072	97.9%
2003	15,936,413	15,072,659	94.6%	594,118	15,666,777	98.3%
2002	12,846,681	12,138,085	94.5%	581,958	12,720,043	99.0%
2001	12,423,604	11,619,830	93.5%	471,530	12,091,360	97.3%
2000	11,461,995	10,816,596	94.4%	419,579	11,236,175	98.0%

DAVIS COUNTY

STATISTICAL SCHEDULE 9
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	Governmental Activities						
December 31,	General Obligation Bonds	Revenue Bonds	Municipal Building Revenue Bonds	Lease/ Purchase line of credit	Total Primary Government	Percentage of Personal Income(1)	Per Capita(1)
2009	$ 21,835,000	$ 43,460,342	$ 2,261,000	$ 1,494,801	$ 69,051,143	0.7%	$ 229
2008	22,805,000	16,835,000	2,428,000	1,973,160	44,041,160	0.5%	146
2007	23,745,000	17,400,000	2,640,000	2,389,668	46,174,668	0.5%	156
2006	24,610,000	18,090,000	2,843,000	2,665,906	48,208,906	0.6%	168
2005	26,535,000	8,325,000	1,363,000	2,949,726	39,172,726	0.5%	139
2004	3,380,000	8,655,000	1,497,000	3,239,637	16,771,637	0.2%	62
2003	4,980,000	9,000,000	1,629,000	3,514,320	19,123,320	0.3%	75
2002	6,500,000	1,749,000	-	3,817,000	12,066,000	0.2%	49
2001	14,490,000	1,868,000	-	-	16,358,000	0.3%	67
2000	9,140,000	790,000	-	-	9,930,000	0.2%	42

Source: For outstanding debt details, see the notes to the financial statement.
Notes:

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

DAVIS COUNTY

STATISTICAL SCHEDULE 10
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

December 31,	General Obligation Bonds	Adjusted Taxable Valuation	Percentage of Actual Taxable Value of Property	Population	Per Capita
2009	$ 21,835,000	$ 16,532,563,369	0.13%	307,656	$ 71
2008	22,805,000	16,904,953,492	0.13%	301,915	76
2007	23,745,000	13,959,256,845	0.17%	296,029	80
2006	24,610,000	12,014,208,223	0.20%	286,500	86
2005	26,535,000	10,890,068,690	0.24%	281,000	94
2004	3,380,000	10,254,421,720	0.03%	269,000	13
2003	4,980,000	9,516,641,348	0.05%	256,000	19
2002	6,500,000	9,169,083,257	0.07%	248,000	26
2001	14,490,000	8,844,013,853	0.16%	244,000	59
2000	9,140,000	8,004,186,597	0.11%	238,994	38

Source: For outstanding debt details, see the notes to the financial statements.

DAVIS COUNTY

STATISTICAL SCHEDULE 11
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2009

Taxing Entity	2009 Year-End Taxable Valuation 1	County's Portion of Taxable Valuation	County's Percentage	Entity's Outstanding G.O. Debt	Davis County Overlapping G.O. Debt
Overlapping:					
State of Utah	$ 203,723,488,560	$ 16,532,563,369	8.1%	$ 2,299,300,000	$ 186,592,735
Davis County School District	16,532,563,369	16,532,563,369	100.0%	358,500,000	358,500,000
Total Overlapping G.O. Debt					545,092,735
Underlying:					
Weber Basin Water Conservatory District 2,3	45,411,072,811	16,532,563,369	36.4%	29,577,164	10,767,998
Clearfield City 3	1,332,175,180	1,332,175,180	100.0%	9,950,000	-
Clinton City 3	743,723,914	743,723,914	100.0%	272,000	-
Farmington City	1,034,919,811	1,034,919,811	100.0%	3,994,000	3,994,000
South Davis Recreation District 4	6,424,203,541	6,424,203,541	100.0%	16,290,000	16,290,000
West Bountiful City 3	464,503,221	464,503,221	100.0%	1,035,000	-
North Salt Lake City 3	1,512,127,156	1,512,127,156	100.0%	4,065,000	-
North Davis County Sewer District	8,606,671,421	7,350,978,014	85.4%	51,112,000	43,654,878
Total Underlying					74,706,876
Total Overlapping & Underlying G.O. Debt					$ 619,799,611
Total Overlapping G.O. Debt (Excluding the State) 5					$ 358,500,000
Total Direct General Obligation					21,835,000
Total Direct and Overlapping G.O. Debt (Excluding the State) 5					$ 380,335,000
Total Underlying General Obligation Debt					$ 74,706,876
Total Direct General Obligation Bonded Indebtness					21,835,000
Total Direct and Underlying G.O. Debt					$ 96,541,876
Total Overlapping & Underlying G.O. Debt (Excluding the State) 5					$ 433,206,876
Total Direct General Obligation Bonded Indebtness					21,835,000
Total Direct, Overlapping and Underlying G.O. Debt (Excl. the State) 5					$ 455,041,876

Notes:

1 2009 Values are preliminary and subject to change. Taxable values used in this table excludes the taxable value used to determine uniform fees on tangible personal property.

2 The Weber Basin Water Conservatory District covers all of Morgan County, most of the County and Weber Counties, and portions of Box Elder and Summit Counties. Principal and interest on WBWCD general obligation bonds are paid from sales of water. WBWCD bonds are shown as overlapping but are self-supporting except for a maximum .000200 tax rate.

3 All or portions of these governmental entities outstanding general obligation debt are supported by user fee revenues from water or sewer. The County's portion of overlapping general obligation debt has been reduced to the extent that such general obligation debt is supported by 'user fee revenues.'

4 The South Davis Recreation District members include the cities of Bountiful, Centerville, North Salt Lake, Woods Cross, West Bountiful, and part of unincorporated Davis County.

5 The State's general obligation debt is not included in overlapping debt because the State currently levies no property tax for payment of general obligation bonds.

DAVIS COUNTY

STATISTICAL SCHEDULE 12
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Estimated Actual Market Value	Debt Limit	Total net debt applicable to limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
2009	$ 25,477,711,753	$ 509,554,235	$ 21,835,000	$ 487,719,235	4.29%
2008	26,372,578,441	527,451,569	22,805,000	504,646,569	4.32%
2007	22,432,352,520	448,647,050	23,745,000	424,902,050	5.29%
2006	18,457,991,962	369,159,839	24,610,000	344,549,839	6.67%
2005	17,135,120,877	342,702,418	26,535,000	316,167,418	7.74%
2004	15,667,356,241	313,347,125	3,380,000	309,967,125	1.08%
2003	14,509,725,213	290,194,504	4,980,000	285,214,504	1.72%
2002	14,205,806,672	284,116,133	6,500,000	277,616,133	2.29%
2001	13,920,405,974	278,408,119	14,490,000	263,918,119	5.20%
2000	12,789,345,628	255,786,913	9,140,000	246,646,913	3.57%

Note: The General Obligation Indebtedness of the County is limited by Utah Law to two percent of the "reasonable fair cash value" of taxable property in the County.

DAVIS COUNTY

STATISTICAL SCHEDULE 13
PLEDGED - REVENUE COVERAGE
LAST TEN FISCAL YEARS

	Lease Revenue Bonds				Sales Tax Revenue Bonds			
Fiscal Year Ended December 31,	Lease Revenue Collection	Principal	Interest	Coverage	Total Pledged Taxes	Principal	Interest	Coverage
2009	$ 293,516	$ 167,000	$ 126,516	100%	$ 10,161,709	$ 575,000	$ 635,632	839%
2008	350,713	212,000	138,713	100%	11,484,426	565,000	770,318	860%
2007	331,345	203,000	146,790	95%	12,038,549	540,000	783,439	910%
2006	215,451	146,000	69,451	100%	11,315,900	340,000	359,863	1617%
2005	211,090	134,000	77,090	100%	9,772,379	330,000	366,793	1402%
2004	220,989	132,000	84,249	102%	8,910,450	345,000	350,856	1281%
2003	215,417	120,000	90,667	102%	-	-	-	-
2002	221,155	119,000	96,209	103%	-	-	-	-
2001	119,563	75,000	46,169	99%	-	-	-	-
2000	118,519	70,000	50,001	99%	-	-	-	-

Note: The County began issuing Sales Tax Bonds in October 2003.

DAVIS COUNTY

STATISTICAL SCHEDULE 14
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population	Births	Deaths	Personal Income	Per Capita Personal Income	Unemployment Rate	Total Public School Enrollment
2009	307,656	6,069	1,339	$ 9,880,372,440	$ 32,115	5.9%	65,452
2008	301,915	6,203	1,359	9,635,617,225	31,915	3.3%	65,014
2007	296,029	6,148	1,357	9,330,242,022	31,518	2.6%	64,553
2006	286,500	6,037	1,284	8,764,035,000	30,590	2.9%	62,832
2005	281,000	5,665	1,267	8,179,629,000	29,109	4.0%	62,349
2004	269,000	5,591	1,206	7,433,008,000	27,632	4.7%	60,614
2003	256,000	5,444	1,204	6,761,472,000	26,412	5.1%	60,025
2002	248,000	5,099	1,212	6,434,856,000	25,947	5.0%	58,900
2001	244,000	5,041	1,100	6,204,920,000	25,430	3.9%	58,754
2000	238,994	4,835	1,094	5,990,145,616	25,064	3.0%	58,867

Source: Utah Department of Workforce Services, Utah Population Estimates Committee, Davis County School District, and Davis County Vital Statistics

DAVIS COUNTY

STATISTICAL SCHEDULE 15
PRINCIPAL EMPLOYERS
PRIOR YEAR AND NINE YEARS AGO

	2008			2000		
Employer	**Employees**	**Rank**	**Percentage of Total County Employment (136,426)**	**Employees**	**Rank**	**Percentage of Total County Employment (115,797)**
Hill Air Force Base	10,000 - 14,999	1	11.0%	15,000 - 20,000	1	17.3%
Davis County School District	7,000 9,999	2	7.3%	5,000 - 7,000	2	6.0%
Davis County	1,000 1,999	9	1.5%	500 - 999	5	0.9%
Lagoon Inc	1,000 - 1,999	3	1.5%	500 - 999	9	0.9%
Lifetime Products	1,000 - 1,999	4	1.5%	500 - 999	11	0.9%
Smith's Marketplace Dist.	1,000 - 1,999	5	1.5%	250 - 499	27	0.4%
Walmart	1,000 - 1,999	6	1.5%	250 - 499	32	0.4%
Albertson's	500 - 999	7	0.7%	500 - 999	3	0.9%
Citicorp Credit Services	500 - 999	8	0.7%	n/a n/a	n/a	n/a
Davis Hospital and Medical Center	500 - 999	10	0.7%	500 - 999	6	0.9%
Lakeview Hospital	500 - 999	11	0.7%	500 - 999	10	0.9%
Icon Health and Fitness	n/a - n/a	n/a	n/a	500 - 999	7	0.9%
Amusement Services	n/a n/a	n/a	n/a	500 - 999	4	0.9%
JC Penney Catalog	n/a n/a	n/a	n/a	500 - 999	8	0.9%
Totals	24,000 - 38,989		28.6%	25,000 - 36,989		32.2%

Source: Utah Department of Workforce Services

Note: 2009 data was not available at the time this report was issued. Number of employees is based upon an annual average.

DAVIS COUNTY

STATISTICAL SCHEDULE 16
FULL TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Full-Time Equivalent Employees as of December 31,									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Function/Program										
General Government										
Commission	5	5	5	5	5	5	5	5	4	3
Justice Court	8	9	8	8	8	8	8	8	8	7
Personnel	7	8	6	8	8	8	8	7	8	7
Info Systems	29	29	29	27	24	24	24	23	24	23
Clerk/Auditor	23	24	21	22	22	21	17	24	22	23
Treasurer	4	4	5	4	4	5	5	13	21	23
Recorder	17	19	19	20	19	18	18	17	17	19
Attorney	39	41	40	37	38	41	39	42	40	40
Assessor	39	36	35	31	31	31	34	26	27	25
Surveyor	6	6	6	6	6	5	5	6	6	6
Tax Administration	5	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Sheriff										
Sheriff's Officers	130	130	129	125	124	124	119	129	123	120
Correction's Officers	186	183	183	128	108	108	106	109	106	106
Animal Control	26	24	24	23	23	23	23	21	22	20
911-Emergency	21	21	19	23	25	25	24	26	26	25
Senior Services	32	33	31	32	33	33	33	37	36	38
Weatherization	12	9	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Health/Nursing										
WIC Program	13	8	9	9	12	12	13	12	11	10
Epidimiology	6	6	3	3	3	3	2	n/a	n/a	n/a
Administration	8	8	7	7	7	7	7	12	11	10
I & M	29	29	29	29	28	28	28	29	29	31
Environmental	16	16	15	15	14	14	12	15	16	16
Nursing	12	29	35	42	42	42	43	48	46	44
Promotion	5	5	5	6	7	7	7	n/a	n/a	n/a
BT/MRC	4	4	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Redevelopment										
Community and Economic Development	4	4	8	8	7	7	7	9	10	9
Planning	4	4	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Parks and recreation										
Valley View Golf Course	25	24	16	18	20	20	20	21	19	21
Davis Park Golf Course	21	20	18	19	17	17	17	19	19	19
Fair Park	14	13	14	15	14	14	13	17	16	14
Library	94	89	88	88	73	73	73	65	65	64
Public Works	29	28	26	28	27	27	27	30	30	27
Facilities Management	29	26	27	28	13	13	14	14	17	15
Total	902	894	860	814	762	763	751	784	779	765

Source: Davis County Personnel Department

DAVIS COUNTY

STATISTICAL SCHEDULE 17
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST SIX FISCAL YEARS

Function/Program	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
General Government						
Clerk/Auditor						
Veteran Abatements	4,310	3,929	2,295	3,201	2,512	1,986
Circuit Breaker Abatements	985	957	949	949	923	931
Blind Abatements	149	153	163	169	158	160
Indigent Abatements	140	141	118	152	149	146
Treasurer						
Number of Tax Notices Sent	96,307	95,221	92,426	90,296	87,102	83,592
Recorder						
Number of Recordings	89,770	82,145	99,029	97,174	92,861	96,386
Sheriff						
Traffic Citations	6,896	5,779	5,507	7,000	6,510	n/a
DUIs	239	352	402	277	241	196
Arrests	1,588	1,580	1,748	n/a	n/a	n/a
E-911 phone calls	133,733	141,086	249,167	249,641	248,212	235,307
Average number of inmates	726	730	712	499	513	497
Senior Services						
Total Meals Delivered	154,250	152,042	150,987	141,978	145,293	144,691
Health/Nursing						
Client Count	18,517	17,130	24,268	26,576	22,949	19,922
Number of Immunizations	17,645	16,433	23,826	21,728	25,752	23,081
Weatherization						
Homes Serviced	153	108	108	138	180	93
Library						
Items Loaned	2,753,295	2,537,384	2,386,571	2,195,623	1,942,386	1,810,111
Materials Held	675,184	653,349	647,332	620,507	518,294	504,745
Registered Users	187,639	169,981	160,217	156,489	147,150	142,291
Golf Course						
Rounds	151,217	150,146	167,872	144,092	156,276	157,249

Source: Various Departments of Davis County

DAVIS COUNTY

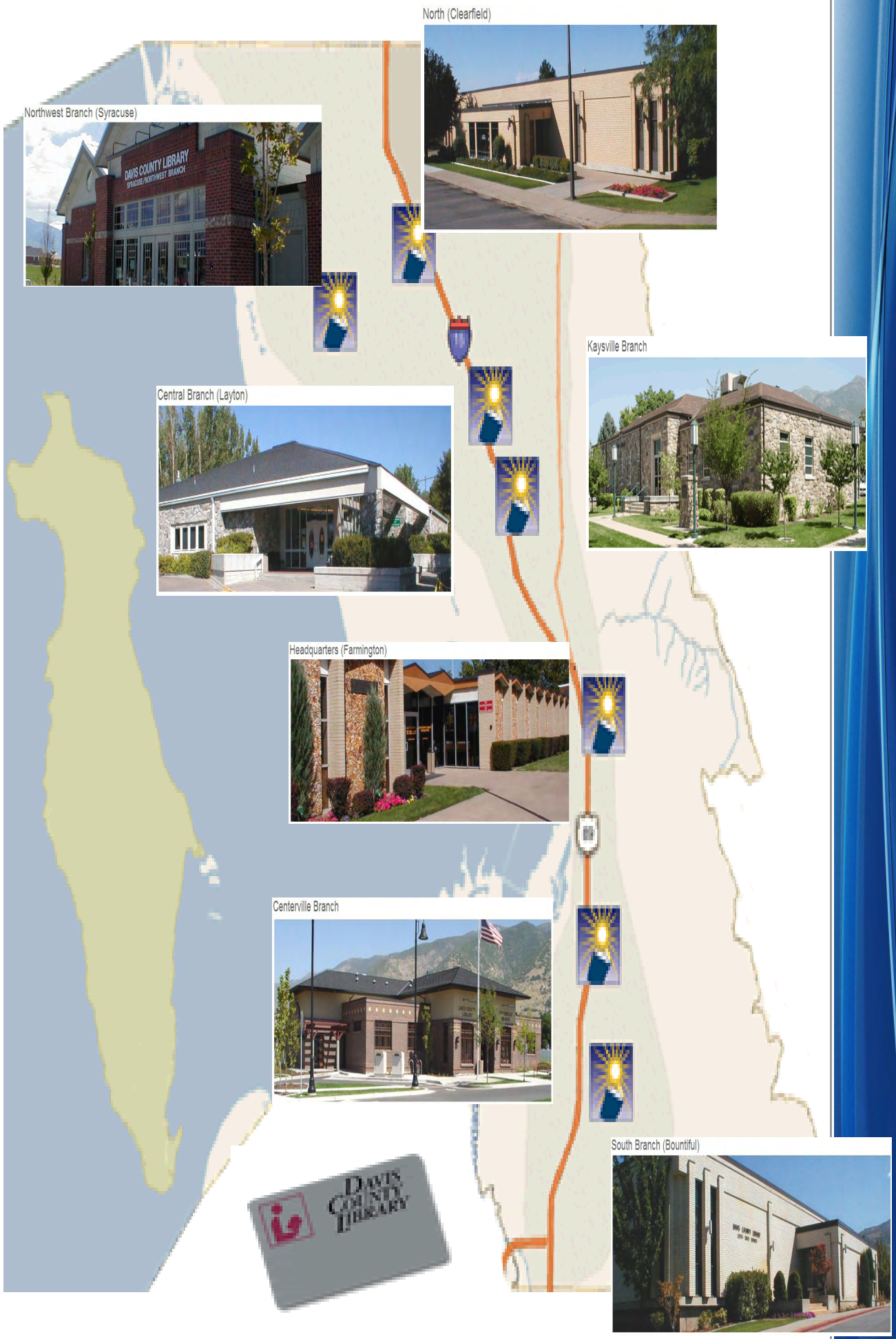
STATISTICAL SCHEDULE 18
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST FOUR FISCAL YEARS

Function/Program	December 31, 2009	December 31, 2008	December 31, 2007	December 31, 2006
General				
Buildings	3	3	3	3
Total Square Footage	59,560	59,560	59,560	54,160
Vehicles	34	31	22	18
Golf Courses				
Acres	280	280	280	280
Number of Buildings	5	5	5	5
Total Square Footage	27,072	24,104	24,104	24,104
Vehicles	7	7	8	7
Events Centers				
Number of Buildings	11	11	11	4
Total Square Footage	142,982	142,982	142,982	118,400
Public Libraries				
Number of Library Buildings	6	6	6	6
Total Square Footage	96,203	96,203	96,203	96,203
Vehicles	2	2	2	2
Conference Center (Sq. Ft.)	41,000	41,000	41,000	41,000
Health/Nursing				
Number of Buildings	5	5	5	5
Total Square Footage	56,663	56,663	56,663	56,663
Vehicles	1	1	1	1
Sheriff/Corrections				
Number of Buildings	3	3	3	3
Total Square Footage	259,074	259,074	259,074	259,074
Sheriff Vehicles	121	122	106	102
Animal Control Square Footage	14,033	14,033	14,033	14,033
Animal Control Vehicles	20	20	19	16
Floods				
Number of Channels	24	24	24	24
Miles of Stream Channels	198	198	198	198
Miles of Stream Bank	400	400	400	400
Senior Services				
Number of Senior Centers	2	2	2	2
Total Square Footage	50,732	50,732	50,732	50,732
Vehicles	36	32	35	28
Public Works				
Number of Buildings	6	6	6	6
Total Square Footage	32,052	32,052	32,052	32,052
Vehicles	47	45	45	46

Source: Various Departments of Davis County

www.daviscountyutah.gov

IV. SINGLE AUDIT SECTION



Blank Backside of Single Audit Section Divider Page

CRANE, CHRISTENSEN & AMBROSE
Certified Public Accountants
A Professional Corporation

Steven F. Crane, CPA
Kent R. Christensen, CPA
Jeffrey L. Ambrose, CPA
Chuck Palmer, CPA

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

The Board of County Commissioners
Davis County, Utah

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Davis County as of and for the year ended December 31, 2009, which collectively comprise Davis County's basic financial statements and have issued our report thereon dated May 28, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

This report is intended solely for the information and use of management, the County Commissioners, others within the entity, and federal and state funding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Crane, Christensen + Ambrose P.C.

May 28, 2010

298 24th Street, Suite 300 • Ogden, Utah 84401 • Telephone **(801) 627-2060** FAX **627-2182**
Member Division of CPA Firms, American Institute of Certified Public Accountants

CRANE, CHRISTENSEN & AMBROSE
Certified Public Accountants
A Professional Corporation

Steven F. Crane, CPA
Kent R. Christensen, CPA
Jeffrey L. Ambrose, CPA
Chuck Palmer, CPA

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

The Board of County Commissioners
Davis County, Utah

Compliance

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

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

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

Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be

298 24th Street, Suite 300 • Ogden, Utah 84401 • Telephone **(801) 627-2060** FAX **627-2182**
Member Division of CPA Firms, American Institute of Certified Public Accountants

deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

Crane, Christensen & Ambrose P.C.

May 28, 2010

DAVIS COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2009

I. SUMMARY OF AUDITORS' RESULTS

1. The independent auditors' report on the financial statements expressed an unqualified opinion. The financial statements of Davis Behavioral Health (a component unit of Davis County) were audited by other auditors, whose reports have been furnished to us, and our report, insofar as it relates to the amounts included for Davis Behavioral Health, is based solely on the reports of such other auditors.

2. No deficiencies in internal control over financial reporting were required to be reported.

3. No instances of noncompliance considered to be material to the financial statements were disclosed by the audit.

4. No conditions in internal control over compliance with requirements applicable to major federal awards programs were required to be reported.

5. The independent auditors' report on compliance with requirements applicable to major federal award programs expressed an unqualified opinion.

6. The audit disclosed no findings required to be reported by OMB Circular A-133.

7. The major federal programs of the County for the year ended December 31, 2009 are as follows:

Program	CFDA#	Expenditures
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557	$ 3,546,603
Weatherization Assistance for Low-Income Persons	81.042	267,357
ARRA-Weatherization Assistance for Low-Income Persons	81.042	731,067
Public Health Emergency Preparedness	93.069	588,580
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	425,449

8. A threshold of $300,000 was used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133.

9. The County qualified as a low risk auditee as that term is defined in OMB Circular A-133.

II. FINANCIAL STATEMENTS FINDINGS SECTION

None

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

None

www.daviscountyutah.gov

DAVIS COUNTY

SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

Federal Grantor Agency Pass Through Grantor Program Title	Federal CFDA Number	Grant Numbers	2009 Expenditures (Modified Accrual Basis)
U.S. Department of Agriculture			
Passed through Utah State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	Noncash	$ 2,751,000
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	09-1108, 10-1623	795,603
Passed through Utah State Department of Social Services:			
Food Donation	10.550	09-0162, 10-0336	95,331
Total U.S. Department of Agriculture			$ 3,641,934
U.S. Department of Education			
Passed through National Science Foundation:			
Safe and Drug-Free Schools and Communities, State Grants	84.186B	05-2437, 09-2366	$ 31,303
U.S. Department of Health and Human Services			
Passed through Utah State Department of Health:			
Public Health Emergency Preparedness	93.069	10-1262, 10-1289	588,580
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	09-1650	7,134
Immunization Grants	93.268	08-2531, 09-2540	86,892
National Comprehensive Cancer Control Program	93.283	09-0170, 09-1326 09-2439, 10-1129	425,449
Medical Assistance Program	93.778	09-0185, 09-0945 10-0153, 10-0443	44,934
National Bioterrorism Hospital Preparedness Program	93.889	09-1326, 10-1129	10,419
HIV Prevention Activities, Health Department Based	93.940	09-1650	7,000
Preventive Health Services, Sexually Transmitted Diseases Control Grants	93.977	09-1650	1,400
Preventive Health and Health Services Block Grant	93.991	09-0170, 09-2439	45,824
Maternal and Child Health Services Block Grant to the States (MCH Block Grants)	93.994	08-2531, 09-0170 09-2439, 09-2540	108,164
Passed through Utah State Department of Social Services:			
Programs for the Aging:			
Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	09-0162, 10-0336	126,155
Title III, Part C, Nutrition Services	93.045	09-0162, 10-0336	151,904
Title VII, Chap. 2, Long Term Care Ombudsman Services for Older Individuals	93.042	09-0162, 10-0336	5,739
Title III, Part D, Disease Prevention and Health Promotion Services	93.043	10-0336	3,552
National Family Caregiver Support	93.052	09-0162, 10-0336	87,250
Social Services Block Grant	93.667	08-2537	86,256
Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	93.779	09-0162, 10-0336	9,503
Block Grants for Community Mental Health Services	93.958	05-2439, 09-2446	235,613
Block Grants for Prevention and Treatment of Substance Abuse	93.959	05-2437, 09-2366	1,358,328
Passed through Utah State Department of Community and Economic Development:			
Low-Income Home Energy Assistance	93.568	08-1885, 09-1344	892,333
Passed through Utah State Department Human Services			
Substance Abuse and Mental Health Services_Projects of Regional and National Signifi	93.243	08-2011, 08-2017	184,008
Total U.S. Department of Health and Human Services			$ 4,466,437
Department of Homeland Security			
Passed through Utah State Department of Public Safety:			
Repetitive Flood Claims	97.017		1,337
Homeland Security Grant Program	97.067		139,480
Emergency Management Performance Grants	97.042		45,000
Total Department of Homeland Security			$ 185,817

See notes to supplementary schedule of federal financial assistance.

DAVIS COUNTY

SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

Federal Grantor Agency Pass Through Grantor Program Title	Federal CFDA Number	Grant Numbers	2009 Expenditures (Modified Accrual Basis)
U.S. Department of Housing and Urban Development			
Passed through Utah State Department of Community and Economic Development			
Community Development Block Grants/State's Program	14.228	08-0056, 08-02448 08-2449	$ 169,923
U.S. Department of Justice			
Passed through Utah State Dept. of Public Safety:			
Enforcing Underage Drinking Laws Program	16.727	OJJ7J10	15,945
Passed through Utah State Commission on Criminal and Juvenile Justice:			
Crime Victim Assistance	16.575	08VOCA12, 08VOCA13 09VOCA13, 09VOCA14	119,315
Residential Substance Abuse Treatment for State Prisoners	16.593	7R02, 8R02	64,190
Edward Byrne Memorial Justice Assistance Grant Program	16.738	7A68	15,403
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804		23,101
Total U.S. Department of Justice			$ 237,954
U.S. Department of Labor			
Passed through Utah State Department of Social Services:			
Senior Community Service Employment Program	17.235	09-0162, 10-0336	$ 12,185
U.S. Department of Energy			
Passed through Utah State Department of Community and Culture:			
ARRA - Weatherization Assistance for Low Income Persons	81.042	10-0009	731,067
Weatherization Assistance for Low Income Persons	81.042	09-0574, 10-0009, 10-0502	267,357
Total U.S. Department of Energy			$ 998,424
Environmental Protection Agency			
Passed through Utah State Department of Environmental Quality:			
Capitalization Grants for Drinking Water State Revolving Fund	66.468	08-0786	8,845
Performance Partnership Grants	66.605	08-0786	61,489
Total Environmental Protection Agency			$ 70,334
U.S. Department of Transportation			
Passed through Utah State Department of Transportation:			
State and Community Highway Safety	20.600	CP090201	20,026
Highway Planning and Construction	20.205	09-8385	13,379
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513	09-8306	
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	SFM2008LEPC	3,700
Total U.S. Department of Transportation			$ 37,105
TOTAL FEDERAL FINANCIAL ASSISTANCE			$ 9,851,416

DAVIS COUNTY

NOTES TO SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. ***General*** - The accompanying Supplementary Schedule of Expenditures of Federal Awards presents the activity of all federal awards of Davis County (the County). Federal awards received directly from federal agencies as well as federal awards passed-through other government agencies are included on the Supplementary Schedule of Expenditures of Federal Awards.

2. ***Basis of Accounting*** - The accompanying Supplementary Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting.

3. ***Noncash Federal Awards*** - Noncash federal awards represent commodities consumed during the year, expressed at market value. The State estimates the per unit fair market value of these commodities. Noncash federal financial assistance is calculated by multiplying the per unit fair market value by the net commodities consumed.