DAVIS COUNTY UTAH

Comprehensive Annual Financial Report

For the Fiscal Year Ended

December 31, 2011

Connects. You.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF

DAVIS COUNTY, UTAH

For the Fiscal Year Ended December 31, 2011

Prepared by:

Davis County Clerk / Auditor's Office

Steve S. Rawlings, CGFM
Clerk / Auditor

Curtis Koch, CGFM
Chief Deputy Audit/Finance

Jonathan Lee, CPA, CGFM
Finance Director

L. Douglas Stone, CPA
Lead Reporting Auditor

DAVIS COUNTY, UTAH
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended December 31, 2011

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 the Financial Statements	K	48
Required Supplementary Information		
Notes to Required Supplementary Information		73
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual		
General Fund	L	74
Health Special Revenue Fund	M	77
Library Special Revenue Fund	N	78
Information About Other Postemployment Benefit Plan	O	79
Supplementary Information		
Nonmajor Governmental Funds		
SS 1. Combining Balance Sheet		84
SS 2. Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		86
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual		
SS 3. Flood Control Capital Projects Fund		88
SS 4. Campus Construction Capital Projects Fund		89
SS 5. Tourism Special Revenue Fund		90
SS 6. Aging Services Special Revenue Fund		91
SS 7. Special Services Area Special Revenue Fund		92
SS 8. Emergency 911 Dispatch Special Revenue Fund		93
SS 9. Municipal Building Authority Special Revenue Fund		94
SS 10. General Obligation Debt Service Fund		95

TABLE OF CONTENTS

Supplementary Information (Continued) Page

SS 11. Municipal Building Authority Debt Service Fund 96
SS 12. Sales Tax Revenue Bonds Debt Service Fund 97
SS 13. Capital Projects Fund 98
SS 14. Special Capital Projects Fund 99

Proprietary Funds – Internal Service Funds
SS 15. Combining Statement of Net Assets 102
SS 16. Combining Statement of Revenues, Expenses, and Changes in Net Assets 103
SS 17. Combining Statement of Cash Flows 104

Fiduciary Funds – Agency Funds
SS 18. Combining Statement of Fiduciary Assets and Liabilities 106
SS 19. Combining Statement of Change in Assets and Liabilities 107

Other Schedules
SS 20. Schedule of Taxes Charged, Collected, and Disbursed 110
SS 21. Schedule of Receipts and Disbursements – Treasurer's Tax Collection Fund 112

III. STATISTICAL SECTION

Stat. 1. Net Assets by Component – Last Nine Fiscal Years 116
Stat. 2. Changes in Net Assets – Last Nine 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 Eight Fiscal Years 138
Stat. 18. Capital Asset Statistics by Function/Program – Last Six Fiscal Years 139

IV. SINGLE AUDIT SECTION

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* 143
Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with *OMB Circular A-133.* 144
Schedule of Findings and Questioned Costs 146
Supplementary Schedule of Expenditures of Federal Awards 148
Notes to Supplementary Schedule of Expenditures of Federal Awards 150

Davis County

COUNTY CLERK/AUDITOR
Steve S. Rawlings, CGFM

June 14, 2012

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, 2011. 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, Palmer & Ambrose P.C., has issued an unqualified ("clean") opinion for the County's financial statements for the year ended December 31, 2011. 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.

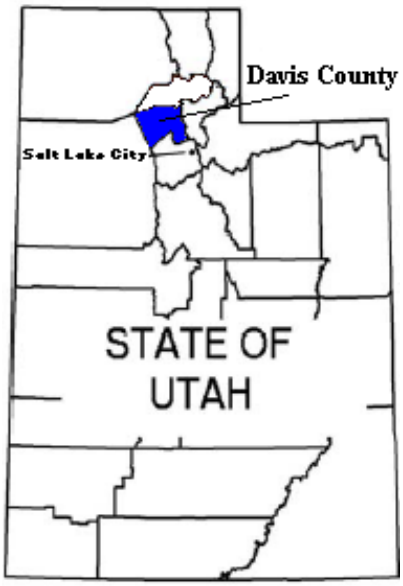
Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

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 307,806 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. The latest census, conducted in 2010, reported a population of 306,479. With a population growth rate of 28.2 percent between the 2000 and 2010 census reports, the County is one of the fastest growing of the four major urban communities along the Wasatch Front. Davis County is projected to build out with a population in excess of 400,000 around the year 2050.

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 6,500 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 2011, Davis County's average seasonally adjusted unemployment rate was 6.2 percent, compared to the prior year's rate of 6.7 percent for 2010. This is lower than the State rate of 6.7 percent and favorable to the National rate of 8.9 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 25 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). This is an increase of 1 percent over 2010.

In 2011 Davis County was recognized as the number one county in the state for job growth with over 4,500 new jobs added. The addition of these new jobs is the first sign that businesses are starting to grow/expand their business. While this is optimistic, the County sees the labor force as a slow growth long term issue. All other industry sectors saw less than 1 percent growth or decline over 2010. The unemployment rate has stabilized with a decrease of .06 percent from 2010 to 2011. This trend is in line with the state and national drop in unemployment, but will most likely slow down in 2012. 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 through training of existing employees and strong cash reserves. Businesses have indicated that they have taken the downturn in the economy to re-align positions and adopt a more streamlined employment base.

Interest rates continue to stay low while the economy remains slow. Mortgage rates dropped to all time lows of 3.45-4.5 percent. This is primarily due to the Federal Reserve announcing that they are going to keep the fed rate at zero to .025 percent until at least 2013. Total permit-authorized construction decreased by 5 percent. Permit-authorized construction in the County grew by 12 permits in 2011 over 2010, but housing permits were down by 100. Property valuations were up by over $16 million in 2011 as compared to the previous year. The average number of construction jobs decreased 7.5 percent in 2011 and is down over 34 percent from 2007. Construction companies are still struggling, but feel that they have leveled out.

Architectural firms have stated that they are seeing more requests for projects, which is a leading indicator that construction work is coming. Manufacturing jobs in the County remained flat in 2011, growing by only 100 jobs. The value of overall residential permits authorized for construction in the County grew 6.4 percent in 2011 compared to 2010 figures. While values have gone up, the number of homes built in 2011 went down. This is due to the economic crisis and a fear of getting into a home. Davis County is expected to see more than 2,000 apartments on the market by 2013. The total value of non-residential building permits declined by more than $24 million in 2011 as compared to 2010. The number of permits were up, but there were fewer big projects in 2011 than 2010.

Currently there are over 2,000 homes for sale in the County and the median prices slipped by $5,000. There is still a large disparity between asking prices and sold prices but they are getting closer. Over 2,000 homes equates to six months of inventory, which is viewed as a good measure. The healthiest sales were in the last quarter of 2011. Some real estate professionals are saying that we might be moving away from a buyer's market.

Overall business and construction have seen profits increase but that has been due to cutting overhead costs and doing more with less. Once the businesses feel consumer confidence is up they will look to expand and hire new employees.

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
Smith's Marketplace Dist.	1,000-1,999
Wal-Mart	1,000-1,999
Lagoon Corporation Inc	1,000-1,999
Lifetime Products Inc	1,000-1,999
Davis County	1,000-1,999
ATK Space Systems	500-999
Davis Hospital and Medical Center	500-999
State of Utah	500-999
Management & Training Corp	500-999
Utility Trailer Manufacturing Co.	500-999
Strategic Staffing	500-999
Lofthouse Bakery Products	500-999
Lakeview Hospital	500-999
Northrop Grumman Corp.	500-999
South Davis Community Hospital Inc	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. Legacy Highway has been a great asset to the County by reducing traffic congestion and flow patterns on the West side. All major western cities are within two day's haul away by commercial carrier, while some are only one day. Utah Department of Transportation is currently expanding Highway 193 from Interstate 15 going west through Clearfield and Syracuse cities. This expansion will eventually connect into the North Davis Corridor completing an east west five lane corridor for northern Davis County.

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 748 scheduled daily departures. Almost 20 million passengers traveled through the airport in 2011 making it the 26th busiest airport in North America and 62nd 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. Salt Lake is one of only a couple of areas that have an active intermodal facility. 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 2011, the County continued to repair and upgrade various flood channels and drainage systems within the County using the $27 million of Sales Tax Revenue Bonds issued in 2009. In 2011, the County Public Works department has worked on several projects enhancing and enlarging stream channels in Stone Creek, Barton Creek, Holmes Creek, Kay's Creek, Farmington Creek, Parrish Creek, and Mill Creek. In addition, the department worked on several County owned drainage systems in Bountiful City, Centerville City, Clinton City, North Salt Lake, West Bountiful City, and West Point City. The County also purchased storage capacity in irrigation reservoirs to handle storm flows to reduce potential flooding downstream.

Over the next year, it is the department's plan to use remaining bond funds to complete repairs on the other remaining flood channels and projects which the department has identified and prioritized. These

improvements will upgrade storm drainage infrastructure to carry heavy runoff and preclude flooding. Some work will be by in-house Public Works crews, but some of the larger projects will be designed and constructed via contracts to engineering firms and construction companies—many in Davis County.

COMPLETION OF THE SENIOR SERVICES BUILDING - CLEARFIELD

In 2011, the Davis County Senior Services Division completed construction of a new Senior Center in Clearfield, Utah. The new center is located adjacent to the new Health Department building in Clearfield, Utah on the four acre site. The North Davis Senior Activity Center is a 14,500 square foot building and was built as a replacement for the leased Heritage Senior Center facility in Clearfield. This new facility is designed to better serve the growing needs of seniors in the County. Included in the new facility is a large dining area with a stage, full service kitchen, lapidary room, pottery room, craft rooms, travel clinic, nurse and hygiene rooms, exercise rooms, multipurpose rooms, a computer lab and staff offices. CRSA Architects was the designer and Miller General Contractors was the general contractor. The total cost of the building was around $3 million dollars and was financed by County capital project monies.

MAIN CAMPUS CONSTRUCTION PROJECT – FARMINGTON

In 2010, after many years of planning, favorable financing conditions enabled the Municipal Building Authority of Davis County to issued $19.6 million of Lease Revenue Bonds to finance the construction of three buildings on the main County Campus in Farmington, Utah. The project consists of a new Administration Building, a new Children's Justice Center, and a new Headquarters Library which will all be located adjacent to the Davis County Memorial Courthouse. The $19.6 million in bonds are Recovery Zone Bonds, an extension of the American Recovery and Reinvestment Act of 2009, and will qualify for a 45% IRS subsidy payment back to the Municipal Building Authority of the County.

The main campus project will be built in three phases. First, the Children's Justice Center was substantially completed in December, 2011 with 9,600 square feet which includes a basement for the civil attorney's division. Work began on the 77,000 square foot three story Administration Building in early 2012, and is expected to be completed in September 2012. The Headquarters Library which will be connected to the new Administration building began construction in mid-2012, and is expected to be substantially completed in December 2012. The current Headquarters Library, constructed in 1964 will then be demolished to make room for additional parking.

Upon completion, the Municipal Building Authority will lease the facilities to Davis County. Blalock and Partners is the architectural firm selected to design the three buildings and Wadman Corporation is the general contractor.

ECONOMIC DEVELOPMENT – ATK LIFETIME PRODUCTS AND FUTURA INDUSTRIES

In 2011, ATK Lifetime Products and Futura Industries were recipients of state incentive moneys to expand their current workforce. ATK relocated from Mississippi back to Clearfield to expand their commercial airline contracts. They now occupy a 600,000 square foot building and will hire over 800 employees over the next eight years. Lifetime Products has committed to hiring over 100 new employees within the next five years. They are currently on a growth plan that requires a new line every year for the next ten years. This could equate to over 600 jobs in ten years. Futura Industries is also looking to expand their facility and add more employees. While we did not see a lot of new businesses locate to the County, we did see a lot of local companies committing to expanding and starting that process.

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 the County has 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.

Currently, the Utah Department of Transportation (UDOT) is in the process of completing an Environmental Impact Statement on the West Davis Corridor. Davis County is waiting for a Record of Decision (ROD) from Federal Highways before anymore property acquisition will take place. We expect the ROD sometime in 2013, and will resume actively acquiring road right-of-way at that time.

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
Health Fund	Special Revenue
Library Fund	Special Revenue
Tourism Fund	Special Revenue
Aging Services Fund	Special Revenue
Special Service Area Fund	Special Revenue
Emergency 911 Dispatch Fund	Special Revenue
Municipal Building Authority Fund	Special Revenue
General Obligation Debt Service Fund	Debt Service
Municipal Building Authority Bond Fund	Debt Service
Sales Tax Revenue Bonds Fund	Debt Service
Flood Control Fund	Capital Projects
Campus Construction Fund	Capital Projects
Capital Projects Fund	Capital Projects
Special Capital Projects Fund	Capital Projects
Golf Courses Fund	Enterprise
Jail Commissary Fund	Enterprise
Insurance Fund	Internal Service
Telephone and Security System 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, 2010. This is the eighteenth 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, 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, 2010

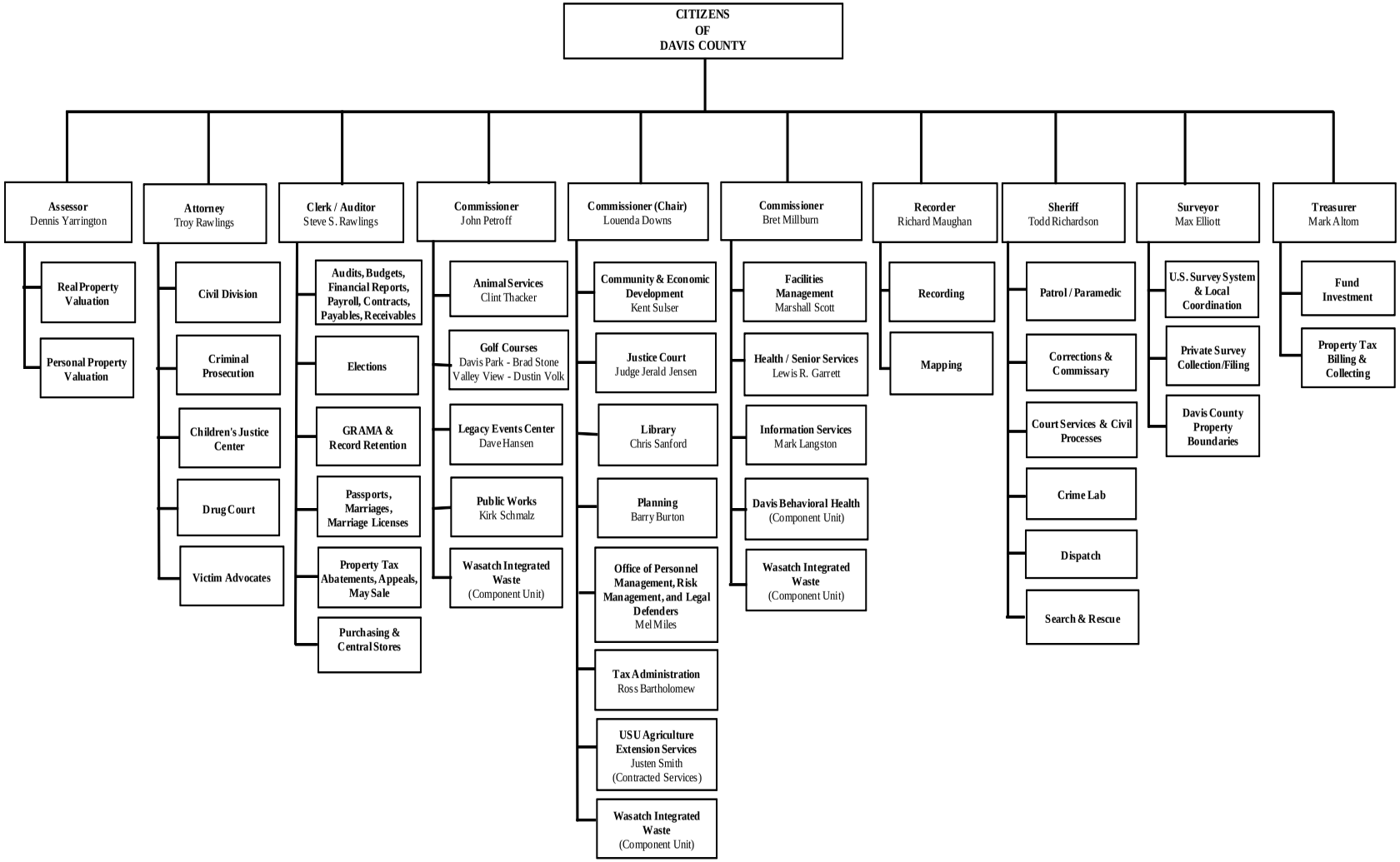
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement - systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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

President

Executive Director

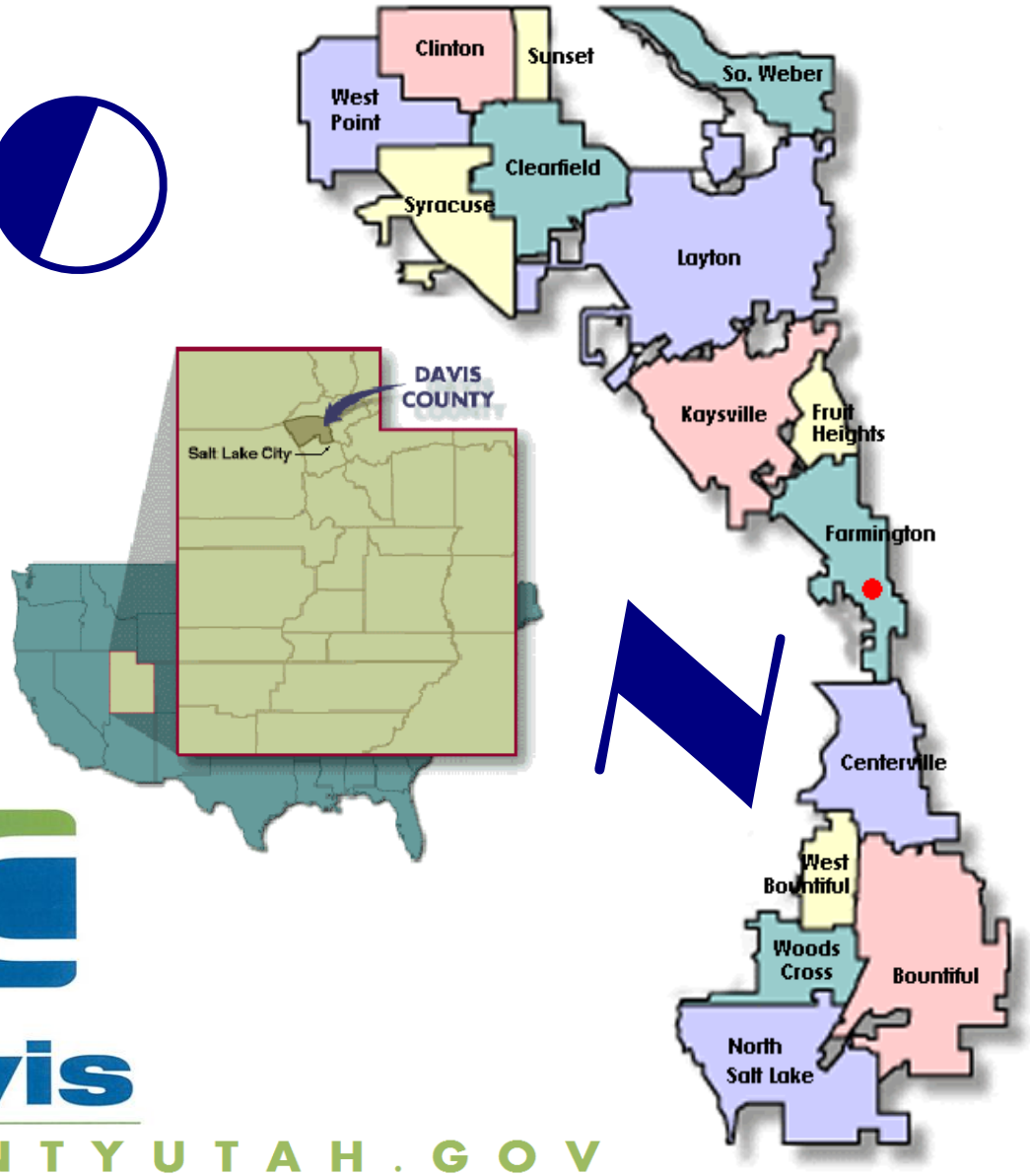
DAVIS COUNTY ORGANIZATION CHART

For the Fiscal Year Ended December 31, 2011



www.daviscountyutah.gov

II. Financial Section



www.DavisCountyUtah.gov

www.daviscountyutah.gov

www.daviscountyutah.gov

Crane, Christensen, Palmer & Ambrose
Certified Public Accountants
Business Advisors

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, 2011, 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, 2011, 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 30, 2012 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 should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 20 through 28 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 management's discussion and analysis 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 that 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, UT 84401 • Phone: 801.627.2060 • Fax: 801.627.2182 • www.ogden-cpas.com

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, budgetary comparison information, combining and individual nonmajor fund financial statements , other schedules, 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 budgetary comparison information, combining and individual nonmajor fund financial statements, and other schedules on pages 73 through 112 and the schedule of expenditures of federal awards on pages 148 through 150 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. That 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, Palmer & Ambrose P.C.

May 30, 2012

INTRODUCTION

The following is a discussion and analysis of Davis County's financial performance and activities for the year ended December 31, 2011 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

- Total assets of the County exceeded liabilities by $128 million (reported as net assets). Of this amount, $20.5 million (unrestricted net assets) may be used to meet the County's ongoing obligations while $107.5 million is restricted for specific uses or invested in capital assets.

- The County's total net assets increased by approximately $4.3 million or about 3.5 percent over the prior year. Net assets of governmental activities increased $4.5 million or 3.8 percent. Net assets of business-type activities decreased by $172 thousand or 4.5 percent.

Fund Level

- The governmental funds reported combined ending fund balances $61.1 million, a decrease of $15.6 million in comparison with the prior year. Approximately 64.6 percent or 39.5 million of the ending fund balance is considered unrestricted (committed, assigned, or unassigned) and is available for spending either at the government's discretion or upon commission approval.

- Property tax revenues were approximately $1.5 million (3.4 percent) higher in 2011 than the prior year, primarily due to growth of the property tax base throughout the County. General sales taxes increased approximately $1.1 million (about 7.7 percent), indicating that the economy is recovering from the downturn felt over the last few years.

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 statements 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 because an action by the County Commissioners is required in order for WIWMD to levy a tax, issue bonds payable from taxes, or to call or hold an election for the authorization of such tax or bonds.

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 Security System, 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 reconciliations 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 to the financial statements, 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, $87 million or 68 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 nearly $18.4 million, the amount of net assets invested in capital assets, net of related debt, actually decreased by about $1.6 million. The difference was primarily the result of the amount offset by related debt increasing as bond proceeds were spent on capital projects.

Restricted net assets comprised $20.5 million or 16 percent of total net assets and are subject to external restrictions on how they may be used. Capital projects accounted for about $14.3 million of the total restrictions with almost $8.8 million of that being restricted specifically for the construction of new buildings on the main County campus and the remainder being restricted for flood control projects. B-Roads accounted for $1.3 million of the restriction, while Debt Service restrictions accounted for another $4.8 million. Unrestricted net assets was approximately $21.9 million for governmental activities at December 31, 2011. Unrestricted net assets for business-type activities decreased by approximately $127 thousand during 2011.

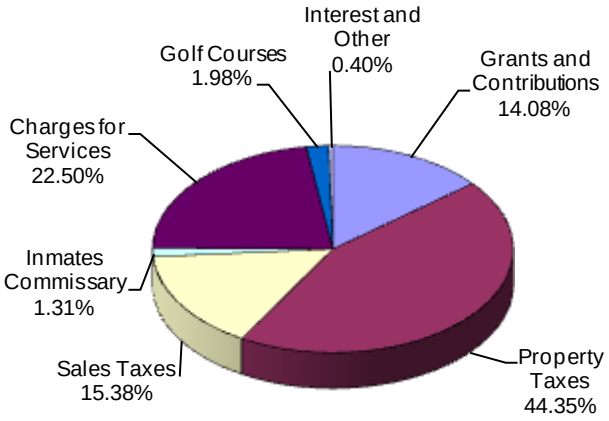
Davis County
Net Assets
December 31,

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	**2010**	**2011**	**2010**	**2011**	**2010**
Current and Other Assets	$ 73,389,474	$ 89,019,358	$ (1,026,658)	$ (1,215,718)	$ 72,362,816	$ 87,803,640
Capital Assets	149,454,182	130,777,619	5,098,487	5,397,435	154,552,669	136,175,054
Total Assets	**222,843,656**	**219,796,977**	**4,071,829**	**4,181,717**	**226,915,485**	**223,978,694**
Current and Other Liabilities	5,795,585	5,864,640	152,183	129,875	5,947,768	5,994,515
Long-term Liabilities	92,683,494	94,081,680	274,220	234,200	92,957,714	94,315,880
Total Liabilities	**98,479,079**	**99,946,320**	**426,403**	**364,075**	**98,905,482**	**100,310,395**
Net Assets:						
Invested in Capital Assets Net of related Debt	81,947,428	83,234,732	5,098,487	5,397,435	87,045,915	88,632,167
Restricted	20,499,016	27,391,189	-	-	20,499,016	27,391,189
Unrestricted	21,918,133	9,224,736	(1,453,061)	(1,579,793)	20,465,072	7,644,943
Total Net Assets	**$ 124,364,577**	**$ 119,850,657**	**$ 3,645,426**	**$ 3,817,642**	**$ 128,010,003**	**$ 123,668,299**

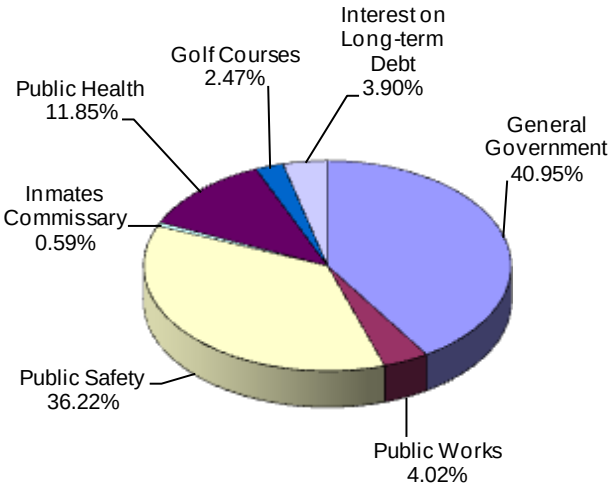
Changes in Net Assets

The County's combined net assets increased by approximately $4.3 million or 3.5 percent from the prior year. The increase is due to the increase in Net Assets of governmental activities. Net assets of business-type activities actually decreased $172 thousand which represents a 4.5 percent decrease 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 $378 thousand. Transfers to the General Fund of $550 thousand were comprised of $534 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.

Davis County
Total Revenues - 2011



Davis County
Total Expenses - 2011



Governmental Activities

Total tax showed slight increases during 2011. General sales taxes increased approximately $1.1 million (about 7.7 percent) while property taxes increased by $1.3 million (2.9 percent). The increase in sales tax revenues is a significant indication that the economy is recovering from the downturn felt over the last few years while the increase in property tax was due to continued development of residential and commercial real estate throughout the County. The following table shows the comparison of revenue and expenses of governmental activities and business type activities from 2011 compared to 2010.

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

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	**2010**	**2011**	**2010**	**2011**	**2010**
Revenues						
General Revenues:						
Taxes	$ 61,269,693	$ 58,857,146	$ -	$ -	$ 61,269,693	$ 58,857,146
Gain on Sale of Capital Assets	102,583	-	-	-	102,583	-
Interest Revenue	296,803	292,159	5,772	5,729	302,575	297,888
Program Revenues:						
Charges for Services	23,075,538	22,630,315	3,377,536	3,128,919	26,453,074	25,759,234
Operating Grants	12,642,377	12,597,575	-	-	12,642,377	12,597,575
Capital Grants	1,794,609	1,164,996	-	-	1,794,609	1,164,996
Total Revenues	**99,181,603**	**95,542,191**	**3,383,308**	**3,134,648**	**102,564,911**	**98,676,839**
Expenses						
General Government	40,218,104	39,406,125	-	-	40,218,104	39,406,125
Public Safety	35,577,640	34,241,872	-	-	35,577,640	34,241,872
Public Health	11,640,398	12,037,386	-	-	11,640,398	12,037,386
Public Works	3,944,675	3,938,669	-	-	3,944,675	3,938,669
Interest on Long-term Debt	3,836,966	3,079,963	-	-	3,836,966	3,079,963
Golf Courses	-	-	2,422,690	2,409,586	2,422,690	2,409,586
Commissary	-	-	582,734	529,040	582,734	529,040
Total Expenses	**95,217,783**	**92,704,015**	**3,005,424**	**2,938,626**	**98,223,207**	**95,642,641**
Changes in Net Assets before Transfer	3,963,820	2,838,176	377,884	196,022	4,341,704	3,034,198
Transfer In (Out)	550,100	671,000	(550,100)	(671,000)	-	-
Changes in Net Assets	4,513,920	3,509,176	(172,216)	(474,978)	4,341,704	3,034,198
Net Assets - Beginning, as restated	119,850,657	116,341,481	3,817,642	4,292,620	123,668,299	120,634,101
Net Assets - Ending	**$ 124,364,577**	**$119,850,657**	**$3,645,426**	**$3,817,642**	**$ 128,010,003**	**$ 123,668,299**

The following table shows to what extent the County's governmental activities relied on taxes and other general revenues to cover all of their costs. For 2011, these programs generated $37.5 million or 39.4 percent of their total expenses through charges for services and grants. Program revenues increased by $1.1 million or 3.1 percent over 2010 as revenue sources remained stable. Taxes and other general revenues covered the remaining 60.6 percent of expenses. The most significant increase in program revenues was in General Government, where program revenues increased by $1.6 million or 14 percent. Of this, $765 thousand was a one-time payment from a utility company for a utility easement. The remainder was the result of minor increases in various different program revenues rather than any one revenue source.

Total Governmental activities expense increased $2.5 million as compared to 2010, or 2.7 percent. Approximately $1.3 million of this increase is in the Public Safety activities. This increase was due to increases in miscellaneous jail operational costs and law enforcement costs that are necessary in order to continue providing quality public safety programs. Interest on long-term debt was almost $757 thousand higher in 2011 as compared to 2010; this increase was a result of debt being issued at the end of 2010.

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	
	2011	2011	2011	2010	2011	2010
Activities						
General Government	$ 40,218,104	$ (12,785,353)	$ 27,432,751	$ 28,186,301	31.8%	28.5%
Public Safety	35,577,640	(13,222,072)	22,355,568	21,206,433	37.2%	38.1%
Public Health	11,640,398	(10,041,919)	1,598,479	1,386,615	86.3%	88.5%
Public Works	3,944,675	(1,463,180)	2,481,495	2,451,817	37.1%	37.8%
Interest on Long-term Debt	3,836,966	-	3,836,966	3,079,963	0.0%	0.0%
Total Governmental Activities	**$ 95,217,783**	**$ (37,512,524)**	**$ 57,705,259**	**$ 56,311,129**	39.4%	39.3%

Business-type Activities

In 2011, Davis County's Golf Courses generated an operating loss of approximately $389 thousand. In addition, there was a $16 thousand transfer out to the General Fund for administrative expenses related to the golf courses. Revenues were down by approximately $21 thousand as a result of fewer rounds of golf being played by golfers in 2011. This was primarily due to cold and stormy weather conditions during the spring season of 2011. Expenses were slightly higher than the prior year by about $13 thousand; this increase was the result of a loss on the disposal of capital assets.

The Jail Commissary continues to generate sufficient revenues to cover its operating costs. Net income for 2011 was approximately $767 thousand, an increase of 39.3 percent above the previous year's net income of $551 thousand. Additionally, $534 thousand was transferred to the General Fund to help cover Jail operations. Commissary revenue increased by $270 thousand while expenses increased by only $54 thousand.

CAPITAL ASSETS AND LONG-TERM DEBT ADMINISTRATION

Capital Assets

Davis County added approximately $24.3 million in new capital assets during 2011, of which approximately $11.1 million was related to flood control projects. An additional $9.7 million was attributable to the new Administration Building and Children's Justice Center being constructed on the main County campus and $1.1 million for the Health Department Building and Senior Center located in Clearfield, Utah. Other general capital purchases for buildings, equipment, and improvements comprised the remaining $2.4 million. Additional information can be found in Note 6 of the Notes to the Financial Statement beginning on page 59.

Long-term Debt

Total bonded debt outstanding at December 31, 2011 was $81.5 million, as compared to $84.4 million at the end of the prior year. This $2.9 million (3.4 percent) reduction of bonded debt is attributable to making required debt service payments. The balance on the County's lease/purchase agreement was also reduced by $623,286 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 60.

Davis County
Long-term Liabilities
December 31,

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	**2010**	**2011**	**2010**	**2011**	**2010**
General Obligation Bonds	$19,805,000	$20,835,000	$ -	$ -	$19,805,000	$20,835,000
Sales Tax Revenue Bonds, net of premiums and refundings	40,156,659	41,830,086	-	-	40,156,659	41,830,086
Lease Revenue Bonds, net of premiums and refundings	21,524,721	21,685,028	-	-	21,524,721	21,685,028
Lease/Purchase Agreement	358,264	981,550	-	-	358,264	981,550
Compensated Absences	3,164,435	3,047,315	117,457	121,643	3,281,892	3,168,958
OPEB	7,674,415	5,702,701	156,763	112,557	7,831,178	5,815,258
Total	$92,683,494	$94,081,680	$ 274,220	$ 234,200	$92,957,714	$94,315,880

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Fund Balances

At December 31, 2011, Davis County's governmental funds reported combined fund balances of approximately $61.1 million. Of this amount, $1.1 million or 1.9 percent is nonspendable due to its form and $20.5 million or 33.5 percent is restricted for specific programs by external constraints, constitutional provisions, or contractual obligations. An additional $410 thousand or 0.7 percent of total fund balance has been committed to specific purposes. Committed amounts cannot be used for any other purpose unless approved by the Commissioners. An additional $25.4 million or 41.6 percent of total fund balance has been assigned to specific purposes, as expressed by management's intent. The remaining $13.6 or 22.3 percent of fund balance is unassigned and available for appropriation. The following chart presents the County's 2011 ending fund balances.

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

	2011						2010	% Change from
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total	Total	prior year
General Fund	$ 305,115	$ -	$ -	$ 5,921,045	$13,633,241	$19,859,401	$19,820,821	0.2%
Health Fund	615,690	8,827	-	1,718,461	-	2,342,978	1,052,435	122.6%
Library Fund	17,299	-	-	4,080,497	-	4,097,796	3,347,212	22.4%
Flood Control Fund	45,000	5,587,837	-	2,483,125	-	8,115,962	20,294,718	-60.0%
Campus Constr. Capital Project	-	8,750,053	-	-	-	8,750,053	18,935,660	-53.8%
NonMajor Funds	156,440	6,152,299	410,194	11,236,071	-	17,955,004	13,239,049	35.6%
Total	$1,139,544	$20,499,016	$ 410,194	$25,439,199	$13,633,241	$61,121,194	$76,689,895	-20.3%

General Fund

During 2011, the fund balance in the General Fund increased by almost $39 thousand or 0.2 percent. General Fund revenues increased by $2.7 million or 4.3 percent over the prior year. Property tax revenues for the General Fund increased by $1 million or 2.8 percent. General Fund sales taxes increased by $798 thousand or 8.1 percent. Total General Fund expenditures increased by approximately $3.5 million or 6.6 percent from 2010. The largest component of this increase is in public safety, which increased by $2.3 million. This increase in public safety is largely due to the closure of the Paramedic Fund in 2010, almost $1.3 million in paramedic expenditures are now included in the General Fund. The remaining $1 million was due to increases

in miscellaneous jail operational costs and law enforcement costs that are necessary in order to continue providing quality public safety programs.

For the year ended December 31, 2011, transfers in were approximately $550 thousand. Excellent management of the Jail Commissary and the profit sharing arrangement with Canteen Food Services accounted for about $534 thousand and a transfer from the Golf Fund for administrative expenses accounted for the remaining $16 thousand balance of transfers in.

The Commission authorized a total of approximately $9.6 million in transfers out of the General Fund in 2011. This is approximately $2.6 million more than the previous year. Totals of $3.5 million and $2 million were transferred to the Capital Projects and Flood Control Funds, respectively, for construction projects. The remaining $4.1 million went to support County operations in Health Services, Aging Services, and Emergency 911 dispatch. A complete list of transfer activity can be found in Note 5 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 $864 thousand 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 $1.4 million from original to final budgets on the expenditure side.

- Budgeted transfers out of the General Fund were increased by $3.5 million as the amount needed in the Capital Projects fund was reevaluated.

Actual General Fund revenues were $65.1 million, which was $3.2 million or approximately 5.2 percent above the final budgeted revenues. The most significant difference between budgeted and actual revenues occurred because Jail Fees came in $1.7 million above what was budgeted. Another difference was a one-time payment from a utility company of $765 thousand for a utility easement which had not been included in the budgeted miscellaneous revenues while various other revenue sources were slightly above what was expected. As the result of fiscally responsible management, General Fund expenditures were approximately $56 million, which was $3.7 million (6.3 percent) below the final budgeted expenditures.

Other Major Governmental Funds

During 2011, Health Fund total revenues decreased slightly by $67 thousand (0.7 percent) as a result of fewer grants being received. This reduction in revenues was offset by an increase of $70 thousand (3 percent) in County transfers from the General Fund. While the net of revenues and transfers in remained relatively stable, expenditures were reduced by $536 thousand (4.6 percent) from the previous year. The combination of these factors, combined with the fact that there were no transfers out in 2011, resulted in an increase in Health fund balance of $1.3 million to approximately $2.3 million at December 31, 2011.

The fund balance in the Library Fund increased approximately $751 thousand (22.4 percent) to $4.1 million. This increase in fund balance 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 Capital Projects Fund was reduced by $12.2 million (60 percent) during 2011 to $8.1 million as the result of various storm drainage and flood control projects and related improvements.

The fund balance in the Campus Construction Capital Projects Fund was reduced by $10.2 million (53.8 percent) during 2011 to almost $8.8 million as the result of the continuing construction of a new Administration Building, a new Children's Justice Center, and a new Headquarters Library.

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 $2.2 million, and those for the Commissary amounted to $749 thousand. The total change in net assets for both funds was a $417 thousand decrease for Golf and a $233 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 $232,312 of taxable value for personal and primary residence in 2011. This amount will continue to be adjusted in the future by the consumer price index (CPI) of the preceding year. For 2012, the Veteran Abatement's ceiling will be $237,949.

- As explained in Note 10, the state legislature closed the existing defined-benefit pension plan to new employees hired on or after July 1, 2011 and created a "hybrid" pension plan for those new employees. The new plan caps the employer's contribution at a fixed rate and requires the employee to pay the difference, if any, between that capped rate and the actuarially required contribution rate. If the actuarially required rate is less than the cap, the difference is credited to the employee's 401(k) account. The new plan also offers a smaller retirement benefit and a longer vesting period than the existing plan. Finally, new employees have the option of choosing a straight defined-contribution plan in lieu of the hybrid defined-benefit plan. The new plan is administered by Utah Retirement Systems and is expected to reduce pension costs over time for all government employers throughout the state.

- On October 15, 2010, a lawsuit was filed against Utah County alleging that the state statutes creating the restaurant tax are unconstitutional because the definition of "restaurant" in the code unfairly discriminates against certain establishments in violation of the equal protection rights of the Utah and United States Constitutions. The State Attorney General has intervened on behalf of the State of Utah and the State Tax Commission because the statutes in question are a matter of state law. Davis County has joined several other counties, through the Utah Association of Counties, as a co-defendant in the lawsuit because the County receives approximately $2.9 million per year in restaurant tax revenues, which is a significant source of funding for the County. A loss of restaurant tax revenues would have a considerable impact on the County's ability to continue those activities that are funded by these taxes.

- During the 2012 Legislative Session, a number of bills were passed which significantly changed the requirements for vehicle safety and emissions testing in the State of Utah. As a result of these legislative actions, it is anticipated that Davis County will close the County run I/M Center in Kaysville, Utah on December 31, 2012. A number of gas stations and repair shops county-wide will continue to conduct the tests.

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 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

Basic Financial Statements

www.DavisCountyUtah.gov

www.daviscountyutah.gov

www.daviscountyutah.gov

DAVIS COUNTY

EXHIBIT A

STATEMENT OF NET ASSETS
DECEMBER 31, 2011

	Primary Government			Component Units (as of June 30, 2011)	
	Governmental Activities	Business-Type Activities	Total	Davis Behavioral Health	Wasatch Integrated Waste
ASSETS					
CURRENT:					
Cash and cash equivalents	$ 60,944,724	$ 847,615	$ 61,792,339	$ 4,156,505	$ 588,039
Investments	-	-	-	75,000	24,865,720
Accounts receivable	5,976,561	72,509	6,049,070	1,044,838	1,216,325
Taxes receivable	1,644,406	-	1,644,406	-	-
Internal balances	1,994,350	(1,994,350)	-	-	-
Inventory	628,477	-	628,477	20,526	1,622,898
Other assets	2,200,956	47,568	2,248,524	234,106	471,253
Total current assets	73,389,474	(1,026,658)	72,362,816	5,530,975	28,764,235
NONCURRENT:					
Capital assets:					
Land and related non-depreciable assets	42,498,079	3,522,893	46,020,972	2,113,203	22,024,339
Construction-in-progress	11,124,694	-	11,124,694	-	2,195,943
Depreciable infrastructure	30,397,393	-	30,397,393	-	-
Buildings, equipment, and other depreciable assets	121,432,288	4,555,352	125,987,640	12,840,460	66,188,163
Less accumulated depreciation	(55,998,272)	(2,979,758)	(58,978,030)	(3,786,880)	(56,876,081)
Total capital assets, net of depreciation	149,454,182	5,098,487	154,552,669	11,166,783	33,532,364
TOTAL ASSETS	222,843,656	4,071,829	226,915,485	16,697,758	62,296,599
LIABILITIES					
CURRENT:					
Accounts payable	3,263,672	120,383	3,384,055	346,411	443,748
Accrued liabilities	2,493,219	31,800	2,525,019	429,082	5,355,069
Unearned revenue	38,694	-	38,694	700,896	-
Bonds and lease/purchase agreement payable	3,314,264	-	3,314,264	188,288	-
Compensated absences	474,666	17,619	492,285	154,849	-
Total current liabilities	9,584,515	169,802	9,754,317	1,819,526	5,798,817
LONG-TERM:					
Bonds and lease/purchase agreement payable	78,530,380	-	78,530,380	5,970,056	-
Net OPEB obligation	7,674,415	156,763	7,831,178	-	-
Compensated absences	2,689,769	99,838	2,789,607	562,347	-
Total long-term liabilities	88,894,564	256,601	89,151,165	6,532,403	-
TOTAL LIABILITIES	98,479,079	426,403	98,905,482	8,351,929	5,798,817
NET ASSETS					
Invested in capital assets, net of related debt	81,947,428	5,098,487	87,045,915	5,008,439	33,532,364
Restricted for:					
Car seats and bike helmets	8,827	-	8,827	-	-
Capital improvements	14,337,890	-	14,337,890	-	-
Class B-Roads	1,336,515	-	1,336,515	-	-
Debt Service	4,815,784	-	4,815,784	-	-
Closure and post-closure costs	-	-	-	-	4,682,287
Unrestricted	21,918,133	(1,453,061)	20,465,072	3,337,390	18,283,131
TOTAL NET ASSETS	$ 124,364,577	$ 3,645,426	$ 128,010,003	$ 8,345,829	$ 56,497,782

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, 2011

		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	$40,218,104	$ 6,811,617	$ 4,988,088	$ 985,648	$ (27,432,751)	$ -	$ (27,432,751)	$ -	$ -
Public safety	35,577,640	12,314,622	489,468	417,982	(22,355,568)	-	(22,355,568)	-	-
Public health	11,640,398	3,890,624	6,151,295	-	(1,598,479)	-	(1,598,479)	-	-
Public works	3,944,675	58,675	1,013,526	390,979	(2,481,495)	-	(2,481,495)	-	-
Interest on long-term debt	3,836,966	-	-	-	(3,836,966)	-	(3,836,966)	-	-
Total governmental activities	95,217,783	23,075,538	12,642,377	1,794,609	(57,705,259)	-	(57,705,259)	-	-
Business-type activities:									
Golf	2,422,690	2,033,729	-	-	-	(388,961)	(388,961)	-	-
Inmates Commissary	582,734	1,343,807	-	-	-	761,073	761,073	-	-
Total business-type activities	3,005,424	3,377,536	-	-	-	372,112	372,112	-	-
TOTAL PRIMARY GOVERNMENT	$98,223,207	$26,453,074	$12,642,377	$ 1,794,609	(57,705,259)	372,112	(57,333,147)	-	-
Component Units:									
Davis behavioral health	$18,282,324	$ 2,067,977	$16,035,176	$ -	-	-	-	(179,171)	-
Wasatch integrated waste	16,259,182	15,419,059	-	-	-	-	-	-	(840,123)
TOTAL COMPONENT UNITS	$34,541,506	$17,487,036	$16,035,176	$ -	-	-	-	(179,171)	(840,123)
General revenues:									
Taxes:									
Property taxes					45,490,304	-	45,490,304	-	-
Sales taxes					15,779,389	-	15,779,389	-	-
Total taxes					61,269,693	-	61,269,693	-	-
Unrestricted investment earnings					296,803	5,772	302,575	36,991	385,819
Gain on sale of capital assets					102,583	-	102,583	-	2,135
Transfers					550,100	(550,100)	-	-	-
Total general revenues and transfers					62,219,179	(544,328)	61,674,851	36,991	387,954
Change in net assets					4,513,920	(172,216)	4,341,704	(142,180)	(452,169)
Net assets:									
Beginning					119,850,657	3,817,642	123,668,299	8,488,009	56,949,951
Ending					$ 124,364,577	$ 3,645,426	$ 128,010,003	$ 8,345,829	$56,497,782

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 Capital Projects Fund
This fund accounts for all activities of the Public Works Department that relate to the flood channels managed by the County.

Campus Construction Capital Projects Fund
This fund accounts for the revenues and expenditures related to the construction of the new Main Campus buildings.

Nonmajor Governmental Funds
Nonmajor governmental funds are presented individually beginning on page 83.

DAVIS COUNTY

EXHIBIT C

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2011

		Major Special Revenue Funds		Capital Projects Funds		Nonmajor	Total
	General Fund	Health Fund	Library Fund	Flood Control	Campus Construction	Governmental Funds	Governmental Funds
ASSETS							
Cash and cash equivalents	$ 15,397,503	$ 1,651,321	$ 4,228,214	$ 8,357,136	$ 10,259,519	$ 16,498,441	$ 56,392,134
Accounts receivable	3,567,815	299,902	-	-	-	2,003,587	5,871,304
Taxes receivable	1,322,832	-	230,828	-	-	90,746	1,644,406
Due from other funds	2,216,199	-	-	-	-	-	2,216,199
Inventory	58,900	569,577	-	-	-	-	628,477
Prepaids and other	246,215	46,113	17,299	45,000	-	156,440	511,067
TOTAL ASSETS	$ 22,809,464	$ 2,566,913	$ 4,476,341	$ 8,402,136	$ 10,259,519	$ 18,749,214	$ 67,263,587
LIABILITIES AND FUND BALANCES							
LIABILITIES :							
Accounts payable	$ 617,773	$ 57,635	$ 52,317	$ 238,674	$ 1,509,466	$ 354,087	$ 2,829,952
Accrued liabilities	1,007,400	166,300	95,400	47,500	-	126,000	1,442,600
Due to other funds	-	-	-	-	-	186,741	186,741
Deferred revenue	1,324,890	-	230,828	-	-	127,382	1,683,100
Total liabilities	2,950,063	223,935	378,545	286,174	1,509,466	794,210	6,142,393
FUND BALANCES:							
Nonspendable:							
Inventory	58,900	569,577	-	-	-	-	628,477
Prepaids and other	246,215	46,113	17,299	45,000	-	156,440	511,067
Restricted for:							
Car seats and bike helmets	-	8,827	-	-	-	-	8,827
Capital improvements	-	-	-	5,587,837	8,750,053	-	14,337,890
Class B-Roads	-	-	-	-	-	1,336,515	1,336,515
Debt Service	-	-	-	-	-	4,815,784	4,815,784
Committed to:							
South Davis Recration District	-	-	-	-	-	238,765	238,765
Davis Cultural Arts Center	-	-	-	-	-	171,429	171,429
Assigned	5,921,045	1,718,461	4,080,497	2,483,125	-	11,236,071	25,439,199
Unassigned	13,633,241	-	-	-	-	-	13,633,241
Total fund balances	19,859,401	2,342,978	4,097,796	8,115,962	8,750,053	17,955,004	61,121,194
TOTAL LIABILITIES AND FUND BALANCES	$ 22,809,464	$ 2,566,913	$ 4,476,341	$ 8,402,136	$ 10,259,519	$ 18,749,214	$ 67,263,587

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, 2011

Total fund balances--governmental funds		$ 61,121,194
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	$ 42,498,079	
Construction-in-progress	11,124,694	
Depreciable infrastructure	30,397,393	
Buildings, equipment, and other depreciable assets	120,232,584	
Accumulated depreciation	(55,149,359)	
Total capital assets		149,103,391
Deferred charges - MBA payments		677,000
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.		1,644,406
An internal charge between the governmental and business-type activities is not recorded at the fund level.		(35,108)
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.		4,832,341
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.		449,583
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	(81,844,644)	
Net OPEB obligation	(7,460,342)	
Compensated absences	(3,113,525)	
Accrued interest on bonds	(1,009,719)	
Total long-term liabilities		(93,428,230)
Total net assets--governmental activities		$ 124,364,577

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, 2011

		Major Special Revenue Funds		Capital Projects Funds			
	General Fund	Health Fund	Library Fund	Flood Control	Campus Construction	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:							
Taxes:							
General property taxes-current	$ 34,557,767	$ -	$ 6,047,005	$ -	$ -	$ 2,856,099	$ 43,460,871
General property taxes-delinquent	1,346,058	-	234,577	-	-	82,615	1,663,250
Penalties and interest on delinquent taxes	665,956	-	21,872	-	-	10,058	697,886
Sales taxes	10,699,524	-	-	-	-	5,079,865	15,779,389
Total taxes	47,269,305	-	6,303,454	-	-	8,028,637	61,601,396
Licenses and permits	249,767	-	-	-	-	-	249,767
Fines and forfeitures	1,794,171	-	167,825	-	-	-	1,961,996
Intergovernmental and grant revenue	1,642,073	6,151,295	58,764	-	463,845	6,011,668	14,327,645
Charges for services	12,212,157	3,808,403	-	-	-	2,391,255	18,411,815
Interest	34,833	5,583	7,550	88,548	87,738	47,777	272,029
Other	1,868,007	82,220	16,635	26,099	-	406,791	2,399,752
Total revenues	65,070,313	10,047,501	6,554,228	114,647	551,583	16,886,128	99,224,400
EXPENDITURES:							
Current:							
General government	22,801,230	-	5,803,719	-	-	9,325,459	37,930,408
Public safety	31,189,016	-	-	-	-	1,705,644	32,894,660
Public health	6,400	11,102,202	-	-	-	-	11,108,602
Public works	333,338	-	-	1,124,214	-	793,492	2,251,044
Capital outlay	1,043,236	50,048	-	11,062,452	9,702,924	2,257,267	24,115,927
Debt service:							
Principal retirement	623,286	-	-	-	-	2,864,000	3,487,286
Interest and fiscal charges	26,714	-	-	-	1,034,266	2,814,249	3,875,229
Total expenditures	56,023,220	11,152,250	5,803,719	12,186,666	10,737,190	19,760,111	115,663,156
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	9,047,093	(1,104,749)	750,509	(12,072,019)	(10,185,607)	(2,873,983)	(16,438,756)
OTHER FINANCING SOURCES (USES)							
Sale of capital assets	73,831	548	75	100,000	-	145,501	319,955
Transfers in	550,100	2,394,744	-	2,000,004	-	9,052,098	13,996,946
Transfers out	(9,632,444)	-	-	(2,206,741)	-	(1,607,661)	(13,446,846)
Total other financing sources (uses), net	(9,008,513)	2,395,292	75	(106,737)	-	7,589,938	870,055
NET CHANGE IN FUND BALANCES	38,580	1,290,543	750,584	(12,178,756)	(10,185,607)	4,715,955	(15,568,701)
FUND BALANCES:							
Beginning of year	19,820,821	1,052,435	3,347,212	20,294,718	18,935,660	13,239,049	76,689,895
End of year	$ 19,859,401	$ 2,342,978	$ 4,097,796	$ 8,115,962	$ 8,750,053	$ 17,955,004	$ 61,121,194

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, 2011

Net change in fund balances--total governmental funds	$ (15,568,701)
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 ($24,115,927) and donated capital assets ($20,000) exceeded depreciation ($5,124,695) during the current period.	19,011,232
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 basis of the assets sold.	(217,370)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund statements.	(331,703)
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 the change in deferred bond issuance costs ($64,734) and the net amortization on bond premiums and refundings ($266) exceeded the decrease in accrued interest on bonds payable ($38,529) during the year.	(26,471)
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 ($1,912,276) and compensated absences ($111,693), reported as adjustments to expense in the statement of activities.	(2,023,969)
Repayment of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	3,487,286
Portion of deferred charges applicable to the current period-MBA payments	(59,000)
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.	(11,211)
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.	253,827
Change in net assets of governmental activities	$ 4,513,920

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 Security System, and Buildings and Grounds.

DAVIS COUNTY

EXHIBIT G

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2011

	Major Enterprise Fund	Nonmajor Enterprise Fund	Total Enterprise Funds	Internal Service Funds
	Golf Courses	Commissary		
ASSETS				
CURRENT:				
Cash and cash equivalents	$ 1,100	$ 846,515	$ 847,615	$ 4,552,590
Accounts receivable	61,774	10,735	72,509	105,257
Other	47,568	-	47,568	563,306
Total current assets	110,442	857,250	967,692	5,221,153
NONCURRENT:				
Capital assets:				
Land	754,259	-	754,259	-
Buildings	1,950,882	-	1,950,882	-
Improvements other than buildings	2,768,634	-	2,768,634	-
Furniture, fixtures, and equipment	2,604,470	-	2,604,470	1,199,704
Less accumulated depreciation	(2,979,758)	-	(2,979,758)	(848,913)
Total noncurrent assets	5,098,487	-	5,098,487	350,791
TOTAL ASSETS	5,208,929	857,250	6,066,179	5,571,944
LIABILITIES				
CURRENT:				
Accounts payable	36,481	83,902	120,383	433,720
Accrued liabilities	27,000	4,800	31,800	40,900
Due to other funds	2,029,458	-	2,029,458	-
Obligations for compensated absences	17,619	-	17,619	7,637
Total current liabilities	2,110,558	88,702	2,199,260	482,257
LONG-TERM:				
Net OPEB obligation	136,811	19,952	156,763	214,073
Obligations for compensated absences	99,838	-	99,838	43,273
Total long-term liabilities	236,649	19,952	256,601	257,346
TOTAL LIABILITIES	2,347,207	108,654	2,455,861	739,603
NET ASSETS				
Invested in capital assets	5,098,487	-	5,098,487	350,791
Unrestricted	(2,236,765)	748,596	(1,488,169)	4,481,550
TOTAL NET ASSETS	$ 2,861,722	$ 748,596	$ 3,610,318	$ 4,832,341

Total net assets--enterprise funds	$ 3,610,318
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.	35,108
Total net assets--business-type activities	$ 3,645,426

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, 2011

	Major Enterprise Fund	Nonmajor Enterprise Fund	Total Enterprise Funds	Internal Service Funds
	Golf Courses	Commissary		
OPERATING REVENUES:				
Golf course fees	$ 1,861,939	$ -	$ 1,861,939	$ -
Commissary sales	-	1,343,807	1,343,807	-
Rent	24,988	-	24,988	-
Charges to other funds	-	-	-	4,581,824
Other revenue	146,802	-	146,802	141,549
Total operating revenue	2,033,729	1,343,807	3,377,536	4,723,373
OPERATING EXPENSES:				
Salaries, wages, and employee benefits	1,451,480	198,775	1,650,255	1,751,433
Other operating expenses	606,427	383,297	989,724	2,591,290
Depreciation	260,580	-	260,580	151,597
Total operating expenses	2,318,487	582,072	2,900,559	4,494,320
OPERATING INCOME (LOSS)	(284,758)	761,735	476,977	229,053
NON-OPERATING REVENUES (EXPENSES):				
Interest income	-	5,772	5,772	24,774
Loss on disposal of capital assets	(116,076)	-	(116,076)	-
Total non-operating revenues (expenses), net	(116,076)	5,772	(110,304)	24,774
INCOME (LOSS) BEFORE TRANSFERS	(400,834)	767,507	366,673	253,827
Transfers out	(16,000)	(534,100)	(550,100)	-
CHANGE IN NET ASSETS	(416,834)	233,407	(183,427)	253,827
NET ASSETS:				
Beginning of year	3,278,556	515,189		4,578,514
End of year	$ 2,861,722	$ 748,596		$ 4,832,341
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			11,211	
Change in net assets of business-type activities			$ (172,216)	

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, 2011

	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	$ 2,022,919	$ 1,334,529	$ 3,357,448	$ 122,346
Receipts for interfund services provided	-	-	-	4,581,824
Payments to suppliers	(641,383)	(369,535)	(1,010,918)	(2,900,431)
Payments to employees	(1,383,692)	(190,917)	(1,574,609)	(1,681,768)
Net cash provided by (used in) operating activities	(2,156)	774,077	771,921	121,971
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash received from other funds	111,864	-	111,864	-
Transfers out	(16,000)	(534,100)	(550,100)	-
Net cash provided by (used in) noncapital financing activities	95,864	(534,100)	(438,236)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(102,008)	-	(102,008)	(34,297)
Proceeds from sale of capital assets	8,300	-	8,300	-
Net cash provided by (used in) capital and related financing activities	(93,708)	-	(93,708)	(34,297)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	-	5,772	5,772	24,773
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	245,749	245,749	112,447
CASH AND CASH EQUIVALENTS:				
Beginning of year	1,100	600,766	601,866	4,440,143
End of year	$ 1,100	$ 846,515	$ 847,615	$ 4,552,590
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	$ (284,758)	$ 761,735	$ 476,977	$ 229,053
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	260,580	-	260,580	151,597
Change in assets and liabilities:				
Accounts receivable	24,864	(9,278)	15,586	(88,498)
Other assets	(47,569)	4,019	(43,550)	(460,217)
Accounts payable	12,613	9,743	22,356	220,371
Accrued liabilities	4,300	800	5,100	4,800
Unearned revenue	(5,148)	-	(5,148)	-
Obligation for OPEB	37,148	7,058	44,206	59,438
Obligation for compensated absences	(4,186)	-	(4,186)	5,427
Net cash provided by (used in) operating activities	$ (2,156)	$ 774,077	$ 771,921	$ 121,971

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 18 beginning on page 106.

DAVIS COUNTY

EXHIBIT J

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2011

ASSETS	
Cash and cash equivalents	$ 53,408,671
Accounts receivable	529,634
TOTAL ASSETS	$ 53,938,305
LIABILITIES	
Due to individuals, organizations, and other governments	$ 53,938,305

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 55
2. Accounting and Reporting Changes
   A. New Accounting Pronouncements 55
   B. Pension Plans 56
3. Deposits and Investments:
   A. Custodial Credit risk 56
   B. Credit Risk 56
   C. Interest Rate Risk 57
   D. Concentration of Credit Risk 57
4. Interfund Balances and Loans 57
5. Interfund Transfers 58
6. Capital Assets 59
7. Long-term Liabilities:
   A. Changes in Long-term Liabilities 60
   B. General Obligation Bonds 61
   C. Sales Tax Revenue Bonds 61
   D. Lease Revenue Bonds 63
   E. Lease/Purchase Agreement 65
   F. Defeased Bonds 65
8. Short-Term Debt 65
9. Governmental Fund Balances and Restricted Net Assets
   A. Governmental Fund Balances – Restricted, Committed, and Assigned 65
   B. Restricted Net Assets 65
10. Retirement Plans:
   A. Pension Plans 65
   B. Deferred Compensation Plans 67
11. Other Postemployment Benefits
   A. Plan Description 67
   B. Funding Policy 67
   C. Annual OPEB Cost and Net OPEB Obligation 67
   D. Funded Status and Funding Progress 68
   E. Actuarial Methods and Assumptions 68
12. Risk Management 68
13. Litigation and Contingencies 69
14. Joint Ventures – South Davis Metro Fire District 69
15. Commitments
   A. South Davis Recreation District/Inter-local agreement 69
   B. Davis Cultural Arts Center/Inter-local agreement 70
16. Conduit Debt 70
17. Subsequent Events 70

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. Actual results could differ from those estimates.

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 2011 were $1,276,916 and pass through grants were $5,617,428. Related party items at December 31, 2011 consisted of $605,910 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, 234 South Main Street, Layton, Utah 84041.

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. This fiscal dependency is created because an action by the County Commissioners is required in order for WIWMD to levy a tax, issue bonds payable from taxes, or to call or hold an election for the authorization of such tax or bonds. 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, 2011

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 capital projects fund accounts for all activities of the Public Works Department that relate to the flood channels managed by the County.
- **Campus Construction Capital Projects Fund** – This fund accounts for funds accumulated and spent for the construction of the new Main Campus buildings.

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, Municipal Building Authority (MBA) Operations, General Government Debt Service, MBA Debt Service, Sales Tax Revenue Bonds Debt Service, 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 and security 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, highly liquid 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 Prepaid Items
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 the government-wide and as prepaids and other in the 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 nonspendable, restricted, or unrestricted (committed, assigned, or unassigned). Restricted represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Committed fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Commissioners. Assigned fund balance includes balances that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed.

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 in 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 2011, the County modified various budgets using the above procedure.

NOTE 2. ACCOUNTING AND REPORTING CHANGES

A. New Accounting Pronouncements

For fiscal year 2011, the County implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions.* The new standard establishes fund balance classifications in governmental funds designed to more readily identify the extent to which a government is bound to follow constraints on resources in those funds. Fund balances are now classified as nonspendable, restricted, committed, assigned, or unassigned. Details on the County's fund balance classifications and policies are provided in Note 9.

Statement 54 also clarifies the existing governmental fund type definitions, and the County has evaluated all of its fund types based upon the provisions of the statement. As a result, the Flood Control Fund no longer meets the criteria of a special revenue fund and was therefore reclassified as a major capital projects fund. This change had no impact on beginning fund balances of any fund.

B. Pension Plans

The state legislature made significant changes to the Utah Retirement Systems defined-benefit pension plans that became effective on July 1, 2011. The changes affect all state and local government employees hired on or after that date. The County has modified Note 10 to reflect these changes.

NOTE 3. 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, 2011 were $26,858,331, of which $26,608,331 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, 2011 are shown below:

Investment Type	Fair Value	Weighted Average Maturity (Days)	Quality/Rating
Utah Public Treasurer's Investment Fund	$ 89,513,685	78*	not rated

*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 4. 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, 2011 consisted of the amounts below.

Due to General Fund from:	
Nonmajor Governmental Funds:	
Emergency 911 Dispatch Fund	$ 186,741
Enterprise Funds:	
Golf Fund	2,029,458
Total due to General Fund from other funds	$ 2,216,199

The amount owed from the Enterprise - Golf Course Fund to the General Fund is included as part of the internal balance reported on the government-wide Statement of Net Assets (Exhibit A).

NOTE 5. 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, 2011 are shown below.

	Transfer In		Transfer Out	
Major Funds:				
General Fund	$ 550,100	a, c	$ 9,632,444	b
Health Fund	2,394,744	b	-	
Flood Control Fund	2,000,004	b	2,206,741	d, g
Golf Course Fund	-		16,000	c
Nonmajor Funds:				
Tourism Fund	-		1,317,145	g
Aging Services Fund	1,637,700	b	-	
Special Service Area Fund	331,002	d	-	
Emergency 911 Dispatch Fund	99,996	b	-	
MBA Operating Fund	-		224,904	f
MBA Debt Service Fund	224,904	f	-	
Sales Tax Revenue Bonds Debt Service Fund	3,192,884	g	-	
Special Capital Projects Fund	65,612	e	-	
Capital Projects Fund	3,500,000	b	65,612	e
Commissary Fund	-		534,100	a
Total Transfers In and Transfers Out	$ 13,996,946		$ 13,996,946	

a) The General Fund received $534,100 from the Commissary fund to support general jail operations.

b) The General Fund transferred general tax monies of the County totaling $4,132,440 to support health programs, senior service programs, and the emergency 911 dispatch. The General Fund also transferred $2,000,004 to the Flood Control Fund and $3,500,000 to the Capital Projects Fund for construction projects.

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

d) The Flood Control Fund transferred $331,002 to the Special Service Area Fund to rent heavy equipment used in flood control projects.

e) The Special Capital Projects Fund received $65,612 from the Capital Projects Fund for the construction of the Health and Aging Services buildings.

f) The MBA Operating Fund transferred $224,904 to the MBA Debt Service Fund to make the 2011 debt service payments.

g) The Tourism Fund transferred $1,317,145 and the Flood Control Fund transferred $1,875,739 to the Sales Tax Revenue Bonds Debt Service Fund for debt service payments.

NOTE 6. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2011 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land and land improvements	$ 12,050,201	$ 208,639	$ -	$ 12,258,840
Land under infrastructure	25,243,520	5,208,498	(212,779)	30,239,239
Construction in progress	2,793,404	10,230,342	(1,899,052)	11,124,694
Total capital assets not being depreciated	40,087,125	15,647,479	(2,111,831)	53,622,773
Capital assets being depreciated:				
Buildings and improvements	99,970,114	2,990,090	-	102,960,204
Furniture, fixtures, and equipment	16,897,047	1,949,273	(374,236)	18,472,084
Infrastructure	25,021,347	5,482,436	(106,390)	30,397,393
Total capital assets being depreciated	141,888,508	10,421,799	(480,626)	151,829,681
Less accumulated depreciation for:				
Buildings and improvements	(26,247,200)	(2,555,378)	-	(28,802,578)
Furniture, fixtures, and equipment	(12,903,715)	(1,581,328)	369,644	(14,115,399)
Infrastructure	(12,047,099)	(1,139,585)	106,389	(13,080,295)
Total accumulated depreciation	(51,198,014)	(5,276,291)	476,033	(55,998,272)
Total capital assets being depreciated, net	90,690,494	5,145,508	(4,593)	95,831,409
Governmental activity capital assets, net	$ 130,777,619	$ 20,792,987	$ (2,116,424)	$ 149,454,182
Business-type activities:				
Capital assets not being depreciated:				
Land and land improvements	$ 3,522,893	$ -	$ -	$ 3,522,893
Construction in progress	9,986	6,014	(16,000)	-
Total capital assets not being depreciated	3,532,879	6,014	(16,000)	3,522,893
Capital assets being depreciated:				
Buildings and improvements	2,071,217	-	(120,335)	1,950,882
Furniture, fixtures, and equipment	2,846,923	95,994	(338,447)	2,604,470
Total capital assets being depreciated	4,918,140	95,994	(458,782)	4,555,352
Less accumulated depreciation for:				
Buildings and improvements	(912,986)	(53,314)	74,974	(891,326)
Furniture, fixtures, and equipment	(2,140,598)	(207,266)	259,432	(2,088,432)
Total accumulated depreciation	(3,053,584)	(260,580)	334,406	(2,979,758)
Total capital assets being depreciated, net	1,864,556	(164,586)	(124,376)	1,575,594
Business-type activity capital assets, net	$ 5,397,435	$ (158,572)	$ (140,376)	$ 5,098,487

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

Governmental activities:	
General government	$ 1,401,935
Public safety	1,807,614
Public Health	310,924
Public works	1,604,222
Depreciation on capital assets of the County's internal service funds is charged to the various functions based on their usage of the assets	151,596
Total depreciation expense—governmental activities	$ 5,276,291
Business-type activities:	
Golf	$ 260,580

NOTE 7. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in long-term liabilities for the year ended December 31, 2011 were as follows:

	Balance January 1, 2011	Additions	Reductions	Balance December 31, 2011	Due Within One Year
Governmental activities:					
General obligation bonds:					
Davis County general obligation bonds, series 2005	$ 20,835,000	$ -	$ (1,030,000)	$ 19,805,000	$ 1,070,000
Sales tax revenue bonds:					
Davis County sales tax revenue bonds, series 2003	2,075,000	-	(385,000)	1,690,000	400,000
Davis County sales tax revenue bonds, series 2006	9,110,000	-	(235,000)	8,875,000	245,000
Davis County sales tax revenue bonds, series 2009A	6,550,000	-	(1,025,000)	5,525,000	1,050,000
Davis County taxable build America bonds, series 2009B	19,450,000	-	-	19,450,000	-
Davis County sales tax refunding revenue bonds, series 2009C	4,895,000	-	(35,000)	4,860,000	35,000
Unamortized premiums	329,411	-	(83,856)	245,555	-
Deferred amounts on refundings	(579,325)	-	90,429	(488,896)	-
Total sales tax revenue bonds	41,830,086	-	(1,673,427)	40,156,659	1,730,000
Lease revenue bonds:					
Municipal Building Authority lease revenue bonds, series 2001	736,000	-	(59,000)	677,000	61,000
Municipal Building Authority lease revenue refunding bonds, series 2010A	1,335,000	-	(95,000)	1,240,000	95,000
Municipal Building Authority taxable recovery zone lease revenue bonds, series 2010B	19,600,000	-	-	19,600,000	-
Unamortized premiums	46,750	-	(21,018)	25,732	-
Deferred amounts on refundings	(32,722)	-	14,711	(18,011)	-
Total lease revenue bonds	21,685,028	-	(160,307)	21,524,721	156,000
Lease/purchase agreement	981,550	-	(623,286)	358,264	358,264
Compensated absences	3,047,315	2,097,087	(1,979,967)	3,164,435	474,665
OPEB obligation	5,702,701	2,541,157	(569,443)	7,674,415	-
Total governmental activity long-term debt	$ 94,081,680	$ 4,638,244	$ (6,036,430)	$ 92,683,494	$ 3,788,929
Business-type activities:					
Compensated absences	$ 121,643	$ 69,306	$ (73,492)	$ 117,457	$ 17,619
OPEB obligation	112,557	56,973	(12,767)	156,763	-
Total business-type long-term debt	$ 234,200	$ 126,279	$ (86,259)	$ 274,220	$ 17,619

The compensated absence and OPEB liabilities of governmental activities 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, 2011 was $511,913,339, providing a debt margin of $492,108,339. General Obligation Bonds Payable at December 31, 2011 consisted of the following:

	General Obligation Bonds Payable				
	Issue Date	Maturity Date	Interest Rate	Original Amount	December 31, 2011
2005 Jail Expansion Bonds	1/11/2005	2/1/2025	3.00%-4.75%	$ 24,800,000	$ 19,805,000

General Obligation Bonds-Debt Service Requirement to Maturity

	Series 2005	
Year	Principal	Interest
2012	$ 1,070,000	$ 829,175
2013	1,115,000	784,081
2014	1,160,000	737,187
2015	1,205,000	689,888
2016	1,255,000	640,687
2017-2021	7,090,000	2,388,213
2022-2025	6,910,000	676,163
Total	$ 19,805,000	$ 6,745,394

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. 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. Sales Tax Revenue Bonds Payable at December 31, 2011 consisted of the following:

	Sales Tax Revenue Bonds Payable				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance December 31, 2011
2003 Conference Center B	10/23/2003	10/1/2015	2.00%-4.100%	$ 8,250,000	$ 1,690,000
2006 Conference Center Expansion	9/12/2006	10/1/2027	4.00%-4.375%	9,955,000	8,875,000
2009A Flood Projects Bonds	9/23/2009	4/1/2016	2.00%-4.000%	7,550,000	5,525,000
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	4,860,000
	Total Sales Tax Revenue Bonds Outstanding				40,400,000
	Add Unamortized Premium				245,555
	Less Deferred Amount on Refunding				(488,896)
	Total Sales Tax Revenue Bonds Payable				$ 40,156,659

Sales Tax Revenue Bonds-Debt Service Requirement to Maturity

	Series 2003B		Series 2006		Series 2009A	
Year	Principal	Interest	Principal	Interest	Principal	Interest
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	445,000	18,245	280,000	347,672	1,125,000	69,500
2016	-	-	290,000	335,773	1,175,000	23,500
2017-2021	-	-	1,640,000	1,483,575	-	-
2022-2026	-	-	4,530,000	1,000,145	-	-
2027	-	-	1,370,000	59,938	-	-
Total	$ 1,690,000	$ 171,535	$ 8,875,000	$ 4,335,995	$ 5,525,000	$ 480,500

	Build America Bonds Series 2009B				Refunding Series 2009C	
Year	Principal	Interest	BAB Subsidy	Interest Net of BAB Subsidy	Principal	Interest
2012	$ -	$ 1,036,137	$ (362,648)	$ 673,489	$ 35,000	$ 182,875
2013	-	1,036,137	(362,648)	673,489	35,000	182,175
2014	-	1,036,137	(362,648)	673,489	35,000	181,387
2015	-	1,036,138	(362,648)	673,490	35,000	180,250
2016	-	1,036,138	(362,648)	673,490	515,000	169,250
2017-2021	6,475,000	4,468,425	(1,563,949)	2,904,476	2,890,000	526,788
2022-2026	7,650,000	2,673,606	(935,762)	1,737,844	1,315,000	46,463
2027-2029	5,325,000	484,313	(169,510)	314,803	-	-
Total	$ 19,450,000	$ 12,807,031	$ (4,482,461)	$ 8,324,570	$ 4,860,000	$ 1,469,188

(Continued)

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

	Total			
	Principal	**Interest**	**BAB Subsidy**	**Interest Net of BAB Subsidy**
2012	$ 1,730,000	$ 1,817,119	$ (362,648)	$ 1,454,471
2013	1,780,000	1,769,757	(362,648)	1,407,109
2014	1,830,000	1,717,654	(362,648)	1,355,006
2015	1,885,000	1,651,805	(362,648)	1,289,157
2016	1,980,000	1,564,661	(362,648)	1,202,013
2017-2021	11,005,000	6,478,788	(1,563,949)	4,914,839
2022-2026	13,495,000	3,720,214	(935,762)	2,784,452
2027-2029	6,695,000	544,251	(169,510)	374,741
Total	$ 40,400,000	$ 19,264,249	$ (4,482,461)	$ 14,781,788

(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. Pursuant to the American Recovery and Reinvestment Act of 2009, the bonds are designated as "Recovery Zone Bonds", and the County will receive cash subsidy payments from the United States Treasury equal to 45% of the interest payable on the 2010B Bonds. Lease Revenue Bonds Payable at December 31, 2011 consists of the following:

	Lease Revenue Bonds Payable				
	Issue Date	**Maturity Date**	**Interest Rate**	**Original Amount**	**Balance December 31, 2011**
2001 Wasatch Front Regional Council	9/4/2001	9/4/2019	2.00%-5.25%	$ 1,153,000	$ 677,000
2010A DMV Refunding Bonds	10/21/2010	11/1/2014	2.00%-2.50%	1,335,000	1,240,000
2010B Taxable Recovery Zone Bonds	10/21/2010	11/1/2040	1.85%-6.00%	19,600,000	19,600,000
	Total Lease Revenue Bonds Outstanding				21,517,000
	Add Unamortized Premium				25,732
	Less Deferred Amount on Refunding				(18,011)
	Total Sales Tax Revenue Bonds Payable				21,524,721

Lease Revenue Bonds-Debt Service Requirement to Maturity

	Series 2001 WFRC		Series 2010A DMV Refunding	
Year	Principal	Interest	Principal	Interest
2012	$ 61,000	$ 32,570	$ 95,000	$ 30,525
2013	65,000	29,520	585,000	28,625
2014	67,000	26,298	560,000	14,000
2015	71,000	22,952	-	-
2016	75,000	19,409	-	-
2017-2020	338,000	35,375	-	-
Total	$ 677,000	$ 166,124	$ 1,240,000	$ 73,150

	Taxable Recovery Zone Economic Development Bonds Series 2010B			
Year	Principal	Interest	Subsidy	Interest Net of Subsidy
2012	$ -	$ 1,002,907	$ (451,308)	$ 551,599
2013	-	1,002,907	(451,308)	551,599
2014	40,000	1,002,907	(451,308)	551,599
2015	620,000	1,002,168	(450,975)	551,193
2016	625,000	988,528	(444,838)	543,690
2017-2021	3,290,000	4,641,228	(2,088,553)	2,552,675
2022-2026	3,550,000	3,918,563	(1,763,353)	2,155,210
2027-2031	3,530,000	2,986,825	(1,344,071)	1,642,754
2032-2036	4,130,000	1,895,250	(852,863)	1,042,387
2037-2040	3,815,000	581,700	(261,765)	319,935
Total	$ 19,600,000	$ 19,022,983	$ (8,560,342)	$ 10,462,641

	Total			
	Principal	Interest	Subsidy	Interest Net of Subsidy
2012	$ 156,000	$ 1,066,002	$ (451,308)	$ 614,694
2013	650,000	1,061,052	(451,308)	609,744
2014	667,000	1,043,205	(451,308)	591,897
2015	691,000	1,025,120	(450,975)	574,145
2016	700,000	1,007,937	(444,838)	563,099
2017-2021	3,628,000	4,676,603	(2,088,553)	2,588,050
2022-2026	3,550,000	3,918,563	(1,763,353)	2,155,210
2027-2031	3,530,000	2,986,825	(1,344,071)	1,642,754
2032-2036	4,130,000	1,895,250	(852,863)	1,042,387
2037-2040	3,815,000	581,700	(261,765)	319,935
Total	$ 21,517,000	$ 19,262,257	$ (8,560,342)	$ 10,701,915

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 January. The balance of the lease/purchase agreement at December 31, 2011 was $358,264.

F. Defeased Bonds

In a prior year, the County defeased certain sales tax revenue bonds by placing the proceeds of the new refunding bonds in an irrevocable trust escrow account to provide for future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Statement of Net Assets. At December 31, 2011, $4,475,000 of sales tax revenue bonds outstanding are considered defeased.

NOTE 8. SHORT-TERM DEBT

On August 11, 2011, Davis County issued $5 million of tax anticipation notes at 1.5 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 $28,750 and total principal and interest on the notes was paid in full on December 29, 2011.

NOTE 9. GOVERNMENTAL FUND BALANCES AND RESTRICTED NET ASSETS

A. Governmental Fund Balances – Restricted, Committed, and Assigned

Davis County's fund balances represent: **(1) Restricted Purposes,** which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; **(2) Committed Purposes,** which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the Commissioners; and **(3) Assigned Purposes,** which include balances that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The purposes for all restrictions and commitments are noted on the face of the statements. All assignments, except within the General Fund, are amounts that the County has assigned for the specific purposes for which the Funds that they reside in were created. Within the General Fund, assigned amounts represent fiscal year 2012 line item appropriations.

B. Restricted Net Assets

The government-wide statement of net assets reports $20,499,016 of restricted net assets, none of which is restricted by enabling legislation.

NOTE 10. 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.

Recently, the state legislature closed the existing Systems to new employees hired on or after July 1, 2011, and created a new "hybrid" defined-benefit retirement plan for all new employees. This "Tier 2 System" caps the employer's contribution at a fixed rate and requires the employee to pay the difference, if any, between the capped rate and the actuarially required contribution rate. If the actuarially required rate is less than the cap, the difference is credited to the employee's 401(k) account. The new plan also offers a smaller retirement benefit and requires more years of service than the existing plan. Finally, new employees have the option of choosing a straight defined-contribution plan in lieu of the Tier 2 System. The new plan is administered by Utah Retirement Systems and is expected to reduce pension costs over time for all government employers in the state. A brief summary of eligibility, benefits, and contribution rates of the Tier 1 and Tier 2 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.

	Tier 1		Tier 2	
	Local Government Noncontributory System	Public Safety Noncontributory System	Local Government	Public Safety
Highest Average Salary	3 Years	3 Years	5 Years	5 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	20 years any age 10 years age 60 4 years age 65	35 years any age 20 years age 60 (a) 10 years age 62 (a) 4 years age 65	25 years any age 20 years age 60 (a) 10 years age 62 (a) 4 years age 65
Benefit Percent per Year of Service	2.0% per year	2.5% per year up to 20 years 2.0% per year over 20 years Benefit cannot exceed 70% of final average salary.	1.5% per year	1.5% per year
Annual Cost of Living Adjustment	up to 4.0%	up to 2.5%	up to 2.5%	up to 2.5%
2011 Rates as Percent of Covered Payroll:				
January-June 2011	13.37%	26.13%	N/A	N/A
July-December 20	13.77%	27.07%	10.33% (b)	16.27% (c)
Actual County Contributions Made, by year:				
2011	$3,308,960	$2,825,960	$4,935	$171
2010	$2,983,751	$2,579,795	N/A	N/A
2009	$2,751,650	$2,277,387	N/A	N/A

(a) Requires full actuarial reductions.
(b) Includes a factor of 2.59% that amortizes the Tier 1 UAAL; additionally, the County's required DC plan rate is 2.41%
(c) Includes a factor of 5.63% that amortizes the Tier 1 UAAL; additionally, the County's required DC plan rate is 1.55%

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, 2011, Davis County contributed $1,756,160 to employees' 401(k) Plans.

NOTE 11. 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, 2011, the County's annual OPEB cost (expense) was $2,598,130. 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	$ 2,714,510
Interest on net OPEB obligation	232,610
Adjustment to annual required contribution	(348,990)
Annual OPEB cost (expense)	2,598,130
Contributions made	(582,210)
Increase in net OPEB obligation	2,015,920
Net OPEB obligation-beginning of year	5,815,258
Net OPEB obligation-end of year	$ 7,831,178

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, 2009, 2010, and 2011 are as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2009	$ 2,607,851	$ 607,388	23.29%	$ 4,032,640
December 31, 2010	2,282,730	500,112	21.91%	5,815,258
December 31, 2011	2,598,130	582,210	22.41%	7,831,178

D. Funded Status and Funding Progress

The funded status of the plan as of December 31, 2011 was as follows:

Actuarial accrued liability (AAL)	$ 17,821,750
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	17,821,750
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	35,008,287
UAAL as a percentage of covered payroll	51%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, shown as required supplementary information following the notes to the financial statements, presents the results of OPEB valuations as of December 31, 2011 and earlier and provides multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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 most recent actuarial valuation dated January 1, 2010, the projected unit credit actuarial cost method was used with full accrual at full eligibility age. The actuarial assumptions utilized a 4 percent investment rate of return. 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 6.1 percent medical trend rate for 2011, reduced by decrements to an ultimate rate of 4.7 percent. Covered payroll included a 2.75 percent inflation assumption. The unfunded actuarial accrued liability (UAAL) is being amortized over a closed 30 year period in level dollar amounts.

NOTE 12. 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 finances these risks through membership in the Utah Counties Indemnity Pool (UCIP), which is a self insurance risk sharing interlocal agency of 26 Utah Counties, to mitigate the

costs of these risks. The County's responsibility extends only to payment of premiums and deductibles. Deductibles are $500 for damage to equipment, $1,000 for auto physical damage, and $100,000 for damage to buildings. UCIP provides Davis County $2,500,000 per occurrence coverage with no annual aggregate for liability claims. The amount of settlements has not exceeded UCIP coverage since the inception of County membership in 1998. The County also purchases a $10,000,000 commercial excess policy from States Insurance to protect against liability claims exceeding UCIP's coverage.

The County maintains the Risk Management Fund (an internal service fund) to account for the cost of commercial insurance, group self 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 13. 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 14. 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 2011, 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 2011 was $265,658. It represents only 5.56 percent of the net expenditures funded by the six member entities.

NOTE 15. 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 following table) 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, 2011 was $884,033.

SDRD Inter-Local Agreement - Debt Service Requirement to Maturity

	2005 SDRD ILA	
Maturity Date	**Principal**	**Interest**
2012	$ 209,642	$ 29,123
2013	217,044	21,721
2014	224,707	14,058
2015	232,640	6,124
Total	$ 884,033	$ 71,026

B. Davis Cultural Arts Center / Inter-local agreement

In 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 in 2009, and made payments of $171,429 on March 1, 2010 and 2011. The County will subsequently, for a period of five years, provide the Agency with yearly payments of $171,429 on March 1 of each of the five years. All payments are subject to budget appropriation and approval by the County Commission.

NOTE 16. CONDUIT DEBT

The County has issued Facility Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The County is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2011, there were two series of Facility Revenue Bonds outstanding for an aggregate principal balance of $11,430,000.

NOTE 17. SUBSEQUENT EVENTS

On January 24, 2012, the County sold a portion of its Justice Complex to the State of Utah effective January 1, 2012. The portion sold was 1.378 acres (60,015 square feet). The sale was a contractual obligation required as part of a lease purchase agreement entered into by the County and State in 1999. The County Attorney's Office and Justice Court (17,347 square feet) are located in the property that was sold. As a result, the County is now leasing this office and court room space from the State. The terms of the lease agreement include an initial term of 60 months at a square foot rate of $12.50 per month for the first 12 months. The agreement provides a 2% annual increase in the per square foot rate after the first year and provide the County an option to renew the lease at the end of the first term for an additional 60 months.

On April 26, 2012, the County issued $15,750,000 of General Obligation Refunding Bonds Series 2012 with a True Interest Cost of 2.13 percent. Proceeds of the bonds were deposited into an irrevocable trust escrow account to refund in advance $15,255,000 of the County's currently outstanding General Obligation Bonds, Series 2005. The refunding reduced the payments by $1,116,165 over the next 13 years and resulted in an economic gain (difference between the present values of the old and new debt service payments) of $983,715.

Required Supplementary Information

www.DavisCountyUtah.gov

www.daviscountyutah.gov

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, 2011

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
Taxes:				
General property taxes - current	$ 29,914,158	$ 30,778,479	$ 31,535,895	$ 757,416
General property taxes - delinquent	1,400,000	1,400,000	1,346,058	(53,942)
Penalties and interest on delinquent taxes	517,500	517,500	665,956	148,456
Fee-in-lieu	3,300,000	3,300,000	3,021,872	(278,128)
Sales tax	10,300,000	10,300,000	10,699,524	399,524
Total taxes	45,431,658	46,295,979	47,269,305	973,326
Licenses and permits:				
Marriage licenses	21,500	21,500	20,380	(1,120)
Animal licenses	240,000	240,000	229,387	(10,613)
Total licenses and permits	261,500	261,500	249,767	(11,733)
Fines and forfeitures				
Justice court	2,057,000	2,057,000	1,782,738	(274,262)
Other court	6,000	6,000	11,433	5,433
Total fines and forfeitures	2,063,000	2,063,000	1,794,171	(268,829)
Intergovernmental and grant revenue:				
Federal - emergency services	48,200	429,591	432,273	2,682
Federal payment in lieu of taxes	75,000	75,000	73,240	(1,760)
INS grant	-	-	183,573	183,573
State grants:				
State forest service	8,000	8,000	8,501	501
Victim services	96,895	96,895	90,473	(6,422)
EMS per capita	15,709	15,709	15,709	-
Children's justice centers	187,763	220,610	141,018	(79,592)
Drug court grant	235,000	361,258	373,741	12,483
DUI grant	196,707	196,707	189,539	(7,168)
Other	135,169	145,169	134,006	(11,163)
Total intergovernmental and grant revenue	998,443	1,548,939	1,642,073	93,134
Charges for services:				
Clerk fees	200,000	200,000	139,842	(60,158)
Recorder fees	1,350,000	1,350,000	1,202,400	(147,600)
A.L.S. fees	116,000	116,000	140,278	24,278
Sheriff fees	1,185,329	1,204,703	1,188,655	(16,048)
Jail fees	6,661,260	6,661,260	8,387,849	1,726,589
Drug court participation fees	14,500	14,500	20,435	5,935
Microfilming fees	20,000	20,000	13,314	(6,686)
Surveyor filing fees	3,500	3,500	3,902	402
Wellness program fees	1,350	1,350	25,733	24,383
Animal shelter fees	885,721	885,721	896,480	10,759
Causeway user fees	100,000	100,000	140,533	40,533
Miscellaneous fees	62,200	62,200	52,736	(9,464)
Total charges for services	10,599,860	10,619,234	12,212,157	1,592,923
Interest	25,000	25,000	34,833	9,833

(Continued)

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Other:				
Rent	185,000	185,000	280,159	95,159
Sundry:				
Public defender	175,000	175,000	147,027	(27,973)
Information systems	252,200	252,200	257,595	5,395
Clerk/Auditor	31,000	231,000	172,887	(58,113)
Attorney	15,000	15,000	34,331	19,331
Personnel	59,462	59,462	21,620	(37,842)
Children's Justice Center	18,872	19,844	22,321	2,477
Treasurer	2,500	2,500	1,815	(685)
Surveyor	1,000	1,000	1,035	35
S.S. revenues	15,000	15,000	14,600	(400)
Miscellaneous	101,272	103,472	914,617	811,145
Total other revenues	856,306	1,059,478	1,868,007	808,529
TOTAL REVENUES	60,235,767	61,873,130	65,070,313	3,197,183
EXPENDITURES				
General government:				
Commissioners	776,183	778,810	761,250	17,560
Tax Administration	595,915	596,992	502,508	94,484
Drug court	288,868	415,126	389,173	25,953
Justice court	854,589	875,542	795,553	79,989
Mental Health court	-	600	591	9
Legal defender	1,432,241	1,454,456	1,424,964	29,492
Personnel	903,980	918,556	865,774	52,782
Information systems	4,289,558	3,941,986	3,777,600	164,386
Clerk/Auditor	2,416,126	2,601,510	2,145,354	456,156
Treasurer	494,585	491,635	474,214	17,421
Recorder	1,374,659	1,403,088	1,344,060	59,028
Attorney	3,430,331	3,441,501	3,415,739	25,762
Assessor	2,520,097	2,536,849	2,415,619	121,230
Surveyor	630,824	637,446	624,246	13,200
Victim services	321,548	321,548	275,566	45,982
Children's Justice Center	294,779	328,598	237,164	91,434
Community and Economic Development	326,162	331,546	327,913	3,633
Planning	470,840	472,037	433,100	38,937
USU AG Extension	193,932	193,932	193,500	432
Non-departmental	3,113,313	3,105,236	2,397,342	707,894
Total general government	24,728,530	24,846,994	22,801,230	2,045,764
Public safety:				
Sheriff	11,948,582	12,277,522	11,726,054	551,468
Paramedic	1,280,000	1,280,000	1,250,000	30,000
State forest fire protection	60,000	60,000	41,928	18,072
Jail	16,529,609	16,865,559	16,286,500	579,059
Animal care and control	1,972,496	1,975,751	1,884,534	91,217
Total public safety	31,790,687	32,458,832	31,189,016	1,269,816
Public health - poor and indigent	5,600	6,800	6,400	400
Public works - vehicle maintenance	397,920	397,920	333,338	64,582

(Continued)

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Debt service				
Principal retirement	600,000	600,000	623,286	(23,286)
Interest and other	50,000	50,000	26,714	23,286
Total debt service	650,000	650,000	650,000	-
Capital outlay	803,800	1,408,130	1,043,236	364,894
TOTAL EXPENDITURES	58,376,537	59,768,676	56,023,220	3,745,456
EXCESS OF REVENUES OVER EXPENDITURES	1,859,230	2,104,454	9,047,093	6,942,639
OTHER FINANCING SOURCES (USES):				
Sale of capital assets	70,000	70,000	73,831	3,831
Transfers in	516,000	550,100	550,100	-
Transfers out	(6,132,450)	(9,632,450)	(9,632,444)	6
Total other financing sources (uses), net	(5,546,450)	(9,012,350)	(9,008,513)	3,837
NET CHANGE IN FUND BALANCE	(3,687,220)	(6,907,896)	38,580	6,946,476
FUND BALANCE - Beginning of year	16,788,168	19,820,821	19,820,821	-
FUND BALANCE - End of year	$ 13,100,948	$ 12,912,925	$ 19,859,401	$ 6,946,476

(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, 2011

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
Intergovernmental and grant revenue	$ 5,113,473	$ 5,906,417	$ 6,151,295	$ 244,878
Charges for services	3,896,955	3,896,955	3,808,403	(88,552)
Interest	-	-	5,583	5,583
Other	5,150	48,469	82,220	33,751
Total revenues	9,015,578	9,851,841	10,047,501	195,660
EXPENDITURES				
Public health:				
Salaries and benefits	6,379,023	6,476,958	6,142,571	334,387
Operating expenditures	2,132,403	2,251,156	1,703,332	547,824
Food vouchers	2,751,000	3,289,908	3,256,299	33,609
Capital outlay	58,115	99,357	50,048	49,309
Total expenditures	11,320,541	12,117,379	11,152,250	965,129
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(2,304,963)	(2,265,538)	(1,104,749)	1,160,789
OTHER FINANCING SOURCES:				
Sale of capital assets	-	-	548	548
Transfers in	2,394,750	2,394,750	2,394,744	(6)
Total other financing sources	2,394,750	2,394,750	2,395,292	542
NET CHANGE IN FUND BALANCE	89,787	129,212	1,290,543	1,161,331
FUND BALANCE - Beginning of year	715,727	1,052,435	1,052,435	-
FUND BALANCE - End of year	$ 805,514	$ 1,181,647	$ 2,342,978	$ 1,161,331

LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES:				
General property taxes:				
Current	$ 5,919,328	$ 6,004,934	$ 6,047,005	$ 42,071
Delinquent	287,901	287,901	234,577	(53,324)
Penalties and interest on delinquent taxes	19,165	19,165	21,872	2,707
Total taxes	6,226,394	6,312,000	6,303,454	(8,546)
Fines and forfeitures	190,000	190,000	167,825	(22,175)
Intergovernmental and grant revenue	11,500	56,187	58,764	2,577
Interest	1,000	1,000	7,550	6,550
Other	8,500	8,500	16,635	8,135
Total revenues	6,437,394	6,567,687	6,554,228	(13,459)
EXPENDITURES:				
General government:				
Salaries and benefits	4,354,588	4,357,108	4,097,435	259,673
Operating expenditures	1,826,973	1,869,140	1,706,284	162,856
Total expenditures	6,181,561	6,226,248	5,803,719	422,529
EXCESS OF REVENUES OVER EXPENDITURES	255,833	341,439	750,509	409,070
OTHER FINANCING SOURCES - Sale of capital assets	-	-	75	75
NET CHANGE IN FUND BALANCE	255,833	341,439	750,584	409,145
FUND BALANCE - Beginning of year	3,187,385	3,347,212	3,347,212	-
FUND BALANCE - End of year	$ 3,443,218	$ 3,688,651	$ 4,097,796	$ 409,145

DAVIS COUNTY

EXHIBIT O

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, 2009	-	20,429,503	20,429,503	0%	33,552,062	61%
January 1, 2010	-	16,202,812	16,202,812	0%	34,271,134	47%
January 1, 2011	-	17,821,750	17,821,750	0%	35,008,287	51%

www.daviscountyutah.gov

Supplementary Information

Davis Conference Center
1651 North 700 West
Layton, UT 84041
801-416-8888

www.Davis COUNTYUTAH.GOV

www.daviscountyutah.gov

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.

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.

Sales Tax Revenue Bonds Debt Service Fund

This fund accounts for the revenues and expenditures related to the long-term debt of the County's Sales Tax Revenue Bonds.

Capital Projects Fund

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

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

SUPPLEMENTAL SCHEDULE 1
(Page 1 of 2)

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	Special Revenue Funds				
	Tourism Fund	Aging Services	Special Services Area	Emergency 911 Dispatch	Municipal Building Authority
ASSETS					
Cash and cash equivalents	$ 2,153,185	$ 418,272	$ 3,226,809	$ -	$ 322,597
Accounts receivable	745,597	627,390	301,747	328,853	-
Taxes receivable	-	-	10,064	-	-
Prepaids and other	135,664	7,517	32	13,227	-
TOTAL ASSETS	$ 3,034,446	$ 1,053,179	$ 3,538,652	$ 342,080	$ 322,597
LIABILITIES AND FUND BALANCES					
LIABILITIES:					
Accounts payable	$ 129,987	$ 142,270	$ 66,370	$ 14,085	$ -
Accrued liabilities	16,900	74,500	-	34,600	-
Due to other funds	-	-	-	186,741	-
Deferred revenue	23,345	-	10,064	-	13,291
Total liabilities	170,232	216,770	76,434	235,426	13,291
FUND BALANCES:					
Nonspendable-prepaids	135,664	7,517	32	13,227	-
Restricted for:					
Class B-Roads	-	-	1,336,515	-	-
Debt Service	-	-	-	-	94,586
Committed to:					
South Davis Recration District	238,765	-	-	-	-
Davis Cultural Arts Center	171,429	-	-	-	-
Assigned	2,318,356	828,892	2,125,671	93,427	214,720
Total fund balances	2,864,214	836,409	3,462,218	106,654	309,306
TOTAL LIABILITIES AND FUND BALANCES	$ 3,034,446	$ 1,053,179	$ 3,538,652	$ 342,080	$ 322,597

(Continued)

COMBINING BALANCE SHEET (Continued)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	Debt Service Funds			Capital Projects Funds		Total
	General Government	Municipal Building Authority	Sales Tax Revenue Bonds	Capital Projects Fund	Special Capital Projects	Nonmajor Governmental Funds
ASSETS						
Cash and cash equivalents	$ 3,597,877	$ -	$ 1,123,321	$ 5,656,380	$ -	$ 16,498,441
Accounts receivable	-	-	-	-	-	2,003,587
Taxes receivable	80,682	-	-	-	-	90,746
Prepaids and other	-	-	-	-	-	156,440
TOTAL ASSETS	$ 3,678,559	$ -	$ 1,123,321	$ 5,656,380	$ -	$ 18,749,214
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	$ -	$ -	$ -	$ 1,375	$ -	$ 354,087
Accrued liabilities	-	-	-	-	-	126,000
Due to other funds	-	-	-	-	-	186,741
Deferred revenue	80,682	-	-	-	-	127,382
Total liabilities	80,682	-	-	1,375	-	794,210
FUND BALANCES:						
Nonspendable-prepaids	-	-	-	-	-	156,440
Restricted for:						
Class B-Roads	-	-	-	-	-	1,336,515
Debt Service	3,597,877	-	1,123,321	-	-	4,815,784
Committed to:						
South Davis Recration District	-	-	-	-	-	238,765
Davis Cultural Arts Center	-	-	-	-	-	171,429
Assigned	-	-	-	5,655,005	-	11,236,071
Total fund balances	3,597,877	-	1,123,321	5,655,005	-	17,955,004
TOTAL LIABILITIES AND FUND BALANCES	$ 3,678,559	$ -	$ 1,123,321	$ 5,656,380	$ -	$ 18,749,214

(Concluded)

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Special Revenue Funds				
	Tourism Fund	Aging Services	Special Services Area	Emergency 911 Dispatch	Municipal Building Authority
REVENUES:					
Taxes:					
General property taxes - current	$ -	$ -	$ 737,278	$ -	$ -
General property taxes - delinquent	-	-	3,750	-	-
Penalties and interest on delinquent taxes	-	-	2,314	-	-
Sales taxes	4,596,162	-	483,703	-	-
Total taxes	4,596,162	-	1,227,045	-	-
Intergovernmental and grant revenue	-	4,037,958	1,038,858	47,401	-
Charges for services	698,262	240,599	32,576	1,419,818	-
Interest	3,964	1,577	15,087	-	560
Other	67,225	50,663	-	35,500	253,403
Total revenues	5,365,613	4,330,797	2,313,566	1,502,719	253,963
EXPENDITURES:					
Current:					
General government	3,269,470	5,641,682	414,307	-	-
Public safety	-	-	-	1,705,644	-
Public works	-	-	793,492	-	-
Capital outlay	7,067	95,131	517,538	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	3,276,537	5,736,813	1,725,337	1,705,644	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,089,076	(1,406,016)	588,229	(202,925)	253,963
OTHER FINANCING SOURCES (USES):					
Sale of capital assets	1,751	800	142,950	-	-
Transfers in	-	1,637,700	331,002	99,996	-
Transfers out	(1,317,145)	-	-	-	(224,904)
Total other financing sources (uses), net	(1,315,394)	1,638,500	473,952	99,996	(224,904)
NET CHANGE IN FUND BALANCES	773,682	232,484	1,062,181	(102,929)	29,059
FUND BALANCE:					
Beginning of year	2,090,532	603,925	2,400,037	209,583	280,247
End of year	$ 2,864,214	$ 836,409	$ 3,462,218	$ 106,654	$ 309,306

(Continued)

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Debt Service Funds			Capital Project Funds		Total
	General Government	Municipal Building Authority	Sales Tax Revenue Bonds	Capital Projects Fund	Special Capital Projects	Nonmajor Governmental Funds
REVENUES:						
Taxes:						
General property taxes - current	$ 2,118,821	$ -	$ -	$ -	$ -	$ 2,856,099
General property taxes - delinquent	78,865	-	-	-	-	82,615
Penalties and interest on delinquent taxes	7,744	-	-	-	-	10,058
Sales taxes	-	-	-	-	-	5,079,865
Total taxes	2,205,430	-	-	-	-	8,028,637
Intergovernmental and grant revenue	-	-	365,648	521,803	-	6,011,668
Charges for services	-	-	-	-	-	2,391,255
Interest	11,369	-	3,491	11,729	-	47,777
Other	-	-	-	-	-	406,791
Total revenues	2,216,799	-	369,139	533,532	-	16,886,128
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	9,325,459
Public safety	-	-	-	-	-	1,705,644
Public works	-	-	-	-	-	793,492
Capital outlay	-	-	-	512,049	1,125,482	2,257,267
Debt service:						
Principal retirement	1,030,000	154,000	1,680,000	-	-	2,864,000
Interest and fiscal charges	868,313	70,904	1,875,032	-	-	2,814,249
Total expenditures	1,898,313	224,904	3,555,032	512,049	1,125,482	19,760,111
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	318,486	(224,904)	(3,185,893)	21,483	(1,125,482)	(2,873,983)
OTHER FINANCING SOURCES (USES):						
Sale of capital assets	-	-	-	-	-	145,501
Transfers in	-	224,904	3,192,884	3,500,000	65,612	9,052,098
Transfers out	-	-	-	(65,612)	-	(1,607,661)
Total other financing sources (uses), net	-	224,904	3,192,884	3,434,388	65,612	7,589,938
NET CHANGE IN FUND BALANCES	318,486	-	6,991	3,455,871	(1,059,870)	4,715,955
FUND BALANCE:						
Beginning of year	3,279,391	-	1,116,330	2,199,134	1,059,870	13,239,049
End of year	$ 3,597,877	$ -	$ 1,123,321	$ 5,655,005	$ -	$ 17,955,004

(Concluded)

FLOOD CONTROL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Interest	$ 75,000	$ 88,548	$ 13,548
Other	25,000	26,099	1,099
Total revenues	100,000	114,647	14,647
EXPENDITURES:			
Public works			
Salaries and benefits	1,331,143	581,575	749,568
Operating expenditures	885,477	542,639	342,838
Capital outlay	15,498,000	11,062,452	4,435,548
Total expenditures	17,714,620	12,186,666	5,527,954
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(17,614,620)	(12,072,019)	5,542,601
OTHER FINANCING SOURCES (USES):			
Sale of capital assets	-	100,000	100,000
Transfers in	2,000,000	2,000,004	4
Transfers out	(2,233,850)	(2,206,741)	27,109
Total other financing sources (uses), net	(233,850)	(106,737)	127,113
NET CHANGE IN FUND BALANCE	(17,848,470)	(12,178,756)	5,669,714
FUND BALANCE - Beginning of year	20,294,718	20,294,718	-
FUND BALANCE - End of year	$ 2,446,248	$ 8,115,962	$ 5,669,714

CAMPUS CONSTRUCTION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental revenue - Bond interest subsidy	$ 463,845	$ 463,845	$ -
Interest	450,000	87,738	(362,262)
Total revenues	913,845	551,583	(362,262)
EXPENDITURES:			
Debt service-bond interest	1,030,850	1,034,266	(3,416)
Capital outlay			
Children's Justice Center	1,110,000	838,269	271,731
Administration Building	7,000,000	6,648,492	351,508
Library	2,225,000	2,216,163	8,837
Total expenditures	11,365,850	10,737,190	628,660
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(10,452,005)	(10,185,607)	266,398
FUND BALANCE - Beginning of year	18,935,660	18,935,660	-
FUND BALANCE - End of year	$ 8,483,655	$ 8,750,053	$ 266,398

TOURISM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Sales tax	$ 4,100,000	$ 4,596,162	$ 496,162
Charges for services	675,200	698,262	23,062
Interest	7,500	3,964	(3,536)
Other	50,000	67,225	17,225
Total revenues	4,832,700	5,365,613	532,913
EXPENDITURES:			
General government:			
Salaries and benefits	821,914	713,529	108,385
Operating expenditures	2,671,940	2,555,941	115,999
Capital outlay	190,700	7,067	183,633
Total expenditures	3,684,554	3,276,537	408,017
EXCESS OF REVENUES OVER EXPENDITURES	1,148,146	2,089,076	940,930
OTHER FINANCING SOURCES (USES):			
Sale of capital assets	-	1,751	1,751
Transfers out	(1,321,500)	(1,317,145)	4,355
Total other financing sources (uses), net	(1,321,500)	(1,315,394)	6,106
NET CHANGE IN FUND BALANCE	(173,354)	773,682	947,036
FUND BALANCE - Beginning of year	2,090,532	2,090,532	-
FUND BALANCE - End of year	$ 1,917,178	$ 2,864,214	$ 947,036

AGING SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental and grant revenue	$ 3,929,952	$ 4,037,958	$ 108,006
Charges for services	245,000	240,599	(4,401)
Interest	-	1,577	1,577
Other	60,520	50,663	(9,857)
Total revenues	4,235,472	4,330,797	95,325
EXPENDITURES:			
General government:			
Salaries and benefits	3,027,813	3,090,483	(62,670)
Operating expenditures	2,865,843	2,551,199	314,644
Capital outlay	200,941	95,131	105,810
Total expenditures	6,094,597	5,736,813	357,784
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,859,125)	(1,406,016)	453,109
OTHER FINANCING SOURCES (USES):			
Sale of capital assets	-	800	800
Transfers in	1,637,700	1,637,700	-
Transfers out	(8,000)	-	8,000
Total other financing sources (uses)	1,629,700	1,638,500	8,800
NET CHANGE IN FUND BALANCE	(229,425)	232,484	461,909
FUND BALANCE - Beginning of year	603,925	603,925	-
FUND BALANCE - End of year	$ 374,500	$ 836,409	$ 461,909

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, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
General property taxes:			
Current	$ 464,237	$ 737,278	$ 273,041
Delinquent	6,000	3,750	(2,250)
Penalties and interest on delinquent taxes	5,000	2,314	(2,686)
Sales taxes	300,000	483,703	183,703
Total taxes	775,237	1,227,045	451,808
Intergovernmental and grant revenue	975,000	1,038,858	63,858
Charges for services	37,000	32,576	(4,424)
Interest	2,500	15,087	12,587
Total revenues	1,789,737	2,313,566	523,829
EXPENDITURES:			
General government-operating expenditures	438,948	414,307	24,641
Public works			
Salaries and benefits	550,000	438,610	111,390
Operating expenditures	483,419	354,882	128,537
	1,033,419	793,492	239,927
Capital outlay	723,900	517,538	206,362
Total expenditures	2,196,267	1,725,337	470,930
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(406,530)	588,229	994,759
OTHER FINANCING SOURCES			
Sale of capital assets	140,000	142,950	2,950
Transfers in	355,000	331,002	(23,998)
Total other financing sources	495,000	473,952	(21,048)
NET CHANGE IN FUND BALANCE	88,470	1,062,181	973,711
FUND BALANCE - Beginning of year	2,400,037	2,400,037	-
FUND BALANCE - End of year	$ 2,488,507	$ 3,462,218	$ 973,711

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, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental and grant revenue	$ 89,808	$ 47,401	$ (42,407)
Charges for services	1,467,400	1,419,818	(47,582)
Other	32,656	35,500	2,844
Total revenues	1,589,864	1,502,719	(87,145)
EXPENDITURES - Public safety:			
Salaries and benefits	1,452,625	1,404,257	48,368
Operating expenditures	367,541	301,387	66,154
Total expenditures - public safety	1,820,166	1,705,644	114,522
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(230,302)	(202,925)	27,377
OTHER FINANCING SOURCES - Transfers in	100,000	99,996	(4)
NET CHANGE IN FUND BALANCE	(130,302)	(102,929)	27,373
FUND BALANCE - Beginning of year	209,583	209,583	-
FUND BALANCE - End of year	$ 79,281	$ 106,654	$ 27,373

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, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Interest	$ 1,000	$ 560	$ (440)
Other	254,862	253,403	(1,459)
Total revenues	255,862	253,963	(1,899)
EXPENDITURES - General government	100	-	100
EXCESS OF REVENUES OVER EXPENDITURES	255,762	253,963	(1,799)
OTHER FINANCING USES - Transfers out	(229,250)	(224,904)	4,346
NET CHANGE IN FUND BALANCE	26,512	29,059	2,547
FUND BALANCE - Beginning of year	280,247	280,247	-
FUND BALANCE - End of year	$ 306,759	$ 309,306	$ 2,547

GENERAL OBLIGATION DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Taxes - general property taxes - current	$ 2,116,791	$ 2,118,821	$ 2,030
Taxes - general property taxes - delinquent	100,000	78,865	(21,135)
Penalties and interest on delinquent taxes	12,000	7,744	(4,256)
Interest earnings	7,500	11,369	3,869
Total revenues	2,236,291	2,216,799	(19,492)
EXPENDITURES			
Principal retirement	1,030,000	1,030,000	-
Interest expense and fiscal charges	873,000	868,313	4,687
Total expenditures	1,903,000	1,898,313	4,687
EXCESS OF REVENUES OVER EXPENDITURES	333,291	318,486	(14,805)
FUND BALANCE - Beginning of year	3,279,391	3,279,391	-
FUND BALANCE - End of year	$ 3,612,682	$ 3,597,877	$ (14,805)

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, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:	$ -	$ -	$ -
EXPENDITURES:			
Wasatch Front Debt			
Principal retirement	59,000	59,000	-
Interest expense and fiscal charges	38,750	35,578	3,172
Total Wasatch Front Debt	97,750	94,578	3,172
DMV Debt			
Principal retirement	95,000	95,000	-
Interest expense and fiscal charges	36,500	35,326	1,174
Total DMV Debt	131,500	130,326	1,174
Total expenditures	229,250	224,904	4,346
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(229,250)	(224,904)	4,346
OTHER FINANCING SOURCES - Transfers in	229,250	224,904	(4,346)
NET CHANGE IN FUND BALANCE	-	-	-
FUND BALANCE - Beginning of year	-	-	-
FUND BALANCE - End of year	$ -	$ -	$ -

SALES TAX REVENUE BONDS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental revenue - Bond interest subsidy	$ 362,650	$ 365,648	$ 2,998
Interest earnings	-	3,491	3,491
Total revenues	362,650	369,139	6,489
EXPENDITURES:			
Conference Center			
Principal retirement	385,000	385,000	-
Interest expense and fiscal charges	84,000	82,898	1,102
Total Conference Center	469,000	467,898	1,102
Conference Center Expansion			
Principal retirement	235,000	235,000	-
Interest expense and fiscal charges	394,500	393,172	1,328
Total Conference Center Expansion	629,500	628,172	1,328
Conference Center Refunding			
Principal retirement	35,000	35,000	-
Interest expense and fiscal charges	188,000	185,575	2,425
Total Conference Refunding	223,000	220,575	2,425
Flood Projects			
Principal retirement	1,025,000	1,025,000	-
Interest expense and fiscal charges	176,250	174,250	2,000
Total Flood Projects	1,201,250	1,199,250	2,000
Flood Projects-Build America Bonds			
Principal retirement	-	-	-
Interest expense and fiscal charges	1,040,250	1,039,137	1,113
Total Flood Projects-Build America Bonds	1,040,250	1,039,137	1,113
Total expenditures	3,563,000	3,555,032	7,968
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(3,200,350)	(3,185,893)	14,457
OTHER FINANCING SOURCES - Transfers in	3,200,350	3,192,884	(7,466)
NET CHANGE IN FUND BALANCE	-	6,991	6,991
FUND BALANCE - Beginning of year	1,116,330	1,116,330	-
FUND BALANCE - End of year	$ 1,116,330	$ 1,123,321	$ 6,991

CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Intergovernmental and grant revenue	$ 540,991	$ 521,803	$ (19,188)
Interest earnings	7,500	11,729	4,229
Total revenues	548,491	533,532	(14,959)
EXPENDITURES - Capital outlay	630,991	512,049	118,942
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(82,500)	21,483	103,983
OTHER FINANCING SOURCES (USES):			
Transfers in	3,500,000	3,500,000	-
Transfers out	(75,000)	(65,612)	9,388
Total other financing sources	3,425,000	3,434,388	9,388
NET CHANGE IN FUND BALANCE	3,342,500	3,455,871	122,759
FUND BALANCE - Beginning of year	2,199,134	2,199,134	-
FUND BALANCE - End of year	$ 5,541,634	$ 5,655,005	$ 122,759

SPECIAL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance With Final Budget
REVENUES	$ -	$ -	$ -
EXPENDITURES:			
Capital outlay			
Health Building	400,000	399,934	66
Senior Center Building	734,870	725,548	9,322
Total expenditures	1,134,870	1,125,482	9,388
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,134,870)	(1,125,482)	9,388
OTHER FINANCING SOURCES - Transfers in	75,000	65,612	(9,388)
NET CHANGE IN FUND BALANCE	(1,059,870)	(1,059,870)	-
FUND BALANCE - Beginning of year	1,059,870	1,059,870	-
FUND BALANCE - End of year	$ -	$ -	$ -

www.daviscountyutah.gov

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 and Security System Fund
This fund accounts for the services provided by the county-wide telephone and security systems.

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, 2011

	Insurance	Telephone and Security System	Building and Grounds	Total Internal Service Funds
ASSETS				
CURRENT:				
Cash and cash equivalents	$ 1,785,324	$ 1,038,706	$ 1,728,560	$ 4,552,590
Accounts receivables	69,295	10,450	25,512	105,257
Prepaid Expense	549,949	11,924	1,433	563,306
Total current assets	2,404,568	1,061,080	1,755,505	5,221,153
NONCURRENT:				
Capital assets				
Furniture, fixtures, and equipment	574,028	307,415	318,261	1,199,704
Less accumulated depreciation	(328,016)	(272,768)	(248,129)	(848,913)
Total noncurrent assets	246,012	34,647	70,132	350,791
TOTAL ASSETS	2,650,580	1,095,727	1,825,637	5,571,944
LIABILITIES				
CURRENT:				
Accounts payable	246,059	74,957	112,704	433,720
Accrued liabilities	2,600	1,700	36,600	40,900
Obligations for compensated absences	-	-	7,637	7,637
Total current liabilities	248,659	76,657	156,941	482,257
LONG-TERM:				
Net OPEB obligation	13,218	9,619	191,236	214,073
Obligations for compensated absences	-	-	43,273	43,273
Total long-term liabilities	13,218	9,619	234,509	257,346
TOTAL LIABILITIES	261,877	86,276	391,450	739,603
NET ASSETS				
Invested in capital assets	246,012	34,647	70,132	350,791
Unrestricted	2,142,691	974,804	1,364,055	4,481,550
TOTAL NET ASSETS	$ 2,388,703	$ 1,009,451	$ 1,434,187	$ 4,832,341

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Insurance	Telephone and Security System	Building and Grounds	Total
OPERATING REVENUES:				
Charges to other funds	$ 1,121,096	$ 424,747	$ 3,035,981	$ 4,581,824
Other revenues	594	116,001	24,954	141,549
Total operating revenues	1,121,690	540,748	3,060,935	4,723,373
OPERATING EXPENSES:				
Salaries, wages, and benefits	136,180	68,226	1,547,027	1,751,433
Insurance premiums	663,156	-	-	663,156
Line charges	-	96,145	-	96,145
Other operating expenses	23,698	107,859	1,700,432	1,831,989
Depreciation	82,004	24,009	45,584	151,597
Total operating expenses	905,038	296,239	3,293,043	4,494,320
OPERATING INCOME (LOSS)	216,652	244,509	(232,108)	229,053
NONOPERATING REVENUES				
Interest income	10,054	5,123	9,597	24,774
CHANGE IN NET ASSETS	226,706	249,632	(222,511)	253,827
NET ASSETS - Beginning of year	2,161,997	759,819	1,656,698	4,578,514
NET ASSETS - End of year	$ 2,388,703	$ 1,009,451	$ 1,434,187	$ 4,832,341

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Insurance	Telephone and Security System	Building and Grounds	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	$ 594	$ 111,756	$ 9,996	$ 122,346
Receipts from interfund services provided	1,121,096	424,747	3,035,981	4,581,824
Payments to suppliers	(1,060,821)	(146,286)	(1,693,324)	(2,900,431)
Payments to employees	(133,060)	(65,549)	(1,483,159)	(1,681,768)
Net cash provided by (used in) operating activities	(72,191)	324,668	(130,506)	121,971
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	-	-	(34,297)	(34,297)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	10,054	5,122	9,597	24,773
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(62,137)	329,790	(155,206)	112,447
CASH AND CASH EQUIVALENTS:				
Beginning of year	1,847,461	708,916	1,883,766	4,440,143
End of year	$ 1,785,324	$ 1,038,706	$ 1,728,560	$ 4,552,590
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	$ 216,652	$ 244,509	$ (232,108)	$ 229,053
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation expense	82,004	24,009	45,584	151,597
Change in assets and liabilities:				
Accounts receivables	(69,295)	(4,245)	(14,958)	(88,498)
Other assets	(446,860)	(11,924)	(1,433)	(460,217)
Accounts payable	142,188	69,642	8,541	220,371
Accrued liabilities	(100)	200	4,700	4,800
Obligation for OPEB	3,220	2,477	53,741	59,438
Obligation for compensated absences	-	-	5,427	5,427
Net cash provided by (used in) operating activities	$ (72,191)	$ 324,668	$ (130,506)	$ 121,971

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, 2011

	County Agency Fund	Treasurer's Tax Collection Agency Fund	Employee Benefits Agency Fund	Total
ASSETS				
Cash and cash equivalents	$ 369,752	$ 52,768,019	$ 270,900	$ 53,408,671
Accounts receivable	3,523	526,111	-	529,634
TOTAL ASSETS	$ 373,275	$ 53,294,130	$ 270,900	$ 53,938,305
LIABILITIES				
Due to individuals, organizations, and other governments	$ 373,275	$ 53,294,130	$ 270,900	$ 53,938,305

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Balance at January 1, 2010	Additions	Deletions	Balance at December 31, 2010
COUNTY AGENCY FUND				
ASSETS				
Cash and cash equivalents	$ 32,875	$ 11,583,687	$ 11,246,810	$ 369,752
Accounts receivable	6,126	5,823,844	5,826,447	3,523
TOTAL ASSETS	$ 39,001	$ 17,407,531	$ 17,073,257	$ 373,275
LIABILITIES				
Due to individuals, organizations, and other governments	$ 39,001	$ 17,407,531	$ 17,073,257	$ 373,275
TREASURER'S TAX COLLECTION AGENCY FUND				
ASSETS				
Cash and cash equivalents	$ 60,272,435	$ 204,363,600	$ 211,868,016	$ 52,768,019
Accounts receivable	368,976	526,111	368,976	526,111
TOTAL ASSETS	$ 60,641,411	$ 204,889,711	$ 212,236,992	$ 53,294,130
LIABILITIES				
Due to individuals, organizations, and other governments	$ 60,641,411	$ 204,889,711	$ 212,236,992	$ 53,294,130
EMPLOYEE BENEFITS AGENCY FUND				
ASSETS				
Cash and cash equivalents	$ 286,906	$ 62,351,942	$ 62,367,948	$ 270,900
LIABILITIES				
Due to individuals, organizations, and other governments	$ 286,906	$ 62,351,942	$ 62,367,948	$ 270,900

www.daviscountyutah.gov

Other Schedules

Schedule 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 Agency Fund – Schedule of 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.

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF TAXES CHARGED, COLLECTED, AND DISBURSED
FOR THE YEAR ENDED DECEMBER 31, 2011

	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	13,753,600,663	485,292,602	495,546,995	13,743,346,270	1,441,813,546	50,178,505	1,391,635,041	15,134,981,311	.007270	.006365	99,914,127	8,857,757	108,771,884
Statewide School	13,753,600,663	485,292,602	495,546,995	13,743,346,270	1,441,813,546	50,178,505	1,391,635,041	15,134,981,311	.001591	.001495	21,865,664	2,080,494	23,946,158
Davis County	13,753,600,663	485,292,602	495,546,995	13,743,346,270	1,441,813,546	50,178,505	1,391,635,041	15,134,981,311	.002097	.001945	28,819,797	2,706,730	31,526,527
County Library	13,753,600,663	485,292,602	495,546,995	13,743,346,270	1,441,813,546	50,178,505	1,391,635,041	15,134,981,311	.000392	.000363	5,387,391	505,164	5,892,555
County Assess & Coll	13,753,600,663	485,292,602	-	14,238,893,265	1,441,813,546	-	1,441,813,546	15,680,706,811	.000114	.000106	1,623,234	152,832	1,776,066
State Assess & Coll	13,753,600,663	485,292,602	-	14,238,893,265	1,441,813,546	-	1,441,813,546	15,680,706,811	.000172	.000162	2,449,090	233,574	2,682,664
Bountiful City	2,084,872,556	25,797,055	110,778,134	1,999,891,477	68,022,914	3,570,171	64,452,743	2,064,344,220	.001093	.001037	2,185,881	66,837	2,252,718
Centerville City	847,451,201	30,266,046	83,918,833	793,798,414	41,819,502	3,998,376	37,821,126	831,619,540	.001173	.001102	931,125	41,679	972,804
Clearfield City	1,077,203,336	65,850,004	122,189,329	1,020,864,011	240,900,912	25,751,660	215,149,252	1,236,013,263	.001800	.001548	1,837,555	333,051	2,170,606
Clinton City	685,819,149	17,383,506	5,518,550	697,684,105	23,500,749	184,428	23,316,321	721,000,426	.001866	.001752	1,301,879	40,850	1,342,729
Farmington City	928,057,075	31,007,957	21,001,255	938,063,777	25,954,581	568,344	25,386,237	963,450,014	.002283	.002109	2,141,600	53,540	2,195,140
Fruit Heights City	260,221,326	6,931,004	-	267,152,330	2,778,322	-	2,778,322	269,930,652	.002071	.002006	553,272	5,573	558,845
Kaysville City	1,189,720,439	23,313,800	-	1,213,034,239	36,465,406	-	36,465,406	1,249,499,645	.001035	.000987	1,255,491	35,991	1,291,482
Layton City	2,996,357,074	80,529,035	41,990,487	3,034,895,622	191,747,095	2,616,786	189,130,309	3,224,025,931	.002068	.001933	6,276,164	365,589	6,641,753
North Salt Lake City	1,084,362,114	50,720,033	-	1,135,082,147	191,908,506	-	191,908,506	1,326,990,653	.001637	.001520	1,858,129	291,701	2,149,830
South Weber City	251,517,729	46,273,498	-	297,791,227	3,619,097	-	3,619,097	301,410,324	.000927	.000827	276,053	2,993	279,046
Sunset City	135,143,542	6,336,468	-	141,480,010	4,027,796	-	4,027,796	145,507,806	.002297	.002138	324,980	8,611	333,591
Syracuse City	926,111,817	14,865,071	29,512,444	911,464,444	24,689,416	774,350	23,915,066	935,379,510	.001821	.001631	1,659,777	39,005	1,698,782
West Bountiful City	288,421,435	15,331,703	23,577,600	280,175,538	174,039,942	13,509,141	160,530,801	440,706,339	.001997	.001366	559,510	219,285	778,795
West Point City	321,823,984	5,853,264	-	327,677,248	3,458,293	-	3,458,293	331,135,541	.001008	.000936	330,299	3,237	333,536
Woods Cross City	530,030,652	16,040,654	49,222,937	496,848,369	52,621,432	4,743,303	47,878,129	544,726,498	.001049	.000840	521,194	40,218	561,412
Benchland Water Distr	870,016,304	20,070,901	20,138,309	869,948,896	24,534,258	555,090	23,979,168	893,928,064	.000483	.000451	420,185	10,815	431,000
Bountiful Water SubCon	1,744,881,175	22,343,814	147,234,489	1,619,990,500	81,806,305	6,815,606	74,990,699	1,694,981,199	.000130	.000122	210,599	9,149	219,748
Central Davis Sewer	2,253,023,806	71,657,428	21,013,419	2,303,667,815	61,529,268	556,180	60,973,088	2,364,640,903	.000237	.000227	545,969	13,841	559,810
Central Weber Sewer	252,202,997	45,080,951	-	297,283,948	3,619,097	-	3,619,097	300,903,045	.000854	.000833	253,880	3,015	256,895
Hooper Water Improv	83,679,738	1,742,216	-	85,421,954	85,622	-	85,622	85,507,576	.000433	.000404	36,988	35	37,023
Mosquito Abatement	13,752,696,133	484,864,566	495,542,731	13,742,017,968	1,441,813,546	50,182,769	1,391,630,777	15,133,648,745	.000104	.000097	1,429,170	134,988	1,564,158
North Davis Fire Dist.	1,399,027,320	71,703,268	126,862,942	1,343,867,646	244,359,205	21,078,047	223,281,158	1,567,148,804	.001316	.001148	1,768,530	256,327	2,024,857
North Davis Sewer	6,334,521,819	208,598,766	214,528,977	6,328,591,608	492,725,937	16,154,981	476,570,956	6,805,162,564	.000928	.000864	5,872,933	411,757	6,284,690
South Davis Recr. Dist.	4,896,606,843	144,234,029	249,825,138	4,791,015,734	877,586,186	43,493,357	834,092,829	5,625,108,563	.000407	.000379	1,949,943	316,121	2,266,064
South Davis Sewer	4,897,439,367	149,448,134	249,794,325	4,797,093,176	879,369,810	43,524,170	835,845,640	5,632,938,816	.000329	.000315	1,578,244	263,291	1,841,535
South Davis Water	384,527,642	3,925,493	15,172,252	373,280,883	10,302,114	402,381	9,899,733	383,180,616	.000248	.000240	92,574	2,376	94,950
Special Serv Area	145,582,704	48,232,876	58,997	193,756,583	356,259,583	108,445	356,151,138	549,907,721	.000918	.000899	177,869	320,180	498,049
Weber Basin Water	13,752,696,133	484,864,566	495,542,731	13,742,017,968	1,441,813,546	50,182,769	1,391,630,777	15,133,648,745	.000217	.000207	2,982,018	288,068	3,270,086
											199,391,114	18,114,674	217,505,788

DAVIS COUNTY

SUPPLEMENTAL SCHEDULE 20
(continued - page 2 of 2)

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF TAXES CHARGED, COLLECTED, AND DISBURSED
FOR THE YEAR ENDED DECEMBER 31, 2011

		TREASURER'S RELIEF						OTHER COLLECTIONS				
ENTITY	TAXES CHARGED	Unpaid Taxes	Abatements	Other	Total	TAXES COLLECTED	PERCENTAGE COLLECTED	Fee-in-lieu Age-based	Redemptions	Misc. Collection	Delinquent Interest/ Penalty	Total, All Collections/ Distributed
Davis School District	108,771,884	4,263,992	1,950,177	1,325,539	7,539,708	101,232,176	93.1%	8,989,615	3,930,160	2,520,909	169,804	116,842,664
Statewide School	23,946,158	937,852	426,786	423,512	1,788,150	22,158,008	92.5%	1,967,328	830,799	592,827	37,161	25,586,123
Davis County	31,526,527	1,234,959	562,520	526,791	2,324,270	29,202,257	92.6%	2,593,015	1,102,336	773,986	558,537	34,230,131
County Library	5,892,555	230,828	105,154	97,743	433,725	5,458,830	92.6%	484,722	206,232	144,514	9,156	6,303,454
County Assess & Coll	1,776,066	67,148	30,581	25,094	122,823	1,653,243	93.1%	140,965	59,851	42,290	2,663	1,899,012
State Assess & Coll	2,682,664	101,407	46,139	40,403	187,949	2,494,715	93.0%	212,684	89,708	64,406	4,017	2,865,530
Bountiful City	2,252,718	96,978	31,294	47,453	175,725	2,076,993	92.2%	203,630	89,303	12,079	4,029	2,386,034
Centerville City	972,804	29,970	11,699	21,866	63,535	909,269	93.5%	90,515	25,997	6,486	1,027	1,033,294
Clearfield City	2,170,606	107,814	47,021	20,706	175,541	1,995,065	91.9%	138,323	(23,023)	34,799	4,728	2,149,892
Clinton City	1,342,729	36,852	50,427	26,043	113,322	1,229,407	91.6%	132,677	49,779	6,063	920	1,418,846
Farmington City	2,195,140	71,800	20,677	42,344	134,821	2,060,319	93.9%	177,217	76,488	14,406	3,023	2,331,453
Fruit Heights City	558,845	27,740	6,748	13,368	47,856	510,989	91.4%	51,058	26,740	3,122	824	592,733
Kaysville City	1,291,482	41,956	14,741	27,592	84,289	1,207,193	93.5%	130,588	50,471	8,462	1,581	1,398,295
Layton City	6,641,753	249,241	169,521	108,121	526,883	6,114,870	92.1%	532,654	302,943	48,092	9,666	7,008,225
North Salt Lake City	2,149,830	96,800	11,066	29,403	137,269	2,012,561	93.6%	129,482	111,315	17,277	5,364	2,275,999
South Weber City	279,046	8,259	7,674	4,892	20,825	258,221	92.5%	28,164	9,486	1,048	494	297,413
Sunset City	333,591	14,541	11,693	4,809	31,043	302,548	90.7%	30,479	13,360	3,781	650	350,818
Syracuse City	1,698,782	72,914	49,922	25,345	148,181	1,550,601	91.3%	175,561	78,355	12,264	2,971	1,819,752
West Bountiful City	778,795	27,840	6,433	(50,242)	(15,969)	794,764	102.1%	47,677	23,667	68,724	1,109	935,941
West Point City	333,536	8,916	11,941	6,967	27,824	305,712	91.7%	37,571	6,165	1,632	287	351,367
Woods Cross City	561,412	34,159	3,964	(1,712)	36,411	525,001	93.5%	45,720	24,737	2,185	1,094	598,737
Benchland Water Distr	431,000	15,321	4,253	9,018	28,592	402,408	93.4%	39,149	16,208	1,271	524	459,560
Bountiful Water SubCon	219,748	9,538	3,039	4,535	17,112	202,636	92.2%	18,763	7,408	1,495,252	337	1,724,396
Central Davis Sewer	559,810	19,920	5,711	12,331	37,962	521,848	93.2%	51,686	21,699	4,198	744	600,175
Central Weber Sewer	256,895	7,632	7,070	6,668	21,370	235,525	91.7%	25,710	8,737	745	455	271,172
Hooper Water Improv	37,023	2,320	1,041	806	4,167	32,856	88.7%	4,086	1,809	222	75	39,048
Mosquito Abatement	1,564,158	61,266	27,898	26,793	115,957	1,448,201	92.6%	128,600	54,514	38,541	2,429	1,672,285
North Davis Fire Dist.	2,024,857	89,977	49,968	17,882	157,827	1,867,030	92.2%	150,180	(8,783)	27,477	3,831	2,039,735
North Davis Sewer	6,284,690	241,818	169,164	94,571	505,553	5,779,137	92.0%	530,980	205,002	51,444	9,473	6,576,036
South Davis Recr. Dist.	2,266,064	95,625	21,681	46,063	163,369	2,102,695	92.8%	168,304	81,944	121,323	3,853	2,478,119
South Davis Sewer	1,841,535	77,636	17,527	40,526	135,689	1,705,846	92.6%	136,059	63,924	336,381	3,116	2,245,326
South Davis Water	94,950	3,930	1,536	2,237	7,703	87,247	91.9%	8,236	3,332	6,535	120	105,470
Special Serv Area	498,049	10,064	1,447	8,890	20,401	477,648	95.9%	13,963	(15,845)	264,435	132	740,333
Weber Basin Water	3,270,086	128,044	58,210	61,467	247,721	3,022,365	92.4%	268,328	112,423	1,428,461	5,068	4,836,645
	217,505,788	8,525,057	3,944,723	3,097,824	15,567,604	201,938,184		17,883,689	7,637,241	8,155,637	849,262	236,464,013

TREASURER'S TAX COLLECTION FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Treasurer's Balance 1/1/2011	Receipts	Apportionments Current Taxes	Apportionments Delinquent Taxes	Apportionments Other Collections	Totals	Disbursements	Treasurer's Balance 12/31/2011
Current 2011 taxes	$ -	$ 209,928,425	$ (209,928,425)	$ -	$ -	$ -	$ -	$ -
Prior year redemptions and rollbacks	-	8,043,299	-	(8,043,299)	-	-	-	-
Other taxes - "Class D"	778,266	3,514,643	-	-	(3,935,218)	357,691	-	357,691
Interest received	-	849,262	-	-	(849,262)	-	-	-
Fee in lieu	-	17,883,689	-	-	(17,883,689)	-	-	-
Miscellaneous collections	-	8,155,638	-		(8,155,638)	-	-	-
Taxes held for refund & prepayments	1,976,193	2,105,268	-	-	-	4,081,461	3,642,529	438,932
Total	2,754,459	250,480,224	(209,928,425)	(8,043,299)	(30,823,807)	4,439,152	3,642,529	796,623
Davis County:								
County funds	-	-	33,350,216	1,318,221	4,392,563	39,061,000	39,061,000	-
County library	-	-	5,458,829	217,143	638,392	6,314,364	6,314,364	-
Special service area	-	-	477,648	(14,918)	278,530	741,260	741,260	-
Total Davis County	-	-	39,286,693	1,520,446	5,309,485	46,116,624	46,116,624	-
Davis County School District	38,036,016	-	123,390,184	5,007,585	14,277,645	180,711,430	147,628,739	33,082,691
Cities and towns:								
Bountiful	733,439	-	2,076,993	90,342	222,017	3,122,791	2,602,710	520,081
Centerville	286,052	-	909,269	27,803	98,028	1,321,152	1,100,197	220,955
Clearfield	253,844	-	1,995,065	(20,862)	178,277	2,406,324	1,859,558	546,766
Clinton	390,682	-	1,229,408	50,756	139,660	1,810,506	1,469,019	341,487
Farmington	710,949	-	2,060,318	84,607	194,647	3,050,521	2,448,698	601,823
Fruit Heights	187,104	-	510,990	28,281	55,004	781,379	637,423	143,956
Kaysville	442,650	-	1,207,193	50,949	144,623	1,845,415	1,490,512	354,903
Layton	2,215,924	-	6,114,870	321,475	592,618	9,244,887	7,453,443	1,791,444
North Salt Lake	771,564	-	2,012,561	122,217	152,123	3,058,465	2,430,857	627,608
South Weber City	100,325	-	258,221	9,690	29,945	398,181	318,654	79,527
Sunset	124,949	-	302,548	13,360	36,262	477,119	367,586	109,533
Syracuse	431,906	-	1,550,601	80,619	197,618	2,260,744	1,856,184	404,560
West Bountiful	51,989	-	794,765	23,984	117,509	988,247	638,022	350,225
West Point	90,081	-	305,712	6,774	39,490	442,057	360,349	81,708
Woods Cross	163,155	-	525,000	24,737	49,000	761,892	607,841	154,051
Total cities and towns	6,954,613	-	21,853,514	914,732	2,246,821	31,969,680	25,641,053	6,328,627
Other taxing districts:								
Benchland Water Dist	140,129	-	402,408	16,429	40,944	599,910	489,239	110,671
Bountiful Irrigation Water District	439,041	-	202,636	7,532	3,392,854	4,042,063	3,832,303	209,760
Central Davis Sewer	188,778	-	521,848	22,859	56,628	790,113	637,064	153,049
Central Weber Sewer	103,066	-	235,525	8,925	26,910	374,426	305,718	68,708
Hooper Water Improv	10,087	-	32,856	1,955	4,383	49,281	39,676	9,605
Mosquito Abatement	449,848	-	1,448,201	57,408	169,571	2,125,028	1,737,487	387,541
North Davis Fire Dist	246,764	-	1,867,030	(6,408)	181,488	2,288,874	1,771,391	517,483
North Davis Sewer	1,968,515	-	5,779,137	217,324	593,377	8,558,353	7,008,295	1,550,058
South Davis Recreation	627,032	-	2,102,695	85,732	293,480	3,108,939	2,582,118	526,821
South Davis Sewer	491,887	-	1,705,846	66,986	758,954	3,023,673	2,566,468	457,205
South Davis Water	34,762	-	87,247	3,332	22,751	148,092	125,150	22,942
South Weber Water	8,967	-	-	-	63,904	72,871	67,930	4,941
Weber Basin Water	1,358,187	-	3,022,364	118,462	3,384,612	7,883,625	6,932,672	950,953
Total other taxing districts	6,067,063	-	17,407,793	600,536	8,989,856	33,065,248	28,095,511	4,969,737
Redevelopment agencies:								
Bountiful	1,155,313	-	1,593,108	-	-	2,748,421	1,555,313	1,193,108
Centerville	1,126,782	-	1,219,060	-	-	2,345,842	1,126,782	1,219,060
Clearfield	1,404,793	-	2,367,203	-	-	3,771,996	1,404,793	2,367,203
Clearfield EDA	398,638	-	-	-	-	398,638	398,638	-
Clinton	85,282	-	84,125	-	-	169,407	85,282	84,125
Farmington	351,481	-	322,258	-	-	673,739	351,481	322,258
Layton	253,184	-	668,965	-	-	922,149	253,184	668,965
Syracuse	421,094	-	445,397	-	-	866,491	421,094	445,397
West Bountiful	523,094	-	540,973	-	-	1,064,067	523,094	540,973
Woods Cross	740,524	-	749,152	-	-	1,489,676	740,524	749,152
Total redevelopment agencies	6,460,185	-	7,990,241	-	-	14,450,426	6,860,185	7,590,241
GRAND TOTAL	$ 60,272,336	$ 250,480,224	$ -	$ -	$ -	$ 310,752,560	$ 257,984,641	$ 52,767,919

III. Statistical Section

Syracuse, UT 84041

www.Davis COUNTYUTAH.GOV

www.daviscountyutah.gov

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 NINE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2011	2010	2009	2008
Governmental activities:				
Investment in capital assets, net of related debt	$ 81,947,428	$ 83,234,732	$ 49,323,126	$ 70,794,633
Restricted	20,499,016	27,391,189	40,833,438	9,979,541
Unrestricted	21,918,133	9,224,736	26,184,917	29,177,532
Total government activities net assets	$ 124,364,577	$ 119,850,657	$ 116,341,481	$ 109,951,706
Business-type activities:				
Investment in capital assets, net of related debt	$ 5,098,487	$ 5,397,435	$ 5,523,989	$ 5,021,973
Restricted	-	-	-	-
Unrestricted	(1,453,061)	(1,579,793)	(1,231,369)	(755,083)
Total business-type activities net assets	$ 3,645,426	$ 3,817,642	$ 4,292,620	$ 4,266,890
Primary government:				
Investment in capital assets, net of related debt	$ 87,045,915	$ 88,632,167	$ 54,847,115	$ 75,816,606
Restricted	20,499,016	27,391,189	40,833,438	9,979,541
Unrestricted	20,465,072	7,644,943	24,953,548	28,422,449
Total primary government net assets	$ 128,010,003	$ 123,668,299	$ 120,634,101	$ 114,218,596

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.

2007	2006	2005	2004	2003
$ 65,565,679	$ 55,892,112	$ 53,753,012	$ 67,413,090	$ 64,521,074
14,663,159	26,698,852	30,827,499	13,233,017	18,960,187
20,296,195	6,988,754	2,082,042	3,148,450	(3,684,586)
$ 100,525,033	$ 89,579,718	$ 86,662,553	$ 83,794,557	$ 79,796,675
$ 4,696,201	$ 4,286,855	$ 4,516,622	$ 4,471,715	$ 3,875,287
-	-	-	-	311,698
(543,467)	(126,035)	(279,615)	(285,813)	-
$ 4,152,734	$ 4,160,820	$ 4,237,007	$ 4,185,902	$ 4,186,985
$ 70,261,880	$ 60,178,967	$ 58,269,634	$ 71,884,805	$ 68,396,361
14,663,159	26,698,852	30,827,499	13,233,017	19,271,885
19,752,728	6,862,719	1,802,427	2,862,637	(3,684,586)
$ 104,677,767	$ 93,740,538	$ 90,899,560	$ 87,980,459	$ 83,983,660

DAVIS COUNTY

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

	Year Ended December 31,			
Expenses	**2011**	**2010**	**2009**	**2008**
Government activities:				
General governmental	$ 40,218,104	$ 39,406,125	$ 38,282,727	$ 35,180,227
Public safety	35,577,640	34,241,872	33,054,829	30,904,112
Public health	11,640,398	12,037,386	12,232,929	11,785,783
Public works	3,944,675	3,938,669	2,791,754	4,506,001
Interest on long-term debt	3,836,966	3,079,963	2,024,496	1,925,416
Total governmental activities	95,217,783	92,704,015	88,386,735	84,301,539
Business-type activities:				
Golf Course	2,422,690	2,409,586	2,358,484	2,360,640
Inmates Commissary	582,734	529,040	321,386	201,464
Total business-type activities	3,005,424	2,938,626	2,679,870	2,562,104
Total primary government expenses	$ 98,223,207	$ 95,642,641	$ 91,066,605	$ 86,863,643
Program Revenues				
Government activities:				
Charges for services:				
General governmental	$ 6,811,617	$ 6,196,860	$ 6,825,863	$ 7,782,162
Public safety	12,314,622	12,561,950	12,308,071	11,124,802
Public health	3,890,624	3,742,446	3,889,556	3,685,802
Public works	58,675	129,059	75,823	42,990
Operating grants and contributions	12,642,377	12,597,575	12,110,452	10,479,540
Capital grants and contributions	1,794,609	1,164,996	1,496,789	611,539
Total governmental activities program revenues	37,512,524	36,392,886	36,706,554	33,726,835
Business-type activities:				
Charges for services:				
Golf Course	2,033,729	2,055,001	2,062,591	2,255,855
Inmates Commissary	1,343,807	1,073,918	902,144	671,473
Total business-type activities program revenues	3,377,536	3,128,919	2,964,735	2,927,328
Total primary government program revenues	$ 40,890,060	$ 39,521,805	$ 39,671,289	$ 36,654,163
Net (Expense)/Revenue				
Governmental activities	$ (57,705,259)	$ (56,311,129)	$ (51,680,181)	$ (50,574,704)
Business-type activities	372,112	190,293	284,865	365,224
Total primary government net expenses	$ (57,333,147)	$ (56,120,836)	$ (51,395,316)	$ (50,209,480)
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes				
Property taxes	$ 45,490,304	$ 44,199,765	$ 43,017,735	$ 42,848,970
Sales taxes	15,779,389	14,657,381	14,352,182	15,949,104
Investment earnings	296,803	292,159	348,457	858,912
Miscellaneous	-	-	-	-
Sale of capital assets	102,583	-	85,582	78,391
Transfers	550,100	671,000	266,000	266,000
Total governmental activities	62,219,179	59,820,305	58,069,956	60,001,377
Business-type activities:				
Investment earnings	5,772	5,729	6,865	14,932
Transfers	(550,100)	(671,000)	(266,000)	(266,000)
Total business-type activities	(544,328)	(665,271)	(259,135)	(251,068)
Total primary government	$ 61,674,851	$ 59,155,034	$ 57,810,821	$ 59,750,309
Changes in Net Assets				
Governmental activities	4,513,920	3,509,176	6,389,775	9,426,673
Business-type activities	(172,216)	(474,978)	25,730	114,156
Total primary government	$ 4,341,704	$ 3,034,198	$ 6,415,505	$ 9,540,829

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.

2007	2006	2005	2004	2003
$ 32,609,337	$ 29,778,524	$ 28,437,339	$ 28,338,607	$ 22,558,382
28,996,517	23,891,430	22,191,785	21,682,995	18,936,997
11,503,649	11,430,314	10,887,342	10,679,084	12,620,889
3,107,421	3,498,580	3,907,168	4,843,119	2,950,695
2,211,960	1,746,590	1,261,046	593,825	302,557
78,428,884	70,345,438	66,684,680	66,137,630	57,369,520
1,962,402	1,715,142	1,732,388	1,669,724	1,776,900
224,855	151,663	275,669	457,960	326,652
2,187,257	1,866,805	2,008,057	2,127,684	2,103,552
$ 80,616,141	$ 72,212,243	$ 68,692,737	$ 68,265,314	$ 59,473,072
$ 8,723,667	$ 6,096,759	$ 5,697,334	$ 5,343,411	$ 6,968,245
8,720,283	5,844,881	5,962,719	5,851,326	5,667,794
3,317,563	3,530,513	3,448,422	3,595,731	4,973,169
32,024	54,370	70,271	63,831	-
10,450,647	9,673,000	9,639,704	9,675,331	5,985,271
358,648	803,373	197,572	1,379,475	123,537
31,602,832	26,002,896	25,016,022	25,909,105	23,718,016
1,936,108	1,672,955	1,817,493	1,695,141	1,668,078
560,210	389,859	526,314	614,810	578,157
2,496,318	2,062,814	2,343,807	2,309,951	2,246,235
$ 34,099,150	$ 28,065,710	$ 27,359,829	$ 28,219,056	$ 25,964,251
$ (46,826,052)	$ (44,342,542)	$ (41,668,658)	$ (40,228,525)	$ (33,651,504)
309,061	196,009	335,750	182,267	142,683
$ (46,516,991)	$ (44,146,533)	$ (41,332,908)	$ (40,046,258)	$ (33,508,821)
$ 38,961,134	$ 29,234,230	$ 28,392,647	$ 27,041,508	$ 26,260,406
16,052,114	14,856,146	12,896,727	11,688,594	11,301,183
1,437,070	1,243,491	1,259,879	284,699	108,766
-	1,351,627	1,379,336	1,263,659	2,090,425
-	295,070	319,116	3,754,080	-
327,206	279,143	288,947	193,867	820,535
56,777,524	47,259,707	44,536,652	44,226,407	40,581,315
10,059	6,947	4,302	10,517	11,563
(327,206)	(279,143)	(288,947)	(193,867)	(820,535)
(317,147)	(272,196)	(284,645)	(183,350)	(808,972)
$ 56,460,377	$ 46,987,511	$ 44,252,007	$ 44,043,057	$ 39,772,343
9,951,472	2,917,165	2,867,994	3,997,882	6,929,811
(8,086)	(76,187)	51,105	(1,083)	(666,289)
$ 9,943,386	$ 2,840,978	$ 2,919,099	$ 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	**2011**	**2010**	**2009**	**2008**	**2007**
General Fund					
Nonspendable:					
Inventories	$ 58,900	$ -	$ -	$ -	$ -
Prepaids and other	246,215	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	5,921,045	-	-	-	-
Unassigned	13,633,241	-	-	-	-
Total General Fund	$ 19,859,401	$ -	$ -	$ -	$ -
All Other Governmental Funds					
Nonspendable:					
Inventories	$ 569,577	$ -	$ -	$ -	$ -
Prepaids and other	264,852	-	-	-	-
Restricted	20,499,016	-	-	-	-
Committed	410,194	-	-	-	-
Assigned	19,518,154	-	-	-	-
Total All Other Governmental Funds	$ 41,261,793	$ -	$ -	$ -	$ -
General fund					
Reserved	$ -	$ -	$ -	$ -	$ -
Unreserved	-	19,820,821	16,298,104	18,286,835	11,055,808
Total general fund	$ -	$ 19,820,821	$ 16,298,104	$ 18,286,835	$ 11,055,808
All other governmental funds					
Reserved	$ -	$ 800,804	$ 725,764	$ 673,274	$ 1,410,031
Unreserved, reported in:					
Special revenue funds	-	29,477,885	37,791,322	9,602,582	7,147,748
Capital project funds	-	22,194,664	8,957,275	5,622,782	10,870,068
Debt service funds	-	4,395,721	4,128,494	3,683,485	2,383,060
Total all other governmental funds	$ -	$ 56,869,074	$ 51,602,855	$ 19,582,123	$ 21,810,907

Source: Davis County Balance Sheet(s) 2002-2011
Note: Beginning fiscal year 2011, the fund balance categories were reclassified as a result of implementing GASB Statement 54.
Fund balance has not been restated for prior years.

2006	2005	2004	2003	2002
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
$ -	$ -	$ -	$ -	$ -
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
$ -	$ -	$ -	$ -	$ -
$ -	$ -	$ -	$ -	$ 42,900
6,590,777	5,807,312	5,886,202	4,263,391	2,407,859
$ 6,590,777	$ 5,807,312	$ 5,886,202	$ 4,263,391	$ 2,450,759
$ 2,381,568	$ 2,297,203	$ 1,558,978	$ 2,200,669	$ 4,524,004
5,200,972	5,281,840	6,220,721	4,106,126	3,226,504
16,873,682	19,693,243	1,824,925	9,744,995	13,154
2,242,130	3,555,213	3,628,393	3,296,051	-
$ 26,698,352	$ 30,827,499	$ 13,233,017	$ 19,347,841	$ 7,763,662

DAVIS COUNTY

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

Fiscal Year	**2011**	**2010**	**2009**	**2008**	**2007**
Revenues					
Taxes	$ 61,601,396	$ 58,989,801	$ 57,598,744	$ 58,135,168	$ 54,332,406
Licenses, fees, and permits	249,767	252,732	245,852	260,010	243,822
Intergovernmental revenue	14,327,645	13,119,927	12,124,516	10,985,979	10,704,851
Charges for services	18,411,815	18,861,739	19,021,171	18,539,585	16,019,006
Fines and forfeitures	1,961,996	1,923,871	1,963,453	1,952,672	1,817,327
Interest	272,029	268,634	308,101	751,765	1,306,478
Other revenues	2,399,752	1,581,287	1,854,450	1,889,260	2,727,825
Total revenues	99,224,400	94,997,991	93,116,287	92,514,439	87,151,715
Expenditures					
General government	$ 37,930,408	$ 37,173,921	$ 36,222,968	$ 33,207,764	$ 31,462,380
Public Safety	32,894,660	31,807,064	30,255,383	28,412,212	27,580,416
Public health	11,108,602	11,569,818	11,819,066	11,374,251	11,417,388
Public works	2,251,044	2,443,846	3,002,249	2,660,187	2,571,468
Capital Outlay	24,115,927	17,175,246	5,396,113	8,086,052	11,101,771
Debt Service					
Principal retirement	3,487,286	3,334,401	2,190,359	2,133,508	2,076,281
Interest and fiscal charges	3,875,229	2,967,283	1,764,389	2,001,272	1,884,238
Bond issuance costs	-	250,657	-	-	-
Total expenditures	115,663,156	106,722,236	90,650,527	87,875,246	88,093,942
Excess of revenues over (under) expenditures	(16,438,756)	(11,724,245)	2,465,760	4,639,193	(942,227)
Other Financing Sources (Uses)					
Proceeds from sale of Capital Assets	319,955	225,135	98,768	97,050	192,607
General obligation bonds issued	-	-	-	-	-
Sales tax revenue and Build America bonds issued	-	-	27,000,000	-	-
Refunding bonds issued	-	1,335,000	4,925,000	-	-
Premium on bonds issued	-	52,977	454,620	-	-
MBA Lease Rev./Recovery Zone bonds issued	-	19,600,000	-	-	-
Lease/Purchase line of credit issued	-	-	-	-	-
Transfers in	13,996,946	17,546,652	22,397,614	13,360,616	16,111,204
Transfers out	(13,446,846)	(16,875,652)	(22,131,614)	(13,094,616)	(15,783,998)
Refunded bonds redeemed	-	(1,370,931)	-	-	-
Payment to refunded bond escrow agent	-	-	(5,178,147)	-	-
Total other financing sources (uses)	870,055	20,513,181	27,566,241	363,050	519,813
Net change in fund balances	$ (15,568,701)	$ 8,788,936	$ 30,032,001	$ 5,002,243	$ (422,414)
Debt service as a percentage of noncapital expenditures	8.0%	7.0%	4.6%	5.2%	5.1%

Sources: Davis County Statement of Revenues, Expenditures, and Changes in Fund Balances 2002-2011

2006	2005	2004	2003	2002
$ 44,090,376	$ 41,289,374	$ 38,730,101	$ 37,561,589	$ 32,790,489
224,429	231,330	208,119	210,321	216,750
10,476,373	9,837,276	11,054,806	9,788,853	8,801,497
13,452,143	13,073,059	12,720,646	12,029,343	10,324,941
1,849,951	1,874,357	1,925,534	1,689,499	1,682,917
1,243,491	1,259,879	284,699	108,766	155,467
1,646,696	1,698,453	5,017,741	2,090,425	3,541,468
72,983,459	69,263,728	69,941,646	63,478,796	57,513,529
$ 28,725,911	$ 27,334,114	$ 27,049,891	$ 21,734,986	$ 20,418,937
22,717,685	20,982,358	19,732,326	17,968,775	17,869,709
11,306,187	10,772,189	10,468,495	12,492,436	12,450,725
2,586,915	2,811,279	3,335,276	1,954,701	2,125,444
18,411,177	11,277,186	11,370,712	3,880,010	7,796,221
1,746,590	2,398,911	593,825	302,557	8,109,000
2,694,820	1,261,046	2,077,000	1,640,000	476,242
-	-	-	-	-
88,189,285	76,837,083	74,627,525	59,973,465	69,246,278
(15,205,826)	(7,573,355)	(4,685,879)	3,505,331	(11,732,749)
-	-	-	-	-
-	24,800,000	-	-	-
9,955,000	-	-	9,070,943	-
-	-	-	-	-
-	-	-	-	-
1,626,000	-	-	-	-
-	-	-	-	3,817,000
10,894,556	9,563,216	9,344,377	7,382,881	5,756,555
(10,615,412)	(9,274,269)	(9,150,511)	(6,562,345)	(5,235,447)
-	-	-	-	-
-	-	-	-	-
11,860,144	25,088,947	193,866	9,891,479	4,338,108
$ (3,345,682)	$ 17,515,592	$ (4,492,013)	$ 13,396,810	$ (7,394,641)
6.4%	5.6%	4.2%	3.5%	14.0%

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	Centrally Assessed Property
2011	$ 10,127,751,543	$ 3,507,953,650	$ 117,895,470	$ 1,441,813,546	$ 485,292,602
2010	10,657,206,804	3,717,208,859	144,417,417	1,185,481,355	493,463,739
2009	11,031,774,065	3,622,873,532	157,847,356	1,307,517,190	412,551,226
2008	11,483,109,031	3,649,547,749	195,089,731	1,206,790,087	370,416,894
2007	9,955,671,253	2,820,842,899	123,379,683	1,059,363,010	321,003,481
2006	8,026,810,761	2,690,159,809	129,163,796	860,077,858	307,995,999
2005	7,154,484,948	2,502,244,227	119,545,034	815,598,806	298,195,675
2004	6,718,404,694	2,362,239,405	108,938,108	773,550,267	291,289,246
2003	6,382,795,657	2,144,646,116	98,904,499	831,024,706	329,341,180
2002	5,761,427,573	2,007,318,397	499,450,603	815,387,900	317,143,950

Source: Davis County Assessor's Office.

Fee in lieu property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Market Value	Ratio of Taxable Assessed Value to Estimated Market Value
$ 1,192,245,935	$ 15,680,706,811	0.002775	$ 25,595,666,942	61.3%
1,219,363,049	16,197,778,174	0.002576	25,058,738,383	64.6%
1,361,982,489	16,532,563,369	0.002456	25,477,711,753	64.9%
1,353,063,017	16,904,953,492	0.002329	26,372,578,441	64.1%
1,347,035,643	14,280,260,326	0.002564	22,432,352,520	63.7%
1,277,851,892	12,014,208,223	0.002142	18,457,991,962	65.1%
1,237,153,267	10,890,068,690	0.002347	17,135,120,877	63.6%
1,201,209,533	10,254,421,720	0.002549	15,667,356,241	65.5%
1,384,801,667	9,786,712,158	0.002556	14,509,725,213	67.4%
1,141,346,200	9,400,728,423	0.002081	14,205,806,672	66.2%

DAVIS COUNTY

STATISTICAL SCHEDULE 6

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

Fiscal year	2011	2010	2009	2008	2007
County direct rates					
County Basic Rate	0.001960	0.001817	0.001739	0.001653	0.001863
General Obligation Debt Service	0.000137	0.000128	0.000126	0.000123	0.000142
County Assess & Collect	0.000114	0.000106	0.000101	0.000100	0.000063
State Assess & Collect	0.000172	0.000162	0.000142	0.000121	0.000121
County Library	0.000392	0.000363	0.000348	0.000332	0.000375
Total direct rate	0.002775	0.002576	0.002456	0.002329	0.002564
County school districts' rates					
Davis County School District	0.007270	0.006365	0.005685	0.005514	0.005865
City Rates					
Bountiful	0.001093	0.001037	0.000948	0.000903	0.000912
Centerville	0.001173	0.001102	0.000997	0.000923	0.001233
Clearfield	0.001800	0.001548	0.001548	0.001548	0.001580
Clinton	0.001866	0.001752	0.001729	0.001623	0.001906
Farmington	0.002283	0.002109	0.002051	0.001982	0.002000
Fruit Heights	0.002071	0.002006	0.001845	0.001925	0.001959
Kaysville	0.001035	0.000987	0.000907	0.000829	0.000925
Layton	0.002068	0.001933	0.001876	0.001771	0.002047
North Salt Lake	0.001637	0.001520	0.001396	0.001258	0.001459
South Weber	0.000927	0.000827	0.000840	0.000883	0.001057
Special Service Area	0.000918	0.000899	0.000844	0.000794	0.000869
Sunset	0.002297	0.002138	0.001483	0.001253	0.001209
Syracuse	0.001821	0.001631	0.001613	0.001500	0.001500
West Bountiful	0.001997	0.001366	0.001384	0.001204	0.001457
West Point	0.001008	0.000936	0.000876	0.000895	0.000834
Woods Cross	0.001049	0.000840	0.000690	0.000646	0.000833
Overlapping Rates					
Weber Basin Water	0.000217	0.000207	0.000188	0.000181	0.000200
Mosquito Abatement	0.000104	0.000097	0.000093	0.000088	0.000099
North Davis Sewer	0.000928	0.000864	0.000763	0.000763	0.000763
Bountiful Irrigation	0.000130	0.000122	0.000113	0.000110	0.000115
South Davis Water	0.000248	0.000240	0.000243	0.000228	0.000236
Central Davis Sewer	0.000237	0.000227	0.000212	0.000200	0.000220
South Davis Sewer	0.000329	0.000315	0.000290	0.000270	0.000305
Benchland Water	0.000483	0.000451	0.000427	0.000408	0.000421
Hooper Water	0.000433	0.000404	0.000396	0.000379	0.000404
South Weber Water	0.000000	0.000000	0.000000	0.000000	0.000000
Central Weber Sewer	0.000854	0.000833	0.000811	0.000800	0.000519
South Davis Recreation	0.000407	0.000379	0.000356	0.000340	0.000390
North Davis Fire	0.001316	0.001148	0.001194	0.001179	0.001400

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.

2006	2005	2004	2003	2002
0.001424	0.001501	0.001695	0.001700	0.001401
0.000108	0.000175	0.000169	0.000168	0.000000
0.000068	0.000072	0.000073	0.000073	0.000072
0.000139	0.000173	0.000180	0.000181	0.000177
0.000403	0.000426	0.000432	0.000434	0.000431
0.002142	0.002347	0.002549	0.002556	0.002081
0.005790	0.005964	0.006021	0.005906	0.005803
0.001119	0.001194	0.001231	0.001223	0.001216
0.001349	0.001436	0.001459	0.001470	0.001466
0.001580	0.002980	0.002980	0.002916	0.002916
0.001955	0.002087	0.002163	0.002250	0.002250
0.002149	0.002336	0.002426	0.002443	0.002160
0.001980	0.001980	0.001989	0.001918	0.001903
0.001004	0.001519	0.001600	0.001626	0.001612
0.002092	0.002134	0.002092	0.002161	0.002155
0.001546	0.001645	0.001652	0.001627	0.001613
0.001126	0.001166	0.001201	0.001189	0.001195
0.000940	0.000940	0.000972	0.000843	0.000833
0.001108	0.001147	0.001174	0.001158	0.001139
0.001043	0.001043	0.001043	0.001047	0.001023
0.001500	0.001482	0.001475	0.001372	0.001301
0.000909	0.001539	0.001555	0.001548	0.001540
0.000880	0.000923	0.000949	0.000966	0.000945
0.000178	0.000193	0.000198	0.000196	0.000193
0.000086	0.000091	0.000093	0.000094	0.000061
0.000763	0.000763	0.000763	0.000763	0.000763
0.000139	0.000147	0.000153	0.000152	0.000150
0.000298	0.000316	0.000318	0.000318	0.000322
0.000234	0.000259	0.000271	0.000275	0.000276
0.000341	0.000357	0.000366	0.000364	0.000361
0.000450	0.000508	0.000518	0.000527	0.000524
0.000474	0.000455	0.000547	0.000469	0.000434
0.000000	0.000000	0.000000	0.000597	0.000672
0.000573	0.000567	0.000552	0.000574	0.000575
0.000441	0.000536	n/a	n/a	n/a
0.001400	n/a	n/a	n/a	n/a

DAVIS COUNTY

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

	2011			2002		
Taxpayers	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value $15,195,414,209	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value $9,083,584,473
Chevron U.S. Inc	$ 349,539,456	1	2.30%	$ 87,445,359	3	0.96%
Freeport Center	190,756,826	2	1.26%	101,494,525	2	1.12%
PacifiCorp	184,837,169	3	1.22%	61,742,567	5	0.68%
Woods Cross Refining Comp - LLC	162,234,125	4	1.07%	43,137,055	9	0.47%
LHM Utah LLC	96,117,439	5	0.63%	48,016,134	7	0.53%
Big West Oil	84,858,191	6	0.56%	29,274,817	11	0.32%
Wal-Mart	79,145,396	7	0.52%	n/a	n/a	n/a
Smith's Food King Properties	67,849,389	8	0.45%	69,820,526	4	0.77%
Qwest Communications	69,766,532	9	0.46%	107,966,296	1	1.19%
Davis Hospital & Medical Center	65,773,148	10	0.43%	n/a	n/a	n/a
Questar Gas	64,830,164	11	0.43%	37,394,512	10	0.41%
Albertson's	n/a	n/a	n/a	59,345,113	6	0.65%
Lifetime Products	n/a	n/a	n/a	45,511,038	8	0.50%
Totals	$ 1,415,707,835		9.33%	$ 691,147,942		7.60%

Source: Davis County Clerk/Auditor's Office.

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
2011	$ 31,526,528	$ 29,202,258	92.6%	$ 1,660,659	$ 30,862,917	97.9%
2010	30,395,866	27,831,487	91.6%	1,472,074	29,303,561	96.4%
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%

Source: Davis County Treasurer's Office.

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)
2011	$ 19,805,000	$ 40,156,659	$ 21,524,721	$ 358,264	$ 81,844,644	0.8%	$ 267
2010	20,835,000	41,830,086	21,685,028	981,550	85,331,664	0.9%	277
2009	21,835,000	43,460,342	2,261,000	1,494,801	69,051,143	0.7%	224
2008	22,805,000	16,835,000	2,428,000	1,973,160	44,041,160	0.4%	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	0.5%	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

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	Less Amount In Debt Service Reserves	Percentage of Actual Taxable Value of Property	Population	Per Capita
2011	$ 19,805,000	$ 15,680,706,811	$ -	0.13%	307,806	$ 64
2010	20,835,000	16,197,778,174	-	0.13%	306,479	68
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

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, 2011

Taxing Entity	2011 Year-End Taxable Valuation 1	County's Portion of Taxable Valuation	County's Percentage	Entity's Outstanding G.O. Debt	Davis County Overlapping Debt
Overlapping:					
State of Utah	$ 193,170,017,535	$ 15,680,706,811	8.1%	$ 3,487,680,000	$ 283,114,783
Davis County School District	15,680,706,811	15,680,706,811	100.0%	448,625,000	448,625,000
Total Overlapping G.O. Debt					731,739,783
Underlying:					
Weber Basin Water Conservatory District 2,3	40,949,961,771	15,679,374,245	38.3%	26,749,989	10,242,332
Clearfield City 3	1,383,954,252	1,383,954,252	100.0%	7,895,000	-
Farmington City	985,019,613	985,019,613	100.0%	4,265,000	4,265,000
South Davis Recreation District 4	5,918,427,058	5,918,427,058	100.0%	14,185,000	14,185,000
West Bountiful City 3	477,793,080	477,793,080	100.0%	435,000	-
North Salt Lake City 3	1,326,990,653	1,326,990,653	100.0%	3,135,000	-
North Davis County Sewer District	8,230,437,229	7,035,846,522	85.5%	45,806,000	39,157,578
Total Underlying					67,849,910
Total Overlapping & Underlying Debt					$ 799,589,693
Total Overlapping Debt (Excluding the State) 5					$ 448,625,000
Total Direct Debt					81,844,644
Total Direct and Overlapping Debt (Excluding the State) 5					$ 530,469,644
Total Underlying Debt					$ 67,849,910
Total Direct Debt					81,844,644
Total Direct and Underlying Debt					$ 149,694,554
Total Overlapping & Underlying Debt (Excluding the State) 5					$ 516,474,910
Total Direct Debt					81,844,644
Total Direct, Overlapping and Underlying Debt (Excl. the State) 5					$ 598,319,554

Notes:

1 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
2011	$ 25,595,666,942	511,913,339	$ 19,805,000	$ 492,108,339	3.87%
2010	25,058,738,383	501,174,768	20,835,000	480,339,768	4.16%
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%

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
2011	94,578	59,000	35,578	100%	11,183,227	1,680,000	1,875,032	315%
2010	135,675	55,000	80,675	100%	10,411,345	1,630,000	1,948,808	291%
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%	-	-	-	-

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
2011	307,806	5,704	1,514	n/a	n/a	6.2%	71,232
2010	306,479	5,799	1,329	10,364,200,343	33,817	6.7%	66,019
2009	307,656	6,069	1,339	10,184,644,224	33,104	5.9%	65,452
2008	301,915	6,203	1,359	10,048,636,945	33,283	3.3%	65,014
2007	296,029	6,148	1,357	9,798,559,900	33,100	2.6%	64,553
2006	286,500	6,037	1,284	9,010,711,500	31,451	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

Source: Utah Department of Workforce Services, Utah Population Estimates Committee, Davis County School District, Davis County Vital Statistics, Bureau of Economic Analysis.

* Note: 2011 per capita personal income information was not available at the time this was released.

DAVIS COUNTY

STATISTICAL SCHEDULE 15
PRINCIPAL EMPLOYERS
PRIOR YEAR AND NINE YEARS AGO

	2010				2002			
Employer	**Employees**		**Rank**	**Percentage of Total County Employment (135,679)**	**Employees**		**Rank**	**Percentage of Total County Employment (118,331)**
Hill Air Force Base	10,000	- 14,999	1	11.1%	20,000	- 25,000	1	21.1%
Davis County School District	7,000	- 9,999	2	7.4%	5,000	- 7,000	2	5.9%
Smith's Marketplace Dist./Kroger	1,000	- 1,999	3	1.5%	700	- 1,000	6	0.8%
Walmart	1,000	- 1,999	4	1.5%	250	- 499	32	0.4%
Lagoon Inc	1,000	- 1,999	5	1.5%	700	- 1,000	5	0.8%
Lifetime Products	1,000	- 1,999	6	1.5%	1,000	- 2,000	3	1.7%
Davis County	1,000	- 1,999	7	1.5%	700	- 1,000	4	0.8%
ATK Space Systems / Alliant	500	999	8	0.7%	250	- 499	14	0.4%
Davis Hospital and Medical Center	500	- 999	9	0.7%	500	- 700	11	0.6%
State of Utah (In Davis County)	500	999	10	0.7%	250	- 499	27	0.4%
Utility Trailer & Manufacturing	500	- 999	12	0.7%	700	- 1,000	7	0.8%
Fresh Market / Albertson's	250	- 499	32	0.4%	500	- 700	8	0.6%
Amusement Services	n/a	n/a	n/a	0.0%	500	- 700	9	0.6%
Associates Commerce Solutions	n/a	n/a	n/a	0.0%	500	- 700	10	0.6%
Totals	24,250	- 39,488		29.2%	31,550	- 42,297		35.5%

Source: Utah Department of Workforce Services

Note: 2011 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,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Function/Program										
General Government										
Commission	5	5	5	5	5	5	5	5	5	5
Justice Court	11	10	8	9	8	8	8	8	8	8
Personnel	7	7	7	8	6	8	8	8	8	7
Info Systems	30	30	29	29	29	27	24	24	24	23
Clerk/Auditor	24	24	23	24	21	22	22	21	17	24
Treasurer	4	4	4	4	5	4	4	5	5	13
Recorder	18	18	17	19	19	20	19	18	18	17
Attorney	40	38	39	41	40	37	38	41	39	42
Assessor	37	38	39	36	35	31	31	31	34	26
Surveyor	6	6	6	6	6	6	6	5	5	6
Tax Administration	5	4	5	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Sheriff										
Sheriff's Officers	128	131	130	130	129	125	124	124	119	129
Correction's Officers	185	186	186	183	183	128	108	108	106	109
Animal Control	27	27	26	24	24	23	23	23	23	21
911-Emergency	22	22	21	21	19	23	25	25	24	26
Senior Services	31	32	32	33	31	32	33	33	33	37
Weatherization	19	16	12	9	n/a	n/a	n/a	n/a	n/a	n/a
Health/Nursing										
WIC Program	13	13	13	8	9	9	12	12	13	12
Epidimiology	8	7	6	6	3	3	3	3	2	n/a
Administration	9	9	8	8	7	7	7	7	7	12
I & M	28	29	29	29	29	29	28	28	28	29
Environmental	16	15	16	16	15	15	14	14	12	15
Nursing	12	12	12	29	35	42	42	42	43	48
Promotion	4	5	5	5	5	6	7	7	7	n/a
BT/MRC	4	4	4	4	n/a	n/a	n/a	n/a	n/a	n/a
Redevelopment										
Community and Economic Development	4	4	4	4	8	8	7	7	7	9
Planning	5	4	4	4	n/a	n/a	n/a	n/a	n/a	n/a
Parks and recreation										
Valley View Golf Course	17	18	25	24	16	18	20	20	20	21
Davis Park Golf Course	13	15	21	20	18	19	17	17	17	19
Fair Park	11	14	14	13	14	15	14	14	13	17
Library	84	84	94	89	88	88	73	73	73	65
Public Works	29	29	29	28	26	28	27	27	27	30
Facilities Management	29	28	29	26	27	28	13	13	14	14
Total	885	888	902	894	860	814	762	763	751	784

Source: Davis County Personnel Department

The changes in total County employees for 2010, 2011 is due to actual hours worked by department divided by 2080 hours, instead of part-time equivalent ratio's

DAVIS COUNTY

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

Function/Program	Fiscal Year 2011	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
General Government								
Clerk/Auditor								
Veteran Abatements	5,165	4,684	4,310	3,929	2,295	3,201	2,512	1,986
Circuit Breaker Abatements	949	960	985	957	949	949	923	931
Blind Abatements	147	157	149	153	163	169	158	160
Indigent Abatements	174	172	140	141	118	152	149	146
Treasurer								
Number of Tax Notices Sent	97,202	96,956	96,307	95,221	92,426	90,296	87,102	83,592
Recorder								
Number of Recordings	58,756	73,504	89,770	82,145	99,029	97,174	92,861	96,386
Sheriff								
Traffic Citations	5,637	6,010	6,896	5,779	5,507	7,000	6,510	n/a
DUIs	158	221	239	352	402	277	241	196
Arrests	1,363	1,346	1,588	1,580	1,748	n/a	n/a	n/a
E-911 phone calls	138,802	124,502	133,733	141,086	249,167	249,641	248,212	235,307
Average number of inmates	755	642	726	730	712	499	513	497
Senior Services								
Total Meals Delivered	145,903	157,974	154,250	152,042	150,987	141,978	145,293	144,691
Health/Nursing								
Client Count	9,613	11,495	17,645	17,130	24,268	26,576	22,949	19,922
Number of Immunizations	15,628	15,303	18,517	16,433	23,826	21,728	25,752	23,081
Weatherization								
Homes Serviced	214	230	153	108	108	138	180	93
Library								
Items Loaned	2,817,866	2,843,728	2,753,295	2,537,384	2,386,571	2,195,623	1,942,386	1,810,111
Materials Held	716,289	690,803	675,184	653,349	647,332	620,507	518,294	504,745
Registered Users	171,254	185,051	187,639	169,981	160,217	156,489	147,150	142,291
Golf Course								
Rounds	143,542	150,487	151,217	150,146	167,872	144,092	156,276	157,249

Source: Various Departments of Davis County

Information before 2004 not available

DAVIS COUNTY

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

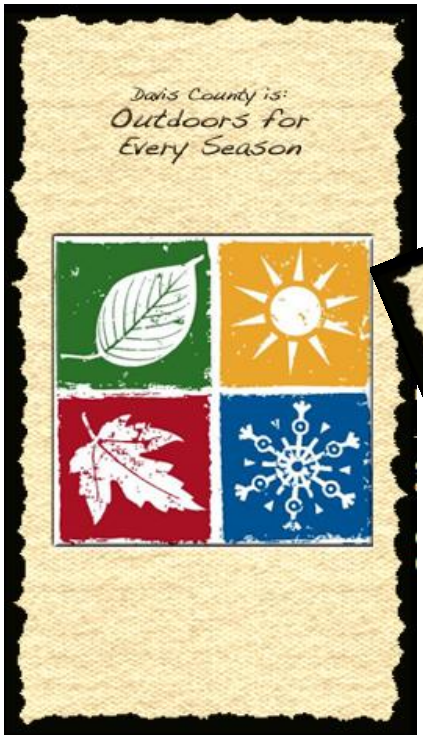
Function/Program	Fiscal Year 2011	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006
General						
Buildings	3	3	3	3	3	3
Total Square Footage	59,560	59,560	59,560	59,560	59,560	54,160
Vehicles	30	33	34	31	22	18
Golf Courses						
Acres	280	280	280	280	280	280
Number of Buildings	5	5	5	5	5	5
Total Square Footage	27,072	27,072	27,072	24,104	24,104	24,104
Vehicles	6	7	7	7	8	7
Events Centers						
Number of Buildings	11	11	11	11	11	4
Total Square Footage	142,982	142,982	142,982	142,982	142,982	118,400
Vehicles	5	6				
Public Libraries						
Number of Library Buildings	6	6	6	6	6	6
Total Square Footage	96,203	96,203	96,203	96,203	96,203	96,203
Vehicles	1	2	2	2	2	2
Conference Center (Sq. Ft.)	41,000	41,000	41,000	41,000	41,000	41,000
Health/Nursing						
Number of Buildings	5	6	5	5	5	5
Total Square Footage	85,520	123,216	56,663	56,663	56,663	56,663
Vehicles	22	1	1	1	1	1
Sheriff/Corrections						
Number of Buildings	4	3	3	3	3	3
Total Square Footage	325,472	259,074	259,074	259,074	259,074	259,074
Sheriff Vehicles	92	124	121	122	106	102
Animal Control						
Animal Control Square Footage	12,577	14,033	14,033	14,033	14,033	14,033
Animal Control Vehicles	18	20	20	20	19	16
Floods						
Number of Channels	24	24	24	24	24	24
Miles of Stream Channels	198	198	198	198	198	198
Miles of Stream Bank	400	400	400	400	400	400
Senior Services						
Number of Senior Centers	3	2	2	2	2	2
Total Square Footage	36,511	50,732	50,732	50,732	50,732	50,732
Vehicles	25	37	36	32	35	28
Public Works						
Number of Buildings	6	6	6	6	6	6
Total Square Footage	32,052	32,052	32,052	32,052	32,052	32,052
Vehicles	30	46	47	45	45	46

Source: Various Departments of Davis County

Information before 2006 not available
Trailers and ATV's were not counted in the vehicle totals for 2011

www.daviscountyutah.gov

IV. Single Audit Section



Covention & Vistors Bureau

Layton, UT 84041
888-777-9771

www.davisareacvb.com

www.Davis
COUNTYUTAH.GOV

www.daviscountyutah.gov

Crane, Christensen, Palmer & Ambrose
Certified Public Accountants
Business Advisors

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, 2011, which collectively comprise Davis County's basic financial statements and have issued our report thereon dated May 30, 2012. 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

Management of Davis County is responsible for establishing and maintaining effective 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, Palmer & Ambrose P.C.

May 30, 2012

298 24th Street, Suite 300 • Ogden, UT 84401 • Phone: 801.627.2060 • Fax: 801.627.2182 • www.ogden-cpas.com

Crane, Christensen, Palmer & Ambrose
Certified Public Accountants
Business Advisors

Kent R. Christensen, CPA
Jeffrey L. Ambrose, CPA
Chuck Palmer, CPA

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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, 2011. 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

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, UT 84401 • Phone: 801.627.2060 • Fax: 801.627.2182 • www.ogden-cpas.com

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, Palmer + Cambrose P.C.

May 30, 2012

DAVIS COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2011

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, 2011 are as follows:

Program	CFDA#	Expenditures
Weatherization Assistance for Low-Income Persons	81.042	$ 41,769
ARRA-Weatherization Assistance for Low-Income Persons	81.042	2,035,437
ARRA - Energy Efficiency and Conservation Block Grant	81.128	521,803
Title III, Part B, Grants for Supportive Services and Senior Citizens	93.044	116,248
Title III, Part C, Nutrition Services	93.045	315,808
Homeland Security Grant Program	97.067	361,400

8. A threshold of $347,819 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, 2011

Federal Grantor Agency Pass Through Grantor Program Title	Federal CFDA Number	Grant Numbers	2011 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	3,256,299
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	11-1302, 12-0798	1,034,586
Summer Food Service Program for Children	10-559	12-0378	800
Passed through Utah State Department of Social Services:			
Food Donation	10.550	11-0404	40,083
Total U.S. Department of Agriculture			$ 4,331,768
U.S. Department of Health and Human Services			
Passed through Utah State Department of Health:			
Innovations in Applied Public Health Research	93.061	11-2298	22,750
Public Health Emergency Preparedness	93.069	10-1262, 12-1024	212,762
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	11-2151	4,584
Immunization Grants	93.268	11-2151	85,061
National Comprehensive Cancer Control Program	93.283	11-0654, 11-1162	
		12-1246	279,819
The Affordable Care Act:Building Epidemiology, Lab & Hlth Info Systems Capacity	93.521	11-1718	6,959
ARRA-Immunization	93.712	11-0648	5,962
ARRA - Prevention and Wellness-State, Territories and Pacific Islands	93.723	11-2175	31,519
ARRA - Communities Putting Prevention to Work: Chronic Disease Self-Mgmt Program	93.725	11-1143	12,500
Medical Assistance Program	93.778	10-0153, 11-0406	
		11-1106, 12-0268	
		12-0903	41,554
National Bioterrorism Hospital Preparedness Program	93.889	11-1149	2,090
HIV Prevention Activities, Health Department Based	93.940	10-2262, 11-1701	
		11-2151	35,134
Preventive Health Services, Sexually Transmitted Diseases Control Grants	93.977	11-2151	4,400
Preventive Health and Health Services Block Grant	93.991	11-0654, 12-1246	33,309
Maternal and Child Health Services Block Grant to the States (MCH Block Grants)	93.994	11-0559, 11-0654	
		12-0865, 12-1246	102,171
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	11-0404, 12-0267	116,248
Title III, Part C, Nutrition Services	93.045	11-0404, 12-0267	315,808
Title VII, Chap. 2, Long Term Care Ombudsman Services for Older Individuals	93.042	11-0404, 12-0267	5,543
Title III, Part D, Disease Prevention and Health Promotion Services	93.043	11-0404, 12-0267	16,403
Special Programs for the Aging_Title IV_and Title II_Discretionary Projects	93.048	11-0404, 12-0267	9,532
National Family Caregiver Support	93.052	11-0404, 12-0267	83,026
Social Services Block Grant	93.667	11-1211, 12-0623	106,126
Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	93.779	11-0404, 12-0267	27,603
Block Grants for Community Mental Health Services	93.958	09-2446	491,801
Block Grants for Prevention and Treatment of Substance Abuse	93.959	09-2366	1,514,021
Passed through Utah State Department of Community and Economic Development:			
Low-Income Home Energy Assistance	93.568	09-1344, 10-1786	
		11-2602	183,894
Total U.S. Department of Health and Human Services			$ 3,750,579

See notes to supplementary schedule of federal financial assistance.

DAVIS COUNTY

SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

Federal Grantor Agency Pass Through Grantor Program Title	Federal CFDA Number	Grant Numbers	2011 Expenditures (Modified Accrual Basis)
Department of Homeland Security			
Passed through Utah State Department of Public Safety:			
Homeland Security Grant Program	97.067		361,400
Emergency Management Performance Grants	97.042	MPG-2011-DEM-006 FY11EMPG Grant	71,000
Total Department of Homeland Security			$ 432,400
U.S. Department of Justice			
State Criminal Alien Assistance Program	16.606		183,573
Bulletproof Vest Partnership Program	16.607		6,932
Passed through Utah State Dept. of Public Safety:			
Enforcing Underage Drinking Laws Program	16.727	OJJ7J10	9,691
Passed through Utah State Commission on Criminal and Juvenile Justice:			
Crime Victim Assistance	16.575	10VOCA14, 10VOCA15 11VOCA16, 11VOCA17	109,740
Edward Byrne Memorial Justice Assistance Grant Program	16.738	10A116	7,500
Passed through Layton City:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2010-DJ-BX-0454	2,005
Edward Byrne Memorial Justice Assistance Grant Program	16.738		6,336
Total U.S. Department of Justice			$ 325,777
U.S. Department of Labor			
Passed through Utah State Department of Social Services:			
Senior Community Service Employment Program	17.235	10-0336, 11-0404	$ 31,849
U.S. Department of Energy			
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128		521,803
Passed through Utah State Department of Community and Culture:			
ARRA - Weatherization Assistance for Low Income Persons	81.042	10-0009	2,035,437
Weatherization Assistance for Low Income Persons	81.042	10-0502	41,769
Total U.S. Department of Energy			$ 2,599,009
Environmental Protection Agency			
Passed through Utah State Department of Environmental Quality:			
Capitalization Grants for Drinking Water State Revolving Fund	66.468	11-0362, 12-0426	8,845
Performance Partnership Grants	66.605	11-0362, 12-0426	57,987
Total Environmental Protection Agency			$ 66,832
U.S. Department of Transportation			
Passed through Utah State Department of Public Safety:			
State and Community Highway Safety	20.600	CP110201, CP120201	33,648
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	K8110306	19,103
Occupant Protection Incentive Grants	20.602		3,000
Total U.S. Department of Transportation			$ 55,751
TOTAL FEDERAL FINANCIAL ASSISTANCE			$ 11,593,965

See notes to supplementary schedule of federal financial assistance.

DAVIS COUNTY

NOTES TO SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED DECEMBER 31, 2011

1. ***Basis of Presentation*** - The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Davis County under programs of the federal government for the year ended December 31, 2011. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of Davis County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Davis County.

2. ***Summary of Significant Accounting Policies –***

   a. Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

   b. Pass-through entity identifying numbers are presented where available.

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.