



CACHE COUNTY, UTAH
FINANCIAL STATEMENTS FOR THE YEAR ENDED
DECEMBER 31, 2007

CACHE COUNTY
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CACHE COUNTY, UTAH

FINANCIAL STATEMENTS

For the Year Ended December 31, 2007

TABLE OF CONTENTS

	Page
FINANCIAL SECTION	
Independent Auditors' Report	6
Management's Discussion and Analysis.....	8
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Assets.....	14
Statement of Activities	15
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets.....	17
Statement of Revenues, Expenditures, and Changes in Fund Balances	18
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	19
Fiduciary Funds	
Statement of Fiduciary Net Assets.....	20
Component Units	
Combining Statement of Net Assets.....	21
Combining Statement of Activities	22
Notes to the Financial Statements	24
Required Supplementary Information	
Budgetary Comparison Schedules	
General Fund	40
Municipal Services Fund	42
Mental Health Fund.....	43
Notes to the Required Supplementary Information.....	44
Supplementary Information	
Nonmajor Governmental Funds	
Combining Balance Sheet.....	46
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	48
Budgetary Comparison Schedules	
Assessing and Collecting Fund	50
Health Fund.....	51
Visitor's Bureau Fund.....	52
Council on Aging Fund.....	53
Recreation Fund	54
Planning and Development Fund.....	55
Library Fund	56
Children's Justice Center Fund	57
RAPZ Tax Fund.....	58
Ambulance Fund.....	59
Debt Service Fund.....	60
Combining Statement of Fiduciary Net Assets – Agency Funds	62
Treasurer's Tax Fund – Schedule of Taxes Charged, Collected and Disbursed	64
Component Units	
North Park Interlocal Cooperative	
Combining Statement of Net Assets	67
Combining Statement of Activities.....	68

CACHE COUNTY, UTAH

**FINANCIAL STATEMENTS
For the Year Ended December 31, 2007**

TABLE OF CONTENTS

Page

SINGLE AUDIT REPORTS

Schedule of Expenditures of Federal Awards..... 70
Notes to the Schedule of Expenditures of Federal Awards..... 73
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 74
Report on Compliance with Requirements Applicable to Each Major Program and on
Internal Control over Compliance in Accordance with OMB Circular A-133..... 76
Schedule of Findings and Questioned Costs..... 78
Summary Schedule of Prior Year Audit Findings 82
Corrective Action Plan 83

STATE COMPLIANCE REPORT

Independent Auditors' Report on Compliance with State Legal Compliance Requirements 84
Schedule of Expenditures for Transient Room Taxes and Tourism, Recreation, Cultural and
Convention Facilities Taxes 86

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FINANCIAL SECTION



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INDEPENDENT AUDITORS' REPORT

To the Cache County Council
Logan, Utah

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Cache County, Utah (the County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Bridgerland Community Ice Arena (a component unit of North Park Interlocal Cooperative), which represent 3 percent, 3 percent, and 6 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. We also did not audit the financial statements of Cache County Emergency Medical Service Authority, which represent 4 percent, 3 percent, and 18 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Bridgerland Community Ice Arena and Cache County Emergency Medical Service Authority is based on the report of the 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 significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, 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

CACHE COUNTY, UTAH

MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended December 31, 2007

INTRODUCTION

The following discussion and analysis is presented as an overview of the financial performance of Cache County for the year ended December 31, 2007. Please consider information presented here in context with the financial statements and the notes to the financial statements for a full understanding of the financial condition of the County.

FINANCIAL HIGHLIGHTS

- The County's net assets in the amount of \$38,142,495 at year end represent an increase of \$2,579,479 over the prior year. The portion of these net assets which represents the amount the County can use to meet ongoing financial obligations is the unrestricted net assets. This amount was \$5,983,276 at the end of the year, an increase of \$2,281,428 from the prior year.
- Total bonded debt of the County was \$14,213,783, of which \$720,000 is due within one year. This amount represents a decrease of \$641,217 over the prior year. The County advanced refunded a portion of the 2002 series bonds. The refunding will save the County \$305,340 over the life of the bonds and resulted in a net present value benefit of approximately \$230,000.
- Combined fund balances of the County amounted to \$20,328,006, an increase of \$2,664,940 from the prior year. Approximately 72%, or \$14,707,371, is available for future spending.
- Unreserved and undesignated fund balance of the General fund was \$6,076,917. This amount was approximately 35% of the total expenditures of the General fund.

USING THIS ANNUAL REPORT

This annual financial report consists of financial statements from two different perspectives. The Statement of Net Assets and the Statement of Activities, known as the government-wide financial statements, provide information to help assess a long-term view of the County's financial health. Fund financial statements are also provided to show how services are financed in the short-term as well as what financing remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds.

Government-wide Statements – Reporting the County as a Whole

These statements provide a broad overview with a long-term focus of the County's finances as a whole and are prepared using the 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 government-wide statements report the County's net assets, the difference between total assets and total liabilities, and how they have changed from the prior year. Over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or declining.

The County's activities are divided into two basic groups:

- Governmental Activities – The County's basic services are reported here and are principally supported by taxes and intergovernmental revenues such as state and federal grants. The activities include general government, public safety, highways and streets, health and welfare, and culture and recreation.
- Component Units – Some separate legal entities are included in the County's report because the County is financially accountable for them. The entities include the Logan-Cache Airport Authority, North Park Interlocal Cooperative, which includes the Bridgerland Community Ice Arena as its own component unit, the Bear River Health Department, Cache County Emergency Medical Service Authority, and the Roads Special Service District.

CACHE COUNTY, UTAH

MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended December 31, 2007

A third common division is Business-type Activities. These types of activities are intended to recover all or most of their costs through user fees and charges. Notably, the County does not have any business-type activities.

Fund Financial Statements

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. There are three broad classifications of fund types: governmental, proprietary, and fiduciary. All of the funds of the County can be classified either as a governmental fund or a fiduciary fund.

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 the end of the year 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 service the near future.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The County’s fiduciary funds are agency funds. These funds are custodial in nature and do not involve measurement results of operations. Accordingly, a statement of fiduciary net assets is presented, but a statement of changes in fiduciary net assets is not. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the programs of the County.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

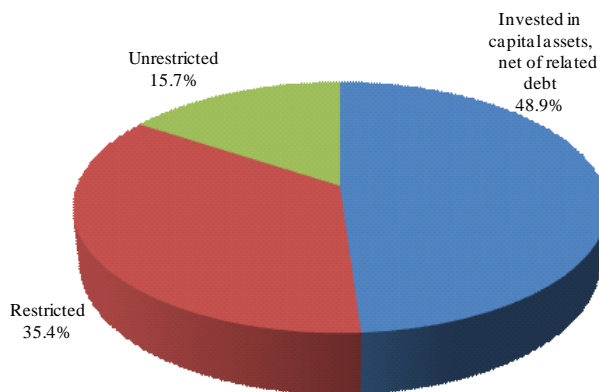
THE COUNTY AS A WHOLE

As noted earlier, net assets may serve over time as a beneficial tool in determining whether the financial position of the County is improving or declining. At the end of 2007, assets exceeded liabilities by \$38,142,495, an improvement of \$2,579,479 over the prior year.

CACHE COUNTY'S NET ASSETS
Governmental Activities

	2007	2006	% Change
Assets			
Current and other assets	\$ 23,433,309	\$ 20,217,934	15.9
Capital assets	33,276,234	33,471,388	-0.6
Total assets	56,709,543	53,689,322	5.6
Liabilities			
Current liabilities	2,627,331	2,172,867	20.9
Long-term liabilities	15,939,717	15,953,439	-0.1
Total liabilities	18,567,048	18,126,306	2.4
Net Assets			
Invested in capital assets, net of related debt	18,666,234	18,616,388	0.3
Restricted	13,492,985	13,244,780	1.9
Unrestricted	5,983,276	3,701,848	61.6
Total net assets	\$ 38,142,495	\$ 35,563,016	7.3

NET ASSETS



The majority of the net assets of the County, \$18,666,234 or 48.9 percent, reflect its investment in capital assets (e.g. land, construction in process, buildings & improvements, machinery and equipment, and infrastructure) less any related debt used to acquire the assets that is still outstanding. The County uses these capital assets to provide services to citizens and, consequently, these assets are not available for future spending.

CACHE COUNTY, UTAH

MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended December 31, 2007

An additional \$13,492,985, or 35.4 percent, of the net assets of the County represents restricted net assets. These assets are restricted because of various contracts and agreements with outside entities, or laws and regulations, which dictate how these resources may be used. The remaining balance of \$5,983,276 of unrestricted net assets may be used to meet the general, ongoing financial obligations of the County.

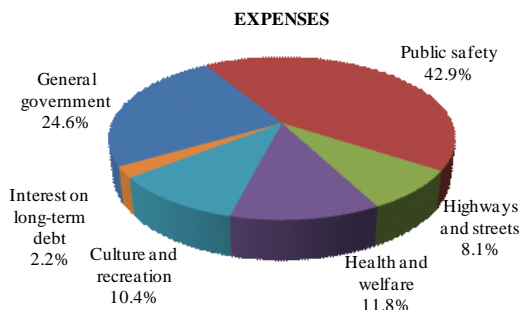
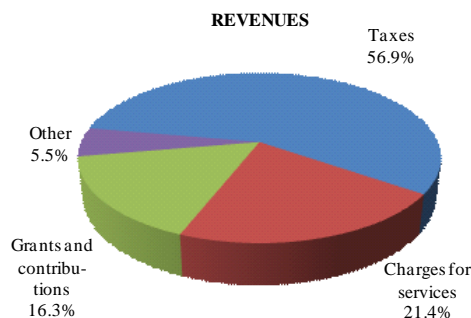
Governmental Activities

None of the operations of Cache County are classified as business-type activities. Therefore, the entire increase in net assets of \$2,579,479 over the prior year is attributable to governmental activities.

In total, revenues for the County increased \$2,600,486, or 8.5 percent, over the prior year. Increased tax revenues of \$973,316 and increased revenues from charges for services of \$920,430 were the main components of the total increase. Property tax revenue, the most significant tax revenue source, grew by \$446,984, or 4.1 percent, and totaled \$11,467,290. Sales tax revenue, the second most significant tax revenue source, grew by \$507,989, or 7.7 percent, and totaled \$7,073,331. No new tax rates were enacted for the property tax or for the sales tax. These increases are due to new growth in the taxable property value and growth in the local economy. Numerous factors contribute to the increase in charges for services, but they are primarily derived from the general government and public safety programs.

CHANGES IN CACHE COUNTY'S NET ASSETS
Governmental Activities

	2007	2006	% Change
Revenues			
Program revenues			
Charges for services	\$ 7,085,244	\$ 6,164,814	14.9
Operating grants and contributions	5,303,291	5,080,340	4.4
Capital grants and contributions	100,000	14,310	598.8
General revenues			
Property taxes	11,467,290	11,020,306	4.1
Sales taxes	7,073,331	6,565,342	7.7
Other taxes	314,816	296,473	6.2
Other general revenues	1,821,296	1,423,197	28.0
Total revenues	<u>33,165,268</u>	<u>30,564,782</u>	8.5
Expenses			
General government	7,537,355	6,925,795	8.8
Public safety	13,112,085	12,090,958	8.4
Highways and streets	2,471,569	2,206,367	12.0
Health and welfare	3,599,764	3,325,351	8.3
Culture and recreation	3,185,557	2,623,028	21.4
Interest on long-term debt	679,459	718,608	(5.4)
Total expenses	<u>30,585,789</u>	<u>27,890,107</u>	9.7
Increase in net assets	2,579,479	2,674,675	(3.6)
Net assets - January 1	35,563,016	32,888,341	8.1
Net assets - December 31	<u>\$ 38,142,495</u>	<u>\$ 35,563,016</u>	7.3



Increases in expenses more than offset the increases in revenues. Total expenses increased by \$2,695,682, or 9.7 percent. Nearly one third, or 30.2 percent, of that increase is attributable to increased costs in payroll. Public safety programs continue to be the most costly programs in the County. Payroll costs in public safety programs alone increased \$645,076, or 79.4 percent of the total payroll increase. Total expenditures for public safety represent 42.9 percent of all expenditures for the County. The largest portion of that expense is derived from operating the County Jail.

THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with the Uniform Fiscal Procedures Act (Utah Code Title 17 Chapter 36).

CACHE COUNTY, UTAH

MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended December 31, 2007

Governmental Funds

The focus of the governmental funds of the County is to provide information on near-term inflows, outflows, and balances of resources available for appropriation. Such information is a useful measure of the net resources of the County available for spending at the end of the year.

As of December 31, 2007, the combined fund balance of the governmental funds of the County was \$20,328,006, an increase of \$2,664,940 in comparison with the prior year. Of that fund balance, \$14,707,371 was unreserved and undesignated and was available for appropriation by the County at its discretion. The remainder of the fund balance was either reserved or designated and was not available for new spending.

The general fund is the principal operating fund of the County. As of December 31, 2007, the undesignated fund balance of the general fund was \$6,076,917. This amount represents 34.7 percent of the total expenditures of the general fund.

The municipal services fund accounts for services provided to citizens in the unincorporated areas of the County. At the end of the year, unreserved, undesignated fund balance in the municipal services fund was \$582,972.

General Fund Budgetary Highlights

The final adopted revenues budget increased by \$793,402 over the original budget. The majority of the change was due to sales taxes which had an increase of \$276,000, and intergovernmental revenues which had an increase of \$330,418. Actual sales tax revenues exceeded the final budget by nearly \$130,000, but actual intergovernmental revenues fell short of the final budget by more than \$114,000. Interest revenue amounts are also worthy of note. Although the final budget did not increase from the original budget, the actual amounts collected exceeded the final budget by approximately \$407,000.

Budgeted expenditures increased by a total amount of \$1,473,211 over the original budget. Increases in public safety account for approximately \$1,008,000, or 68.4 percent. The most significant of those increases were in the fire department and the jail. However, when actual expenditures are compared to the final budget in total, there is a favorable variance of approximately \$2,268,000.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The investment in capital assets, net of accumulated depreciation, of the County for its governmental activities totaled \$33,276,234 at the end of the year. This investment in capital assets includes, land, construction in process, buildings and improvements, machinery and equipment, and infrastructure. The total amount decreased from the prior year by \$195,154 or 0.6 percent.

CACHE COUNTY'S CAPITAL ASSETS Governmental Activities (net of depreciation)

	<u>2007</u>	<u>2006</u>
Land	\$ 2,477,015	\$ 2,477,015
Construction in process	-	-
Buildings and improvements	17,849,054	18,054,283
Machinery and equipment	3,962,651	3,945,779
Infrastructure	<u>8,987,514</u>	<u>8,994,311</u>
Total capital assets, net	<u>\$ 33,276,234</u>	<u>\$ 33,471,388</u>

CACHE COUNTY'S LONG-TERM DEBT Governmental Activities

	<u>2007</u>	<u>2006</u>
Sales tax revenue bonds	\$ 14,213,783	\$ 14,855,000
Capital lease	<u>568,010</u>	<u>-</u>
Total long-term debt	<u>\$ 14,781,793</u>	<u>\$ 14,855,000</u>

CACHE COUNTY, UTAH

MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended December 31, 2007

Long-term Debt

Bonded debt outstanding at the end of the year, consisting of revenue bonds, was \$14,213,783, compared to \$14,855,000 at the prior year end. A portion of the 2002 series bonds, in the amount of \$7,055,000, were advance refunded during the year providing future savings to the County of \$305,340 with a net present value benefit of \$230,303. In connection with the advance refunding, Standard and Poors upgraded the County's bond rating from AA- to AA.

The County entered a new capital lease contract during the year for the purchase of new fire vehicles and equipment. Lease payments will be made over five years with the first payment made in 2007. The full amount of the lease was \$711,048, and the 2007 payment was \$143,048. The vehicles and equipment were not ready for delivery to the County until 2008, consequently no payment was made, and ownership was not assumed, until 2008.

In addition to the revenue bonds and the capital lease, the County's long-term obligations include an accrual for compensated absences in the amount of \$1,157,924.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the County's finances for citizens, taxpayers, creditors and all others with an interest in the government's finances. Questions concerning any of the information in this report or requests for additional financial information should be addressed to the County Auditor's office at 179 North Main, Logan, Utah, 84321.

BASIC FINANCIAL STATEMENTS

CACHE COUNTY, UTAH

STATEMENT OF NET ASSETS

As of December 31, 2007

	<u>Primary Government</u>		<u>Component Units</u>
	<u>Governmental Activities</u>	<u>Total</u>	
ASSETS			
Cash and cash equivalents.....	\$ 5,354,784	\$ 5,354,784	\$ 3,567,115
Equity in investment pool.....	12,822,579	12,822,579	807,913
Taxes receivable, net.....	1,749,256	1,749,256	62,108
Accounts receivable, net.....	174,608	174,608	1,119,754
Pledges receivable.....	-	-	206,961
Due from other governments.....	2,091,173	2,091,173	2,079,949
Restricted investments.....	1,142,861	1,142,861	253,755
Inventory.....	-	-	302,633
Other assets.....	98,048	98,048	11,137
Noncurrent pledges receivable, net.....	-	-	339,768
Capital assets:			
Land.....	2,477,015	2,477,015	1,562,080
Buildings, improvements, and equipment....	34,098,459	34,098,459	23,783,131
Infrastructure.....	11,594,507	11,594,507	-
Less: accumulated depreciation.....	<u>(14,893,747)</u>	<u>(14,893,747)</u>	<u>(5,083,453)</u>
Total assets.....	<u>56,709,543</u>	<u>56,709,543</u>	<u>29,012,851</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	2,478,701	2,478,701	2,211,668
Deferred revenue.....	148,630	148,630	45,920
Long-term liabilities:			
Due within one year.....	1,722,726	1,722,726	397,000
Due in more than one year.....	<u>14,216,991</u>	<u>14,216,991</u>	<u>1,055,000</u>
Total liabilities.....	<u>18,567,048</u>	<u>18,567,048</u>	<u>3,709,588</u>
NET ASSETS			
Invested in capital assets, net of related debt.....	18,666,234	18,666,234	19,188,758
Restricted for:			
Highways and streets.....	4,596,315	4,596,315	-
Capital projects.....	2,432,092	2,432,092	335,206
Debt service.....	188,227	188,227	213,636
Other purposes.....	6,276,351	6,276,351	-
Unrestricted.....	<u>5,983,276</u>	<u>5,983,276</u>	<u>5,565,663</u>
Total net assets.....	<u>\$ 38,142,495</u>	<u>\$ 38,142,495</u>	<u>\$ 25,303,263</u>

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

CACHE COUNTY, UTAH

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2007

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Total	Component Units
Primary government:							
Governmental activities:							
General government.....	\$ 7,537,355	\$ 1,911,474	\$ 906,367	\$ 100,000	\$ (4,619,514)	\$ (4,619,514)	\$ -
Public safety.....	13,112,085	4,652,297	1,004,915	-	(7,454,873)	(7,454,873)	-
Highways and streets.....	2,471,569	40,659	1,194,385	-	(1,236,525)	(1,236,525)	-
Health and welfare.....	3,599,764	295,332	2,103,423	-	(1,201,009)	(1,201,009)	-
Culture and recreation.....	3,185,557	185,482	94,201	-	(2,905,874)	(2,905,874)	-
Interest on long term debt.....	679,459	-	-	-	(679,459)	(679,459)	-
Total governmental activities.....	<u>30,585,789</u>	<u>7,085,244</u>	<u>5,303,291</u>	<u>100,000</u>	<u>(18,097,254)</u>	<u>(18,097,254)</u>	<u>-</u>
Total primary government.....	<u>\$ 30,585,789</u>	<u>\$ 7,085,244</u>	<u>\$ 5,303,291</u>	<u>\$ 100,000</u>	<u>(18,097,254)</u>	<u>(18,097,254)</u>	<u>-</u>
Component units:							
Airport Authority.....	\$ 669,032	\$ 72,590	\$ 134,708	\$ 1,782,219	-	-	1,320,485
North Park Interlocal Cooperative.....	865,002	489,625	411,994	71,049	-	-	107,666
Bear River Health Department.....	7,874,895	2,371,375	6,232,870	-	-	-	729,350
CCEMS Authority.....	2,202,573	2,105,754	513,258	-	-	-	416,439
Nonmajor Component Units.....	42,403	-	16,230	-	-	-	(26,173)
Total component units.....	<u>\$ 11,653,905</u>	<u>\$ 5,039,344</u>	<u>\$ 7,309,060</u>	<u>\$ 1,853,268</u>	<u>-</u>	<u>-</u>	<u>2,547,767</u>
General revenues:							
Property taxes.....					11,467,290	11,467,290	-
Sales and use taxes.....					7,073,331	7,073,331	383,749
Other taxes.....					314,816	314,816	-
Interest income.....					1,170,579	1,170,579	56,970
Gain on disposal of assets.....					1,349	1,349	-
Miscellaneous.....					649,368	649,368	-
Total general revenues.....					<u>20,676,733</u>	<u>20,676,733</u>	<u>440,719</u>
Change in net assets.....					2,579,479	2,579,479	2,988,486
Net assets - beginning.....					35,563,016	35,563,016	22,314,777
Net assets - ending.....					<u>\$ 38,142,495</u>	<u>\$ 38,142,495</u>	<u>\$ 25,303,263</u>

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

CACHE COUNTY, UTAH

BALANCE SHEET GOVERNMENTAL FUNDS As of December 31, 2007

	<u>Special Revenue</u>					<u>Total Governmental Funds</u>
	<u>General</u>	<u>Municipal Services</u>	<u>Mental Health</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	
ASSETS						
Cash and cash equivalents.....	\$ 4,034,538	\$ 11,889	\$ -	\$ -	\$ 1,308,357	\$ 5,354,784
Equity in investment pool.....	965,618	4,734,774	559,246	2,432,092	4,130,849	12,822,579
Interfund receivable - Investment pool.....	-	143,887	-	-	-	143,887
Taxes receivable, net.....	1,077,321	120,165	-	-	551,770	1,749,256
Accounts receivable, net.....	49,062	1,158	-	-	124,388	174,608
Due from other governments.....	1,380,586	255,128	324,172	-	131,287	2,091,173
Prepaid expenses.....	2,077	-	-	-	-	2,077
Cash and investments - Restricted.....	833,397	-	-	-	309,464	1,142,861
Total assets.....	<u>\$ 8,342,599</u>	<u>\$ 5,267,001</u>	<u>\$ 883,418</u>	<u>\$ 2,432,092</u>	<u>\$ 6,556,115</u>	<u>\$ 23,481,225</u>
LIABILITIES						
Interfund payable - Investment pool.....	\$ -	\$ -	\$ -	\$ -	\$ 143,887	\$ 143,887
Accounts payable and accrued liabilities.....	1,068,578	46,758	883,418	-	479,947	2,478,701
Deferred revenue.....	439,000	-	-	-	91,631	530,631
Total liabilities.....	<u>1,507,578</u>	<u>46,758</u>	<u>883,418</u>	<u>-</u>	<u>715,465</u>	<u>3,153,219</u>
FUND BALANCES						
Reserved for:						
Public safety.....	711,048	-	-	-	-	711,048
Streets.....	-	4,596,315	-	-	-	4,596,315
Parks and recreation.....	-	40,956	-	-	117,355	158,311
Health and welfare programs.....	-	-	-	-	15,100	15,100
Capital projects.....	-	-	-	92,805	-	92,805
Unreserved, designated for:						
Public safety.....	47,056	-	-	-	-	47,056
Unreserved, undesignated, reported in:						
General fund.....	6,076,917	-	-	-	-	6,076,917
Special revenue funds.....	-	582,972	-	-	5,519,968	6,102,940
Capital projects fund.....	-	-	-	2,339,287	-	2,339,287
Debt service fund.....	-	-	-	-	188,227	188,227
Total fund balances.....	<u>6,835,021</u>	<u>5,220,243</u>	<u>-</u>	<u>2,432,092</u>	<u>5,840,650</u>	<u>20,328,006</u>
Total liabilities and fund balances.....	<u>\$ 8,342,599</u>	<u>\$ 5,267,001</u>	<u>\$ 883,418</u>	<u>\$ 2,432,092</u>	<u>\$ 6,556,115</u>	<u>\$ 23,481,225</u>

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

CACHE COUNTY, UTAH

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS**

As of December 31, 2007

Total Fund Balance - Governmental Funds \$ 20,328,006

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 are therefore not reported in the funds.

Land.....	2,477,015	
Buildings and Improvements.....	21,028,006	
Equipment.....	13,070,453	
Infrastructure.....	11,594,507	
Accumulated depreciation.....	<u>(14,893,747)</u>	
		33,276,234

Because the focus of governmental funds is on short-term financing, some assets will not be available to pay for current-period expenditures, and, therefore, are deferred in the funds. Conversely, the benefits of some expenditures of the current period will not be realized until future periods and, therefore, are not expensed in the Statement of Activities.

Deferred revenues.....	382,001	
Deferred expenses.....	<u>95,971</u>	
		477,972

Long-term liabilities and related accrued interest are not due and payable in the current period and therefore are deferred in the funds.

Bonds payable.....	(14,610,000)	
Unamortized bond premiums.....	(6,285)	
Deferred amount on refunding.....	402,502	
Capital leases.....	(568,010)	
Compensated absences.....	<u>(1,157,924)</u>	
		(15,939,717)

Net assets - Governmental activities \$ 38,142,495

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

CACHE COUNTY, UTAH

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2007

REVENUES	Special Revenue				Other Governmental Funds	Total Governmental Funds
	General	Municipal Services	Mental Health	Capital Projects		
Taxes:						
Property	\$ 8,450,010	\$ 14,801	\$ -	\$ -	\$ 3,002,479	\$ 11,467,290
Sales and use	4,055,067	706,355	-	-	2,311,909	7,073,331
Other	-	1,840	-	-	312,976	314,816
Total taxes	<u>12,505,077</u>	<u>722,996</u>	<u>-</u>	<u>-</u>	<u>5,627,364</u>	<u>18,855,437</u>
Other revenues:						
Intergovernmental	1,064,506	1,519,696	1,748,463	-	1,051,375	5,384,040
Charges for services	5,237,205	422,965	-	-	800,804	6,460,974
Licenses and permits	27,800	416,271	-	-	-	444,071
Fines and forfeitures	180,199	-	-	-	-	180,199
Miscellaneous	1,438,712	239,473	-	-	176,588	1,854,773
Total revenues	<u>20,453,499</u>	<u>3,321,401</u>	<u>1,748,463</u>	<u>-</u>	<u>7,656,131</u>	<u>33,179,494</u>
EXPENDITURES						
General government	4,537,049	258,762	-	-	2,560,654	7,356,465
Public safety	11,380,640	873,410	-	-	628,519	12,882,569
Highways and streets	671,074	1,909,632	-	-	-	2,580,706
Health and welfare	320,116	-	1,748,463	-	1,500,328	3,568,907
Culture and recreation	623,433	1,050	-	-	2,569,505	3,193,988
Capital projects	-	-	-	152,839	-	152,839
Debt service:						
Principal	-	-	-	-	913,038	913,038
Interest	-	-	-	-	679,459	679,459
Total expenditures	<u>17,532,312</u>	<u>3,042,854</u>	<u>1,748,463</u>	<u>152,839</u>	<u>8,851,503</u>	<u>31,327,971</u>
Revenues over (under) expenditures	<u>2,921,187</u>	<u>278,547</u>	<u>-</u>	<u>(152,839)</u>	<u>(1,195,372)</u>	<u>1,851,523</u>
OTHER FINANCING SOURCES AND (USES)						
Advance refunding bonds	-	-	-	-	7,580,000	7,580,000
Advance refunding bond premium	-	-	-	-	6,704	6,704
Payment to refunded bond escrow agent	-	-	-	-	(7,484,335)	(7,484,335)
Public safety capital leases	711,048	-	-	-	-	711,048
Transfers in	701,579	34,070	-	-	2,177,420	2,913,069
Transfers out	(1,917,079)	(452,248)	-	(197,469)	(346,273)	(2,913,069)
Total other financing sources (uses)	<u>(504,452)</u>	<u>(418,178)</u>	<u>-</u>	<u>(197,469)</u>	<u>1,933,516</u>	<u>813,417</u>
Net change in fund balances	2,416,735	(139,631)	-	(350,308)	738,144	2,664,940
Fund balances - Beginning	4,418,286	5,359,874	-	2,782,400	5,102,506	17,663,066
Fund balances - Ending	<u>\$ 6,835,021</u>	<u>\$ 5,220,243</u>	<u>\$ -</u>	<u>\$ 2,432,092</u>	<u>\$ 5,840,650</u>	<u>\$ 20,328,006</u>

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

CACHE COUNTY, UTAH

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2007**

Net Changes in Fund Balances - Total Governmental Funds..... \$ 2,664,940

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 capital assets is allocated over their estimated useful lives as depreciation expense as follows:

Capital outlay.....	1,530,726	
Depreciation expense.....	<u>(1,711,654)</u>	(180,928)

In the Statement of Activities, only the gain on the sale of assets is reported, whereas in governmental funds, the proceeds from the sales increase financial resources. Thus, changes in net assets differs from changes in fund balance by the book value of assets sold..... (14,226)

Bond proceeds provide current financial resources of governmental funds; however, issuing debt increases long-term liabilities in the Statement of Net Assets. In the current year, proceeds were received from issuing sales tax revenue advance refunding bonds:

Advance refunding bonds issued.....	(7,580,000)	
Premium on advance refunding bonds.....	<u>(6,704)</u>	(7,586,704)

Some capital additions were financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the Statement of Net Assets, the lease obligation is reported as a liability..... (711,048)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. In the current year, these amounts were as follows:

Payment to refunded bond escrow agent.....	7,484,335	
Payments of bond principal.....	770,000	
Payments of capital lease principal.....	<u>143,038</u>	8,397,373

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. The activities consist of the following:

Amortization of bond premiums and deferred interest.....	(26,414)	
Deferred costs of issuance.....	95,971	
Increase in compensated absences liability.....	<u>(59,485)</u>	10,072

Change in Net Assets of Governmental Activities..... \$ 2,579,479

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

CACHE COUNTY, UTAH

**STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
As of December 31, 2007**

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents.....	\$ 19,584,922
Equity in investment pool.....	216,600
Accounts receivable.....	44,617
Taxes receivable.....	626,377
Restricted cash and investments.....	<u>9,841</u>
Total assets.....	<u>\$ 20,482,357</u>
LIABILITIES	
Due to other taxing units.....	\$ 19,632,307
Due to other employees.....	9,841
Refunds payable.....	578,992
Other payables.....	<u>261,217</u>
Total liabilities.....	<u>\$ 20,482,357</u>

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

CACHE COUNTY, UTAH

COMBINING STATEMENT OF NET ASSETS
 COMPONENT UNITS
 As of December 31, 2007

	Airport Authority	North Park Interlocal Cooperative	Bear River Health Department	CCEMS	Nonmajor Component Units	Total
ASSETS						
Cash.....	\$ -	\$ 368,965	\$ 2,877,706	\$ 319,121	\$ 1,323	\$ 3,567,115
Equity in investment pool.....	807,913	-	-	-	-	807,913
Taxes receivable.....	-	62,108	-	-	-	62,108
Accounts receivable, net.....	4,434	21,530	301,323	792,467	-	1,119,754
Pledges receivable, net.....	-	206,961	-	-	-	206,961
Due from other governments.....	1,167,405	-	912,544	-	-	2,079,949
Restricted investments.....	-	253,755	-	-	-	253,755
Inventory.....	-	24,655	277,978	-	-	302,633
Other assets.....	-	11,137	-	-	-	11,137
Noncurrent pledges receivable, net.....	-	339,768	-	-	-	339,768
Capital assets:						
Land.....	1,289,262	-	272,818	-	-	1,562,080
Buildings and equipment.....	11,875,027	4,529,787	7,198,317	180,000	-	23,783,131
Less: accumulated depreciation.....	(1,930,602)	(675,846)	(2,427,301)	(49,704)	-	(5,083,453)
Total assets.....	<u>13,213,439</u>	<u>5,142,820</u>	<u>9,413,385</u>	<u>1,241,884</u>	<u>1,323</u>	<u>29,012,851</u>
LIABILITIES						
Accounts payable and accrued liabilities.....	1,194,770	31,363	476,520	509,015	-	2,211,668
Deferred revenue.....	45,920	-	-	-	-	45,920
Noncurrent liabilities:						
Due within one year.....	-	186,000	211,000	-	-	397,000
Due in more than one year.....	-	887,000	168,000	-	-	1,055,000
Total liabilities.....	<u>1,240,690</u>	<u>1,104,363</u>	<u>855,520</u>	<u>509,015</u>	<u>-</u>	<u>3,709,588</u>
NET ASSETS						
Invested in net assets, net of related debt.....	11,233,687	2,780,941	5,043,834	130,296	-	19,188,758
Restricted for debt service.....	-	213,636	-	-	-	213,636
Restricted for capital improvement.....	-	335,206	-	-	-	335,206
Unrestricted.....	<u>739,062</u>	<u>708,674</u>	<u>3,514,031</u>	<u>602,573</u>	<u>1,323</u>	<u>5,565,663</u>
Total net assets.....	<u>\$ 11,972,749</u>	<u>\$ 4,038,457</u>	<u>\$ 8,557,865</u>	<u>\$ 732,869</u>	<u>\$ 1,323</u>	<u>\$ 25,303,263</u>

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

CACHE COUNTY, UTAH

COMBINING STATEMENT OF ACTIVITIES
 COMPONENT UNITS
 For the Year Ended December 31, 2007

	<u>Airport Authority</u>	<u>North Park Interlocal Cooperative</u>	<u>Bear River Health Department</u>	<u>CCEMS Authority</u>	<u>Nonmajor Component Units</u>	<u>Total</u>
Expenses	\$ 669,032	\$ 865,002	\$ 7,874,895	\$ 2,202,573	\$ 42,403	\$ 11,653,905
Program revenues:						
Charges for services	72,590	489,625	2,371,375	2,105,754	-	5,039,344
Operating grants and contributions	134,708	411,994	6,232,870	513,258	16,230	7,309,060
Capital grants and contributions	1,782,219	71,049	-	-	-	1,853,268
Total revenues	<u>1,989,517</u>	<u>972,668</u>	<u>8,604,245</u>	<u>2,619,012</u>	<u>16,230</u>	<u>14,201,672</u>
Net (expenses) revenues	<u>1,320,485</u>	<u>107,666</u>	<u>729,350</u>	<u>416,439</u>	<u>(26,173)</u>	<u>2,547,767</u>
General revenues:						
Sales taxes	-	236,309	-	-	-	236,309
Interest	-	36,911	147,440	18,893	1,166	204,410
Total general revenues	<u>-</u>	<u>273,220</u>	<u>147,440</u>	<u>18,893</u>	<u>1,166</u>	<u>440,719</u>
Change in net assets	1,320,485	380,886	876,790	435,332	(25,007)	2,988,486
Net assets - Beginning	10,652,264	3,657,571	7,681,075	297,537	26,330	22,314,777
Net assets - Ending	<u>\$ 11,972,749</u>	<u>\$ 4,038,457</u>	<u>\$ 8,557,865</u>	<u>\$ 732,869</u>	<u>\$ 1,323</u>	<u>\$ 25,303,263</u>

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

**NOTES TO THE
FINANCIAL STATEMENTS**

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Cache County (the County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the County are described below.

Financial Reporting Entity

Cache County operates under a County Council/County Executive form of government. A brief description of this form of government follows:

1. The powers and duties of the government are divided between an elected seven member County Council and an elected County Executive.
2. The County Council exercises legislative and policy making powers and is composed of seven persons elected for four-year terms from different geographical districts in the County on a population basis.
3. The County Executive exercises administrative powers and fiscal control of the County and may exercise a veto upon enactment of the County Council which in turn may be overridden by the affirmative vote of five council persons. The Executive is elected to a four-year term by all voters of the County.

As required by generally accepted accounting principles, these financial statements present Cache County (the primary government) and its component units. In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units.

As defined by the Government Accounting Standards Board (GASB), component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A component unit may be a governmental organization, a nonprofit corporation, or a for-profit corporation.

Based on the foregoing definition and additional guidance from GASB, the financial statements of the following organizations are included in the reporting entity either as blended component units (within the funds of the County) or as discretely presented component units (outside the funds of County in a separate column).

Blended component units:

Cache County Municipal Building Authority – The Cache County Municipal Building Authority is a non-profit corporation established to administer the sale of bonds and related construction and remodeling projects of the County. The Governing Board of the Building Authority is comprised of the County Council. Investment and debt service activity is accounted for in the Debt Service Fund. Construction activity is accounted for in the Capital Projects Fund.

Cache County Special Service District #1 – Cache County Special Service District #1 is organized under Utah law as a separate public corporation to provide garbage collection services to the citizens of the County. The County Council has appointed itself as the board of trustees for the District. The District has contracted with the City of Logan to provide garbage collection services for citizens of the County and it pays uncollected fees to Logan City. The District's operations are accounted for in the Municipal Services Special Revenue Fund, which is reported as a major governmental fund in the financial statements.

Cache County Fire Protection District – The Cache County Fire Protection District is organized as a separate public corporation under Utah law to provide fire protection to the citizens residing in the County. The County Council appoints the board of directors in the District and has appointed two council members and the County Executive to the board. Distributions are made to local governments to provide fire protection services. The County also purchases and provides fire fighting equipment for the District. The revenues and expenses of the Fire Protection District are reported in the Municipal Services Special Revenue Fund.

Community Foundation – The Community Foundation is a non-profit corporation established to receive contributions to benefit certain community projects. The officers of the corporation are members of the County Council, County Auditor and County Executive. The Community Foundation is reported as a nonmajor governmental fund of the County.

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

Discretely presented component units:

Logan-Cache Airport Authority – The Airport Authority has been organized as a separate corporate body under Utah law. The Board of Directors is appointed equally by the County Council and City of Logan’s Council. The Airport Authority does not issue separate financial statements.

North Park Interlocal Cooperative (NPIC) – NPIC was organized to facilitate the construction and operation of a recreational ice arena facility and to finance the costs. The cooperative members are Cache County, Hyde Park City, the City of North Logan, and the City of Logan. NPIC is a separate legal entity created in accordance with Utah Law. Cache County appoints 3 board members and each city appoints 2 board members. NPIC receives funding from an allocation of restaurant tax collections from Cache County and from dedicated sales tax collections from the other members and other cities within the county limits. The County has entered into covenants to account for the dedicated sales tax collections. NPIC could be included in the financial statements of another member; however, the County has elected to include NPIC as a component unit. The NPIC does not issue separate financial statements.

Bridgerland Community Ice Arena, Inc. (BCIA) – BCIA operates as a nonprofit organization for the purpose of raising money for the construction, maintenance and operation of the ice arena owned by NPIC. The County evaluated BCIA in accordance with GASB Statement No. 39 and determined that BCIA should be presented as a discrete component unit of NPIC. BCIA’s primary sources of funding are donations and user fees. BCIA’s fiscal year ends June 30th of each year. BCIA issues separate financial statements, which can be obtained from BCIA at 2825 North 200 East, North Logan, Utah, 84341.

Bear River Health Department – The Bear River Health Department was organized to provide public health services, as required by State law, to Cache County, Box Elder County, and Rich County. The Bear River Health Department is a separate legal entity created in accordance with Utah Law, and issues separate financial statements which can be obtained at 655 East 1300 North, Logan, Utah, 84341.

Cache County Roads Special District – The Cache County Roads Special District has been organized as a separate corporate body under Utah law. Directors of the board are appointed by the County Council and the district receives mineral lease funds from the State of Utah which are dedicated for the improvement of roads

within the district. This entity does not issue separate financial statements.

Cache County Emergency Medical Service Authority (CCEMS) – CCEMS is a jointly governed program, by contractual agreement, of the Office of the Cache County EMS Coordinator and the ambulance program of the Logan City Fire Department. CCEMS operates under a 7-member governing board with the following composition: two members of the City of Logan Municipal Council, two members of the Cache County Council, one member appointed by the City of Logan Municipal Council, the Cache County Executive, one member appointed by the other six Board members with a minimum of four votes approving the appointment. CCEMS provides ambulance services to Cache County residents. Separate financial statements are issued and audited for CCEMS and can be obtained at 199 North Main, Logan, UT 84321.

The Logan-Cache Airport Authority, the Roads Special Service District, NPIC, and CCEMS have their books and records maintained by the County.

Inter-local Agreements:

Cache County has fiduciary responsibility for the following inter-local agreements and their activities are accounted for as nonmajor governmental funds.

Cache Valley Visitors Bureau – The Bureau, formerly called the Travel Council, has been formed by an agreement between Cache County and Rich County to promote tourist activity.

County Planner – The County Planner is operated under an agreement between Cache County and various cities of the County to provide planning and economic development services.

Excluded Entities

The City of Logan has fiduciary responsibility for the certain inter-local agreements and they are reported in the City of Logan's financial statements. Cache County makes contributions to the following interlocal agreements:

Parks & Recreation – Willow Park, the Willow Park Zoo, the Willow Park Sports Complex and the County Fairgrounds are operated under an agreement between the County and the City of Logan. In January of 2008 this agreement was altered as discussed in note 9.

Communications Center – The Communication Center is operated under an agreement between Logan City, Cache

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

County and various other cities of the County to provide dispatch services.

Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the County and its component units. Primary government activities are distinguished between *governmental activities* and *business-type activities*. However, there are no County activities that currently meet the definition of business-type activities.

Governmental activities are usually 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 Statement of Net Assets presents the reporting entities' 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 expense of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *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 County's accounting system is organized on a fund basis. A fund is a fiscal and accounting entity with a self-balancing set of accounts that the government establishes for accountability purposes in accordance with statutes, laws, regulations, restrictions, or specific purposes.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. For governmental funds, the emphasis is on major individual governmental funds with each displayed

as a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the component unit financial statements and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements

Governmental funds are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes, franchise taxes, licenses, fees-in-lieu, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes and fees-in-lieu associated with future periods are deferred. All other revenue items are considered to be measurable and available only when the County receives cash. Grants are usually reimbursable grants and are thus recognized as revenue at the time the expenditures are made. Expenditures generally are recorded when a liability is incurred as under accrual accounting. However, debt service and compensated absences expenditures are recorded only when payment is due.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources, as they are needed.

Major Funds

The County reports the following major governmental funds:

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

The Municipal Services Fund is a special revenue fund used to report the municipal-type services provided by the County to unincorporated areas of the County.

The Mental Health Fund is a special revenue fund used to report the activity of the Mental Health Authority.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Nonmajor Funds

The County's nonmajor governmental funds include other special revenue funds and a debt service fund. The nonmajor special revenue funds account for specific revenue sources that are legally restricted to expenditures for special purposes. Examples include certain taxes restricted for health or recreation purposes, federal grants, planning and development grants and user charges and state funding of a children's justice center. The debt service fund accounts for resources used for the payment of interest and principal on general long-term debt.

Fiduciary Fund Financial Statements

The fiduciary funds account for assets held by the County in a trustee capacity or as an agent for other individuals or organizations. The fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The following fiduciary funds are reported:

Agency Funds – Agency Funds are used to account for assets held by the County as an agent for other governmental units, other organizations, or individuals. These funds include tax collections, refundable fees, and employee withholdings.

Component Unit Financial Statements

The combining component unit financial statements are presented in order to provide information on each of the major component units included in the component units column of the government-wide financial statements. The component unit financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The information is presented in order to be consistent with the government-wide financial statements. The component units follow all GASB pronouncements. The fiscal years of the component units are the same as the primary government,

except for BCIA, a component unit of NPIC, which has a fiscal year end of June 30.

Assets, Liabilities, and Net Assets/Fund Balances

Cash and Cash Equivalents

Cash and cash equivalents represent petty cash or demand deposits or other liquid investments that are kept in separate accounts from the investment pool of the County.

The County considers all investments with an original maturity of less than 3 months to be cash equivalents. The County follows the requirements of the Utah Money Management Act (Utah Code Annotated 1953, Section 541, Chapter 7) in handling its depository and temporary investment transactions. This law requires the depositing of County funds in a "qualified depository". The Act defines a "qualified depository" as any financial institution whose deposits are insured by an agency of the Federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

Equity in Investment Pool

Cash of all funds, except the Treasurer's Tax Agency Fund and restricted bond funds, and some discrete component units are pooled into common pooled accounts in order to maximize investment opportunities. Each fund whose monies are deposited in the pooled cash accounts has equity therein. An individual fund's equity in the pooled cash accounts are available upon demand and are considered to be cash equivalents when preparing these financial statements. Negative balances incurred in pooled cash at year-end are treated as interfund payables of the deficit fund and receivable in other funds with positive equity. Investments of the pool are stated at fair value.

Receivables

All trade and property tax receivables are shown net of any allowance for uncollectible amounts. Property taxes are due by November 30th of each year, after which the applicable property is subject to lien and penalties and interest are assessed. At December 31, 2007, all receivables of the County were considered to be fully collectible and no allowance was established. The Bear River Health Department has estimated that approximately \$300,000 of their accounts receivable were uncollectible. These receivables result primarily from services for substance abuse counseling and treatment.

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

Inventory

Inventory is valued at the lower of cost (first-in, first-out method) or market. Inventory in the Bear River Health Department consists of immunization serum and is valued based on information provided by the State of Utah or the cost to purchase the serum.

Capital Assets

Capital assets, which include, land, buildings, equipment, and infrastructure (roads, bridges, and similar items), are reported in the governmental column or in the component units column on the government-wide Statement of Net Assets. Capital assets are defined by the County as assets that cost \$5,000 or more when acquired and have an estimated useful life greater than one year. Purchased or constructed capital assets are recorded at cost or at estimated historical cost where historical cost is not available. Donated fixed assets are valued at their estimated fair value at the date of donation.

Capital assets purchased by governmental funds are recorded as expenditures in the governmental fund financial statements. Interest expense is not capitalized.

Buildings, equipment, and other depreciable assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and other improvements	15 – 40 years
Machinery and equipment	3 – 15 years
Infrastructure	80 – 100 years

Compensated Absences

In the government-wide financial statements, accumulated leave is recorded as a liability and an expense when vested with the employee. In the governmental fund financial statements, vested or accumulated vacation leave that is expected to be liquidated with expendable financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Long-term Liabilities

In the government-wide Statement of Net Assets, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are reported as other assets and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. 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.

Interfund Transactions

In the government-wide financial statements, interfund transactions have been eliminated to minimize the double counting of internal activity. Interfund receivables and payables have also been eliminated from the government-wide Statement of Net Assets.

In the governmental fund financial statements, transfers between funds are used to report flows of cash (or other assets) between funds without equivalent flows of assets in return or a requirement for repayment. The County's transfers are based on County appropriations. Interfund receivables and payables are presented in the appropriate funds and are presented as "due from other funds" or "due to other funds."

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

NOTE 2 – PROPERTY TAX CALENDAR

The County complies with the following property tax calendar in establishing the budgetary data reflected in the financial statements.

Lien date	January 1
Levy date (state target date)	June 22
Property valuation disclosure notice (target date)	July 22
Tax bills mailed	November 1
Taxes due and payable	November 30

NOTE 3 – DEPOSITS AND INVESTMENTS

The State of Utah Money Management Council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

the State and review the rules adopted by the State of Utah Money Management Act that relate to the deposit and investment of public funds.

The County follows the requirements of the Utah Money Management Act (Utah Code, Title 51, Chapter 7) in handling its depository and investment transactions. The Act requires the depositing of funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2007, \$9,501,495 of the County's bank balances of \$9,715,989 was uninsured and uncollateralized.

Investments

The Money Management Act defines the types of securities authorized as appropriate investments for the County and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with the issuers of investment securities.

State statutes authorize the County to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse repurchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard and Poor's; bankers' acceptances; obligations of the United States Treasury including bills, notes and bonds; bonds, notes and other evidence of indebtedness of political subdivisions of the State; fixed rate corporate obligations and variable rate securities rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Act; and the Utah State Public Treasurer's Investment Fund.

The Utah State Treasurer's Office operates the Public Treasurer's Investment Fund (PTIF). The PTIF is available for investment of funds administered by any Utah public treasurer.

The PTIF is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act. The Act established the Money Management Council, which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah and participants share proportionally in any realized gains or losses on investments. As of December 31, 2007, most investments held by the County were in the PTIF. The County also had \$726,082 in a money market mutual fund. The mutual fund invests exclusively in United States Government securities.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State's Money Management Act. Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all County investments in commercial paper, bankers acceptances, fixed rate negotiable deposits and fixed rate corporate obligations to 270-365 days or less. In addition, variable rate negotiable deposits and variable rate securities may not have a remaining term to final maturity exceeding 2 years.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County's policy for reducing exposure to credit risk is to comply with the State's Money Management Act as previously discussed. At December 31, 2007, most investments held by the County were held in the PTIF, an unrated investment. The mutual fund investment was rated AAA by Standard and Poors.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of government's investment in a single issuer. The County's policy for reducing this risk is to comply with the Rules of the Money Management Council. Rule 17 limits investments in a single issuer of commercial paper and corporate obligations to 5-10% depending upon the total dollar amount held in the portfolio.

Custodial Credit Risk – For an investment, custodial credit risk 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 or collateral securities that are in the possession of an outside party. The County does not have a formal policy relating to custodial credit risk. As of December 31, 2007, \$1,035,545 was held by the

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2007**

counterparty's trust department or agent, but not in the name of the County.

Component Units

All component units follow the applicable laws and regulations of the Utah Money Management Act the same as described above for the County.

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the deposits of the component units may not be returned. The component units do not have a formal deposit policy for custodial credit risk. As of December 31, 2007, \$2,760,596 of the bank balances of \$3,180,541 of the component units was uninsured and uncollateralized.

Investments

All component units of the County adhere to the Utah Money Management Act as described previously. As of December 31, 2007, the only component units with investments were the Bear River Health Department and NPIC. All of the investments of both entities at that time

were in the PTIF and have a maturity of less than one year.

The PTIF investment for NPIC was held in trust by US Bank, the counter party. The investment was not held in the name of NPIC.

NOTE 4 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At December 31, 2007, there were interfund balances of the investment pool between special revenue funds. The Municipal Services fund had a receivable of \$143,887. That amount was payable in the amount of \$22,650 by the Children's Justice Center fund and \$121,237 by the Debt Service Fund.

During the year, the County made interfund transfers as shown in the schedule below. The most significant portion of transfers between funds was that of the General fund to the Debt Service fund. That transfer was made to finance debt payments for the sales tax revenue bonds as well as the capital lease. Transfers out from the Recreation and RAPZ Tax funds were to fund recreation improvements. Other transfers were to fund the normal operations of individual funds.

Transfers Out reported in:

	<u>General Fund</u>	<u>Municipal Services</u>	<u>Recreation Fund</u>	<u>RAPZ Tax</u>	<u>Community Foundation</u>	<u>Capital Projects</u>	<u>Total Transfers In</u>
Transfers In reported in:							
Major funds:							
General Fund	\$ -	\$ 452,248	\$ 46,012	\$ 5,000	\$ 850	\$ 197,469	\$ 701,579
Municipal Services	982	-	20,000	13,088	-	-	34,070
Nonmajor Funds:							
Visitor's Bureau	-	-	82,500	-	-	-	82,500
Council on Aging	316,125	-	16,450	-	750	-	333,325
Planning and Development	75,000	-	10,000	150,223	-	-	235,223
Library	31,150	-	-	-	1,400	-	32,550
Debt Service	1,493,822	-	-	-	-	-	1,493,822
Total Transfers Out	<u>\$ 1,917,079</u>	<u>\$ 452,248</u>	<u>\$ 174,962</u>	<u>\$ 168,311</u>	<u>\$ 3,000</u>	<u>\$ 197,469</u>	<u>\$ 2,913,069</u>

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2007**

NOTE 5 – CAPITAL ASSETS

Governmental Activities

A summary of changes in capital assets is as follows:

	Balance			Balance
	01/01/07	Additions	Deletions	12/31/07
<i>Capital assets, nondepreciable</i>				
Land	\$ 2,477,015	\$ -	\$ -	\$ 2,477,015
<i>Capital assets, depreciable</i>				
Buildings	19,739,778	192,041	-	19,931,819
Improvements	975,630	120,557	-	1,096,187
Equipment	12,424,331	865,592	(219,470)	13,070,453
Infrastructure	<u>11,241,971</u>	<u>352,536</u>	<u>-</u>	<u>11,594,507</u>
Totals	<u>44,381,710</u>	<u>1,530,726</u>	<u>(219,470)</u>	<u>45,692,966</u>
<i>Accumulated depreciation:</i>				
Buildings	(2,259,164)	(486,470)	-	(2,745,634)
Improvements	(401,961)	(31,357)	-	(433,318)
Equipment	(8,478,552)	(834,494)	205,244	(9,107,802)
Infrastructure	<u>(2,247,660)</u>	<u>(359,333)</u>	<u>-</u>	<u>(2,606,993)</u>
Totals	<u>(13,387,337)</u>	<u>(1,711,654)</u>	<u>205,244</u>	<u>(14,893,747)</u>
Total capital assets, net	<u>\$ 33,471,388</u>	<u>\$ (180,928)</u>	<u>\$ (14,226)</u>	<u>\$ 33,276,234</u>

Depreciation expense was charged to functions of the County as follows:

General government	\$ 287,250
Public safety	849,383
Highways and streets	542,421
Health and Welfare	28,708
Culture and recreation	<u>3,892</u>
Total depreciation expense	<u>\$ 1,711,654</u>

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2007**

Component Units

A summary of changes in capital assets of component units is as follows:

	<u>Balance</u> <u>01/01/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/07</u>
Land	\$ 1,477,830	\$ 84,250	\$ -	\$ 1,562,080
Buildings and improvements	21,433,257	2,091,716	(1,524,800)	22,000,173
Equipment and machinery	1,459,935	353,148	(30,125)	1,782,958
Accumulated depreciation	<u>(5,708,515)</u>	<u>(929,830)</u>	<u>1,554,892</u>	<u>(5,083,453)</u>
Capital assets, net	<u>\$ 18,662,507</u>	<u>\$ 1,599,284</u>	<u>\$ (33)</u>	<u>\$ 20,261,758</u>

NOTE 6 – LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2007, was as follows:

	<u>Balance</u> <u>01/01/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/07</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities:					
Sales tax revenue bonds	\$ 14,855,000	\$ 7,580,000	\$ (7,825,000)	\$ 14,610,000	\$ 720,000
Plus deferred amounts:					
Deferred interest	-	(429,335)	26,833	(402,502)	-
Premium	<u>-</u>	<u>6,704</u>	<u>(419)</u>	<u>6,285</u>	<u>-</u>
Total bonds payable	14,855,000	7,157,369	(7,798,586)	14,213,783	720,000
Capital leases	-	711,048	(143,038)	568,010	133,726
Compensated absences	<u>1,098,439</u>	<u>885,548</u>	<u>(826,063)</u>	<u>1,157,924</u>	<u>869,000</u>
Total long-term liabilities	<u>\$ 15,953,439</u>	<u>\$ 8,753,965</u>	<u>\$ (8,767,687)</u>	<u>\$ 15,939,717</u>	<u>\$ 1,722,726</u>
Component Units:					
Sales tax revenue bonds	\$ 1,250,000	\$ -	\$ (177,000)	\$ 1,073,000	\$ 186,000
Compensated absences	<u>342,000</u>	<u>218,278</u>	<u>(181,278)</u>	<u>379,000</u>	<u>211,000</u>
Total	<u>\$ 1,592,000</u>	<u>\$ 218,278</u>	<u>\$ (358,278)</u>	<u>\$ 1,452,000</u>	<u>\$ 397,000</u>

B. Sales Tax Revenue Bonds

Primary Government

During 2007, the County issued \$7,580,000 Series 2007 sales tax revenue bonds to advance refund a portion of the Series 2002 sales tax revenue bonds. The advance refunding will save the County \$305,340 over the life of the bonds and resulted in a net present value benefit of \$230,303. The amount of defeased debt outstanding at the end of the year was \$7,055,000. Sales tax revenue bonds payable at December 31, 2007, are comprised of the following issues:

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2007**

<u>Purpose</u>	<u>Series</u>	<u>Maturity Date</u>	<u>Interest Rate %</u>	<u>Original Amount</u>	<u>Balance</u>
Construction of County jail and renovation to the historic courthouse.....	2002	12/15/22	3.50 - 5.00	\$ 13,835,000	\$ 4,325,000
Additions to County jail construction.....	2003	12/15/22	3.00 - 4.15	3,340,000	2,810,000
Advance refund a portion of the 2002 series.....	2007	12/15/22	4.00 - 4.50	7,580,000	7,475,000
Total sales tax revenue bonds outstanding.....					14,610,000
Add unamortized premium.....					6,285
Less deferred interest on refunding.....					(402,502)
Total sales tax revenue bonds payable.....					<u>\$ 14,213,783</u>

Sales Tax Revenue Bonds - Debt Service Requirements to Maturity

<u>Year</u>	<u>Series 2002</u>		<u>Series 2003</u>		<u>Series 2007</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2008.....	\$ 540,000	\$ 194,820	\$ 145,000	\$ 112,300	\$ 35,000	\$ 300,835	\$ 720,000	\$ 607,955
2009.....	565,000	173,760	150,000	107,950	35,000	299,260	750,000	580,970
2010.....	590,000	150,595	150,000	103,450	35,000	297,685	775,000	551,730
2011.....	615,000	125,225	155,000	98,650	35,000	296,198	805,000	520,073
2012.....	640,000	97,550	165,000	92,838	40,000	294,710	845,000	485,098
2013 - 2017...	1,375,000	104,000	920,000	361,810	2,520,000	1,358,150	4,815,000	1,823,960
2018 - 2022...	-	-	1,125,000	152,387	4,775,000	591,955	5,900,000	744,342
Total.....	<u>\$ 4,325,000</u>	<u>\$ 845,950</u>	<u>\$ 2,810,000</u>	<u>\$ 1,029,385</u>	<u>\$ 7,475,000</u>	<u>\$ 3,438,793</u>	<u>\$ 14,610,000</u>	<u>\$ 5,314,128</u>

Component Units

Sales tax revenue bonds payable at December 31, 2007, is comprised of the following issue:

<u>Purpose</u>	<u>Series</u>	<u>Maturity Date</u>	<u>Interest Rate %</u>	<u>Original Amount</u>	<u>Balance</u>
Construction of Eccles Ice Center.....	2001A	12/15/14	4.47 - 5.20	\$ 2,017,000	\$ 1,073,000

**Sales Tax Revenue Bonds -
Debt Service Requirements to Maturity**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008.....	\$ 186,000	\$ 51,972	\$ 237,972
2009.....	196,000	42,486	238,486
2010.....	206,000	32,392	238,392
2011.....	77,000	21,680	98,680
2012.....	81,000	18,238	99,238
2013 - 2014...	327,000	25,432	352,432
Total	<u>\$ 1,073,000</u>	<u>\$ 192,200</u>	<u>\$ 1,265,200</u>

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

C. Capital Leases

The County entered into a capital lease agreement on May 23, 2007, in the amount of \$711,048 for the purchase of fire fighting vehicles and equipment. Lease payments are due annually on November 15, in the amount of \$156,544, until 2011, with an applicable interest rate of 3.92%. Total payments outstanding are \$626,180, including \$58,169 in interest. The present value of future payments is \$568,010.

NOTE 7 – NET ASSETS / FUND BALANCES

No amount of the total restricted net assets reported on the balance sheet is restricted by enabling legislation.

Reserved fund balances represent amounts that are legally restricted for specific purposes by external contracts, bond agreements, or county ordinances. The purposes for the reservations are noted on the face of the governmental funds balance sheet.

As of December 31, 2007, the Children's Justice Center fund had a deficit fund balance of \$398.

NOTE 8 – PENSION PLANS

Primary Government

Defined Benefit Plans

Cache County contributes to the following cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (Systems): 1) Utah Public Employees Contributory Retirement, 2) Utah Public Employees Noncontributory Retirement, 3) Utah Public Safety Retirement, and 4) Utah Firefighters Retirement. Utah Retirement Systems provide refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes. The following briefly summarizes types of employees covered, benefit provisions, eligibility requirements and vesting for the systems participated in by Cache County:

1) *Public Employees Contributory and Noncontributory* – All County employees hired to a position expected to last 9 months and that work 30 or more hours per week are eligible to participate. Employees attaining age 60 to 65 with 4 to 20 years of credit service, or any age with 30 or more years of credited service are entitled to monthly benefits based on age, years of service credit and final average monthly salary. Matching contributions made by the County are not vested in the employee's name. All other contributions are fully vested at the time of contribution.

2) *Public Safety Employees* – All employees employed in the recognized public safety departments of the County who work 40 or more hours a week and are regularly assigned to hazardous duty are eligible to participate. Employees attaining age 60 to 65 with 4 to 10 years of credited service or any age with 20 or more years of credited service are entitled to monthly benefits based on years of credited service and final average monthly salary. Matching contributions made by the County are not vested in the employee's name. All other contributions are fully vested at the time of contribution.

3) *Firefighters* – All employees employed in the recognized fire department of the County who work 40 or more hours a week and are regularly assigned to hazardous duty are eligible to participate. Employees attaining age 60 to 65 with 4 to 10 years of credited service or any age with 20 or more years of credited service are entitled to monthly benefits based on years of credited service and final average monthly salary. Matching contributions made by the County are not vested in the employee's name. All other contributions are fully vested at the time of contribution.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 as amended. The Utah State Retirement Office Act in Chapter 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Local Governmental Contributory Retirement System, Local Government Noncontributory Retirement System, Public Safety Retirement System and Firefighters Retirement System. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, Utah 84102-2099 or by calling 1-800-365-8772.

Plan members in the Local Governmental Contributory Retirement System are required to contribute 6.0% of their annual covered salary (paid by the County) and the County was required to contribute 7.58% for six months and 7.61% for six months of their annual covered salary. In the Local Governmental Noncontributory Retirement System, the County was required to contribute 11.59% for six months and 11.62% for six months of the eligible employees' annual covered salary. In the Public Safety Retirement System, contributory division members were required to contribute 12.29% of their annual covered salary (paid by the County) and the County was required to contribute 11.01% for six months and 11.22% for six months of their annual covered salary and 22.38% for six

CACHE COUNTY, UTAH

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2007**

months and 22.61% for six months of the annual covered salary of noncontributory division members. In the Firefighters Retirement System plan members were required to contribute 10.84% for six months and 12.76% for six months of their annual covered salary (paid by the County). The contribution rates are the actuarial

determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

The County contributions to the system for the years ended December 31, 2007, 2006, and 2005 were as follows:

	<u>2007</u>	<u>2006</u>	<u>2005</u>
A. Local Governmental System - Contributory			
Employer paid for employee contributions	\$ 6,584	\$ 6,274	\$ 5,958
Employer contributions	8,335	7,664	7,030
B. Local Governmental System - Noncontributory			
Employer contributions	529,928	481,684	427,626
C. Public Safety - Contributory			
Employer paid for employee contributions	6,402	6,004	8,568
Employer contributions	5,790	4,633	5,440
D. Public Safety - Noncontributory			
Employer contributions	857,830	753,684	636,031
E. Firefighter's System			
Employer paid for employee contributions	11,993	9,364	8,484

All contributions by Cache County were paid by the due dates or within 30 days thereafter and were equal to the required contributions for each year. The Utah State Retirement Board of the Utah Retirement Systems provides the County with the necessary retirement disclosures for their report.

Defined Contribution Plan

The County maintains a qualified cash or deferred compensation plan under section 401(k) of the Internal Revenue Code that is administered by the Utah Retirement Systems. Under the plan, eligible employees may elect to defer a portion of their salary, subject to Internal Revenue Service limits. Contributions of \$638,566, \$556,117 and \$541,135, were made to the 401(k) plan during the years ended December 31, 2007,

2006, and 2005, respectively. Of this amount \$281,909, \$249,561 and \$274,695, was contributed by employees and \$356,657, \$306,556 and \$266,440, was contributed by the County on behalf of employees respectively.

Component Units

Defined Benefit Plans

The Bear River Health Department (BRHD) also participates in the Local Government Systems retirement plans administered by the Utah Retirement Systems. The BRHD's required contribution rates are the same as Cache County's rates.

The BRHD contributions to the system for the years ended December 31, 2007, 2006, and 2005 were as follows:

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>
A. Local Governmental System - Contributory			
Employer paid for employee contributions	\$ 1,372	\$ 2,092	\$ 4,074
Employer contributions	1,737	2,525	4,808
B. Local Governmental System - Noncontributory			
Employer contributions	375,125	342,015	312,473

Defined Contribution Plan

The BRHD maintains a qualified cash or deferred compensation plan under section 401(k) of the Internal Revenue Code that is administered by the Utah Retirement Systems. Under the plan, eligible employees may elect to defer a portion of their salary, subject to Internal Revenue Service limits. Contributions of \$322,447, \$326,029, and \$318,603, were made to the 401(k) plan during the years ended December 31, 2007, 2006, and 2005, respectively. Of this amount \$114,510, \$132,044, and \$134,392, was contributed by employees and \$207,968, \$193,985, and \$184,211, was contributed by the BRHD on behalf of employees respectively.

NOTE 9 – DEFERRED COMPENSATION PLAN

The County and the Bear River Health Department offer employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plans are available to all employees and are administered by the Utah Retirement Systems. The plans permit employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The assets of the plans are not subject to the claims of the general creditors of the County or the Bear River Health Department and are held by the Utah Retirement Systems as trustee of the plans. The County's and the Bear River Health Department's involvement is limited to withholding the amounts elected by employees and remitting those amounts.

NOTE 10 – PUBLIC ENTITY RISK POOL

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters. The County participates in the Utah Counties Insurance Pool, a public entity risk pool to manage its risk of loss. The County pays an annual premium to the trust for its general insurance coverage. The pool was created to be self-sustaining through member premiums and will reinsure

through commercial companies for claims in excess of one million dollars for each insured event. In addition, the County has purchased additional commercial insurance related to airport operations, steam boiler usage, and employee performance, and workers' compensation.

As of December 31, 2007, there were no outstanding unpaid claims in excess of insurance coverage. Also, the County had no claim settlements over the past three years that exceeded its insurance coverage.

NOTE 11 – COMMITMENTS & CONTINGENCIES

The County collects sales tax under the Restaurant Tax and RAPZ Tax programs allowed by the state and awards funds to various entities. Awards become payable by the County when the conditions of the award are met. At December 31, 2007, there were approximately \$635,000 in Restaurant Tax funds and approximately \$374,000 in RAPZ Tax funds that had been awarded but were not payable because applicable conditions had not been met.

In addition to these commitments, the County has committed future Restaurant Tax funds to certain organizations. These amounts include \$308,660 over the next 4 years to Logan City for payment of bonds financing the rehabilitation of the Eccles Theatre, \$557,118 to NPIC over the next 6 years for payment of the construction bonds of the Eccles Ice Center, and \$50,000 over the next 2 years to Hyrum City for payment to construct the Hyrum Library and Museum.

NOTE 12 – TAX ANTICIPATION NOTES

In February, 2007, the County borrowed \$1,500,000 on tax anticipation notes to finance the operations of the County during 2007. The notes were paid in full in December, 2007. Subsequent to year-end, the County borrowed \$4,500,000 on tax anticipation notes to finance the County's operations for 2008.

NOTE 13 – INDUSTRIAL REVENUE BONDS

On October 25, 2006, the County issued Industrial Revenue Bonds on behalf of Sunshine Terrace

CACHE COUNTY, UTAH

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2007

Foundation, Inc. in the amount of \$5,000,000. Sunshine Terrace is responsible for all bond payments and neither the County nor its resources are liable for repayment. The bonds are scheduled to mature on December 1, 2026.

On December 22, 2006, the County issued \$3,000,000 of Industrial Revenue Bonds on behalf of Lower Foods, Inc. Lower Foods is responsible for all bond payments and neither the County nor its resources are liable for repayment. The bonds are scheduled to mature on December 1, 2026.

NOTE 14 – SUBSEQUENT EVENTS

Beginning on January 1, 2008, the County assumed operational management of the fairgrounds that had been operated by Logan City. The beginning budget for the fairgrounds includes revenues of \$63,600 and expenditures of \$341,426, creating a net cost to the County of \$277,826. The agreement to manage the operations of the fairgrounds with Logan City was on condition that the County would no longer contribute to the Willow Park Complex. The annual contribution from the County to Logan City for the Willow Park Complex in 2007 was \$321,029.

On April 1, 2008, the County began collecting an additional 0.25% sales tax that was authorized by voters and adopted by County ordinance in November 2007. The tax is allowed by section 59-12-1703 the *County Option Sales and Use Tax for Transportation Act*. The revenue generated from this tax must be accounted for separately from the general revenues of the County and

can only be used for authorized transportation expenditures.

NOTE 15 – RELATED PARTY TRANSACTIONS

In addition to the transactions previously described in these notes, the County entered into the following significant transactions with component units:

Airport Authority – The County provided services and operating funds based on the budget adopted by the Airport Authority and the agreement with Logan City.

NPIC – The County transferred taxes to the NPIC in accordance with debt agreements.

BRHD – The County assessed and collected property taxes in its Health Fund. The County transferred the appropriated amount to the BRHD to provide operating funds.

CCEMS – The County provided services and operating funds based on the budget adopted by CCEMS and the agreement with Logan City.

In addition, at the end of the year, the County and its component units held cash deposit balances of approximately \$10.1 million at Cache Valley Bank. The County Attorney holds a significant financial interest in Cache Valley Bank. The County's decision to use the services of Cache Valley Bank predates the election of the County Attorney.

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REQUIRED SUPPLEMENTARY INFORMATION

CACHE COUNTY, UTAH

BUDGETARY COMPARISON SCHEDULE GENERAL FUND For the Year Ended December 31, 2007

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property.....	\$ 8,292,925	\$ 8,339,703	\$ 8,450,010	\$ 110,307
Sales and use.....	3,650,000	3,926,000	4,055,067	129,067
Total taxes.....	<u>11,942,925</u>	<u>12,265,703</u>	<u>12,505,077</u>	<u>239,374</u>
Other revenues:				
Intergovernmental.....	848,477	1,178,895	1,064,506	(114,389)
Charges for services.....	5,195,108	5,186,449	5,237,205	50,756
Licenses and permits.....	30,000	30,000	27,800	(2,200)
Fines and forfeitures.....	135,000	145,000	180,199	35,199
Miscellaneous.....	732,000	870,865	1,438,712	567,847
Total revenues.....	<u>18,883,510</u>	<u>19,676,912</u>	<u>20,453,499</u>	<u>776,587</u>
EXPENDITURES				
General government:				
Council.....	92,730	97,730	95,168	2,562
Water policy.....	136,442	118,787	81,500	37,287
Public defender.....	346,015	346,015	277,460	68,555
Executive.....	198,973	205,121	184,143	20,978
Human resources.....	114,154	143,310	139,907	3,403
GIS.....	73,412	72,533	58,880	13,653
Information technology.....	51,526	56,576	56,111	465
Auditor.....	184,829	193,752	158,080	35,672
Clerk.....	154,357	156,709	141,826	14,883
Treasurer.....	18,036	18,178	17,213	965
Recorder.....	160,881	164,836	150,207	14,629
Attorney.....	897,493	935,334	893,515	41,819
Surveyor.....	175,588	175,722	169,365	6,357
Victim services.....	193,775	238,026	209,764	28,262
Elections.....	292,082	419,285	274,315	144,970
Economic development.....	35,000	79,171	35,000	44,171
USU Ag extension services.....	243,041	243,560	200,124	43,436
Agricultural promotion.....	53,275	61,275	45,895	15,380
Contributions to other units.....	772,215	774,048	670,879	103,169
General and administrative.....	729,945	845,606	677,697	167,909
	<u>4,923,769</u>	<u>5,345,574</u>	<u>4,537,049</u>	<u>808,525</u>
Public safety:				
Sheriff.....	2,589,172	2,659,819	2,634,778	25,041
Support services.....	1,754,272	1,852,683	1,791,107	61,576
Search and rescue.....	45,200	102,162	72,649	29,513
Mounted posse.....	13,133	33,986	29,952	4,034
Liquor law enforcement.....	52,000	52,000	40,976	11,024
Fire department.....	1,365,172	1,545,511	702,324	843,187
County jail.....	5,777,074	6,197,790	5,819,702	378,088
Emergency management.....	161,912	322,120	289,152	32,968
	<u>11,757,935</u>	<u>12,766,071</u>	<u>11,380,640</u>	<u>1,385,431</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Highways and streets:				
Streets.....	512,606	519,472	483,626	35,846
Weed eradication.....	178,148	201,035	187,448	13,587
	<u>690,754</u>	<u>720,507</u>	<u>671,074</u>	<u>49,433</u>
Health and welfare:				
Mental health services.....	196,000	196,000	196,000	-
Health services.....	61,640	61,640	61,640	-
Welfare services.....	64,500	64,500	62,476	2,024
	<u>322,140</u>	<u>322,140</u>	<u>320,116</u>	<u>2,024</u>
Culture and recreation:				
Parks and recreation.....	377,129	378,480	371,789	6,691
Bookmobile.....	110,715	96,351	96,351	-
Fairs and rodeo.....	144,650	171,180	155,293	15,887
	<u>632,494</u>	<u>646,011</u>	<u>623,433</u>	<u>22,578</u>
Total expenditures.....	<u>18,327,092</u>	<u>19,800,303</u>	<u>17,532,312</u>	<u>2,267,991</u>
Revenues over (under) expenditures.....	<u>556,418</u>	<u>(123,391)</u>	<u>2,921,187</u>	<u>3,044,578</u>
OTHER FINANCING SOURCES AND (USES)				
Public safety capital leases.....	825,000	713,000	711,048	(1,952)
Transfers in:				
Municipal services fund.....	330,542	476,123	452,248	(23,875)
Recreation fund.....	-	46,012	46,012	-
RAPZ tax fund.....	-	-	5,000	5,000
Capital projects fund.....	-	197,469	197,469	-
Community foundation fund.....	-	-	850	850
Total transfers in.....	<u>330,542</u>	<u>719,604</u>	<u>701,579</u>	<u>(18,025)</u>
Transfers out:				
Debt service fund.....	(1,513,158)	(1,493,822)	(1,493,822)	-
Library fund.....	(31,621)	(31,150)	(31,150)	-
Capital projects fund.....	-	-	-	-
Council on aging fund.....	(124,060)	(316,125)	(316,125)	-
Planning and development fund.....	(75,000)	(75,982)	(75,982)	-
Total transfers out.....	<u>(1,743,839)</u>	<u>(1,917,079)</u>	<u>(1,917,079)</u>	<u>-</u>
Total other financing sources (uses)	<u>(588,297)</u>	<u>(484,475)</u>	<u>(504,452)</u>	<u>(19,977)</u>
Net change in fund balances.....	(31,879)	(607,866)	2,416,735	3,024,601
Fund balances - Beginning.....	4,418,286	4,418,286	4,418,286	-
Fund balances - Ending.....	<u>\$ 4,386,407</u>	<u>\$ 3,810,420</u>	<u>\$ 6,835,021</u>	<u>\$ 3,024,601</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
MUNICIPAL SERVICES FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Property.....	\$ 18,000	\$ 18,000	\$ 14,801	\$ (3,199)
Sales and use.....	665,000	710,000	706,355	(3,645)
Other.....	1,400	1,400	1,840	440
Total taxes.....	<u>684,400</u>	<u>729,400</u>	<u>722,996</u>	<u>(6,404)</u>
Other revenues:				
Intergovernmental.....	1,868,024	1,350,995	1,519,696	168,701
Charges for services.....	83,500	420,309	422,965	2,656
Licenses and permits.....	339,300	424,800	416,271	(8,529)
Miscellaneous.....	230,000	230,000	239,473	9,473
Total revenues.....	<u>3,205,224</u>	<u>3,155,504</u>	<u>3,321,401</u>	<u>165,897</u>
EXPENDITURES				
General government:				
Zoning.....	217,636	252,786	217,337	35,449
Sanitation/waste collection.....	23,000	24,923	26,425	(1,502)
Miscellaneous.....	45,666	16,643	15,000	1,643
	<u>286,302</u>	<u>294,352</u>	<u>258,762</u>	<u>35,590</u>
Public safety:				
Sheriff.....	416,832	436,212	424,167	12,045
Fire department.....	127,527	127,527	127,500	27
Building inspection.....	266,302	330,028	295,710	34,318
Animal control.....	31,781	31,781	26,033	5,748
	<u>842,442</u>	<u>925,548</u>	<u>873,410</u>	<u>52,138</u>
Highways and streets:				
Class B roads.....	1,745,938	2,472,081	1,909,632	562,449
	<u>1,745,938</u>	<u>2,472,081</u>	<u>1,909,632</u>	<u>562,449</u>
Culture and recreation:				
Recreation projects.....	12,000	13,088	1,050	12,038
	<u>12,000</u>	<u>13,088</u>	<u>1,050</u>	<u>12,038</u>
Total expenditures.....	<u>2,886,682</u>	<u>3,705,069</u>	<u>3,042,854</u>	<u>662,215</u>
Revenues over (under) expenditures.....	<u>318,542</u>	<u>(549,565)</u>	<u>278,547</u>	<u>828,112</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in:				
General fund.....	-	982	982	-
Recreation fund.....	-	-	20,000	20,000
RAPZ tax fund.....	12,000	13,088	13,088	-
Total transfers in.....	<u>12,000</u>	<u>14,070</u>	<u>34,070</u>	<u>20,000</u>
Transfers out:				
General fund.....	(330,542)	(452,248)	(452,248)	-
Total transfers out.....	<u>(330,542)</u>	<u>(452,248)</u>	<u>(452,248)</u>	<u>-</u>
Total other financing sources (uses).....	<u>(318,542)</u>	<u>(438,178)</u>	<u>(418,178)</u>	<u>20,000</u>
Net change in fund balances.....	-	(987,743)	(139,631)	848,112
Fund balances - Beginning.....	5,359,874	5,359,874	5,359,874	-
Fund balances - Ending.....	<u>\$ 5,359,874</u>	<u>\$ 4,372,131</u>	<u>\$ 5,220,243</u>	<u>\$ 848,112</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
 MENTAL HEALTH FUND
 For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			
REVENUES	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Other revenues:				
Intergovernmental.....	\$ 1,840,000	\$ 1,840,000	\$ 1,748,463	\$ (91,537)
Total revenues.....	<u>1,840,000</u>	<u>1,840,000</u>	<u>1,748,463</u>	<u>(91,537)</u>
 EXPENDITURES				
Health and welfare:				
Mental health services.....	1,840,000	1,840,000	1,748,463	91,537
Total expenditures.....	<u>1,840,000</u>	<u>1,840,000</u>	<u>1,748,463</u>	<u>91,537</u>
 Revenues over expenditures.....	-	-	-	-
Net change in fund balances.....	-	-	-	-
Fund balances - Beginning.....	-	-	-	-
Fund balances - Ending.....	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CACHE COUNTY, UTAH

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended December 31, 2007

BUDGETS AND BUDGETARY ACCOUNTING

The County is required by state statute and the "Uniform Fiscal Procedures Act for Utah Counties" to adopt annual budgets for its governmental funds on or before December 15, for the ensuing fiscal year beginning January 1. This budget is shown as the original budget on the budgetary comparison schedules. Final budgets include the original budget amounts plus any amendments made to the budget during the year by the County Council through formal resolution.

The budgets for the County's funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). All annual appropriations lapse at year end. Project-length financial plans have been adopted for the Capital Projects Fund.

The County complies with the following procedures in establishing the budgetary data reflected in the financial statements.

1. On or before November 1, the County Executive prepares a tentative budget for the next budget year, with the assistance of the County Auditor and Finance Director.
2. A public hearing is then held on the adoption of the budget.
3. After the public hearing the County Council makes final adjustments to the tentative budget.

4. On or before December 15, the County Council adopts the budget by resolution.
5. Department heads may transfer unexpended budgeted amounts within their departments with approval of the County Council.
6. The County Council may transfer unexpended budgeted amounts from one department to another in the same fund by resolution.
7. Budget appropriations may be increased only after a public hearing has been held and followed by resolution of the County Council.

BUDGETED FUND BALANCE

Each fund had a balanced budget in accordance with State law. As allowed by State law, the County Council has authorized the use of unreserved fund balances to provide the necessary resources to balance each fund's budget.

ENCUMBRANCES

The County uses encumbrances during the year to recognize the use of appropriations. The County's policy is for all appropriations to lapse at year end. Therefore, there are no encumbrances at year end.

SUPPLEMENTARY INFORMATION

CACHE COUNTY, UTAH

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2007**

	Special Revenue				
	Assessing and Collecting	Health	Visitor's Bureau	Council on Aging	Recreation
ASSETS					
Cash and cash equivalents.....	\$ 980,329	\$ 320,483	\$ 175	\$ 40	\$ -
Equity in investment pool.....	371,019	257,043	282,723	123,801	1,171,118
Taxes receivable, net.....	38,000	32,000	40,159	-	177,322
Accounts receivable, net.....	167	-	-	-	-
Due from other governments.....	11,564	-	33,949	60,961	-
Restricted assets:					
Cash and investments - Restricted.....	-	-	-	-	-
Total assets.....	<u>\$ 1,401,079</u>	<u>\$ 609,526</u>	<u>\$ 357,006</u>	<u>\$ 184,802</u>	<u>\$ 1,348,440</u>
LIABILITIES					
Interfund payable - Investment pool.....	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable and accrued liabilities.....	149,646	23,000	36,115	14,800	61,120
Deferred revenue.....	38,000	32,000	20,331	1,300	-
Total liabilities.....	<u>187,646</u>	<u>55,000</u>	<u>56,446</u>	<u>16,100</u>	<u>61,120</u>
FUND BALANCE					
Reserved - Retired Service Volunteer Program.....	-	-	-	15,100	-
Reserved - Parks and recreation.....	-	-	-	-	-
Unreserved, undesignated, reported in:					
Special revenue funds.....	1,213,433	554,526	300,560	153,602	1,287,320
Debt service fund.....	-	-	-	-	-
Total fund balances.....	<u>1,213,433</u>	<u>554,526</u>	<u>300,560</u>	<u>168,702</u>	<u>1,287,320</u>
Total liabilities and fund balances.....	<u>\$ 1,401,079</u>	<u>\$ 609,526</u>	<u>\$ 357,006</u>	<u>\$ 184,802</u>	<u>\$ 1,348,440</u>

Special Revenue

Planning and Development	Library	Children's Justice Center	RAPZ Tax	Ambulance	Community Foundation	Debt Service	Total Nonmajor Governmental Funds
\$ 25	\$ 25	\$ 100	\$ -	\$ -	\$ 7,180	\$ -	\$ 1,308,357
195,109	17,121	-	1,687,597	25,318	-	-	4,130,849
-	-	-	264,289	-	-	-	551,770
-	-	-	-	124,221	-	-	124,388
-	-	24,813	-	-	-	-	131,287
-	-	-	-	-	-	309,464	309,464
<u>\$ 195,134</u>	<u>\$ 17,146</u>	<u>\$ 24,913</u>	<u>\$ 1,951,886</u>	<u>\$ 149,539</u>	<u>\$ 7,180</u>	<u>\$ 309,464</u>	<u>\$ 6,556,115</u>
\$ -	\$ -	\$ 22,650	\$ -	\$ -	\$ -	\$ 121,237	\$ 143,887
4,690	662	2,661	144,678	42,575	-	-	479,947
-	-	-	-	-	-	-	91,631
<u>4,690</u>	<u>662</u>	<u>25,311</u>	<u>144,678</u>	<u>42,575</u>	<u>-</u>	<u>121,237</u>	<u>715,465</u>
-	-	-	-	-	-	-	15,100
117,355	-	-	-	-	-	-	117,355
73,089	16,484	(398)	1,807,208	106,964	7,180	-	5,519,968
-	-	-	-	-	-	188,227	188,227
<u>190,444</u>	<u>16,484</u>	<u>(398)</u>	<u>1,807,208</u>	<u>106,964</u>	<u>7,180</u>	<u>188,227</u>	<u>5,840,650</u>
<u>\$ 195,134</u>	<u>\$ 17,146</u>	<u>\$ 24,913</u>	<u>\$ 1,951,886</u>	<u>\$ 149,539</u>	<u>\$ 7,180</u>	<u>\$ 309,464</u>	<u>\$ 6,556,115</u>

CACHE COUNTY, UTAH

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2007**

	<u>Special Revenue</u>				
	<u>Assessing and Collecting</u>	<u>Health</u>	<u>Visitor's Bureau</u>	<u>Council on Aging</u>	<u>Recreation</u>
REVENUES					
Taxes:					
Property.....	\$ 2,269,434	\$ 733,045	\$ -	\$ -	\$ -
Sales and use.....	-	-	-	-	944,312
Other.....	-	-	312,976	-	-
Total taxes.....	<u>2,269,434</u>	<u>733,045</u>	<u>312,976</u>	<u>-</u>	<u>944,312</u>
Other revenues:					
Intergovernmental.....	-	-	77,458	354,960	-
Charges for services.....	421,831	166,498	-	128,834	-
Miscellaneous.....	-	-	67,795	24,401	-
Total revenues.....	<u>2,691,265</u>	<u>899,543</u>	<u>458,229</u>	<u>508,195</u>	<u>944,312</u>
EXPENDITURES					
General government.....	2,366,845	-	-	-	-
Public safety.....	-	-	-	-	-
Health and welfare.....	-	827,250	-	673,078	-
Culture and recreation.....	-	-	501,957	-	774,218
Debt service:					
Principal.....	-	-	-	-	-
Interest.....	-	-	-	-	-
Total expenditures.....	<u>2,366,845</u>	<u>827,250</u>	<u>501,957</u>	<u>673,078</u>	<u>774,218</u>
Revenues over (under) expenditures.....	<u>324,420</u>	<u>72,293</u>	<u>(43,728)</u>	<u>(164,883)</u>	<u>170,094</u>
OTHER FINANCING SOURCES (USES)					
Advance refunding bonds.....	-	-	-	-	-
Advance refunding bond premium.....	-	-	-	-	-
Payment to refunded bond escrow agent.....	-	-	-	-	-
Transfers in.....	-	-	82,500	333,325	-
Transfers out.....	-	-	-	-	(174,962)
Total other financing sources (uses).....	<u>-</u>	<u>-</u>	<u>82,500</u>	<u>333,325</u>	<u>(174,962)</u>
Net change in fund balances.....	324,420	72,293	38,772	168,442	(4,868)
Fund balances - Beginning.....	889,013	482,233	261,788	260	1,292,188
Fund balances - Ending.....	<u>\$ 1,213,433</u>	<u>\$ 554,526</u>	<u>\$ 300,560</u>	<u>\$ 168,702</u>	<u>\$ 1,287,320</u>

Special Revenue

Planning and Development	Library	Children's Justice Center	RAPZ Tax	Ambulance	Community Foundation	Debt Service	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,002,479
-	-	-	1,367,597	-	-	-	2,311,909
-	-	-	-	-	-	-	312,976
-	-	-	1,367,597	-	-	-	5,627,364
-	16,743	105,331	-	496,883	-	-	1,051,375
79,363	4,278	-	-	-	-	-	800,804
-	2,573	-	-	-	58,235	23,584	176,588
79,363	23,594	105,331	1,367,597	496,883	58,235	23,584	7,656,131
187,859	-	-	-	-	5,950	-	2,560,654
-	-	109,478	-	466,908	52,133	-	628,519
-	-	-	-	-	-	-	1,500,328
-	53,184	-	1,240,146	-	-	-	2,569,505
-	-	-	-	-	-	913,038	913,038
-	-	-	-	-	-	679,459	679,459
187,859	53,184	109,478	1,240,146	466,908	58,083	1,592,497	8,851,503
(108,496)	(29,590)	(4,147)	127,451	29,975	152	(1,568,913)	(1,195,372)
-	-	-	-	-	-	7,580,000	7,580,000
-	-	-	-	-	-	6,704	6,704
-	-	-	-	-	-	(7,484,335)	(7,484,335)
235,223	32,550	-	-	-	-	1,493,822	2,177,420
-	-	-	(168,311)	-	(3,000)	-	(346,273)
235,223	32,550	-	(168,311)	-	(3,000)	1,596,191	1,933,516
126,727	2,960	(4,147)	(40,860)	29,975	(2,848)	27,278	738,144
63,717	13,524	3,749	1,848,068	76,989	10,028	160,949	5,102,506
\$ 190,444	\$ 16,484	\$ (398)	\$ 1,807,208	\$ 106,964	\$ 7,180	\$ 188,227	\$ 5,840,650

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
ASSESSING AND COLLECTING FUND
For the Year Ended December 31, 2007**

REVENUES	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
Taxes:				
Property.....	\$ 2,014,121	\$ 2,180,855	\$ 2,269,434	\$ 88,579
Total taxes.....	<u>2,014,121</u>	<u>2,180,855</u>	<u>2,269,434</u>	<u>88,579</u>
Other revenues:				
Charges for services.....	393,200	393,200	421,831	28,631
Miscellaneous.....	<u>1,200</u>	<u>1,200</u>	-	<u>(1,200)</u>
Total revenues.....	<u>2,408,521</u>	<u>2,575,255</u>	<u>2,691,265</u>	<u>116,010</u>
EXPENDITURES				
General government:				
Council.....	10,155	11,155	10,519	636
Executive.....	35,602	36,616	34,229	2,387
Human resources.....	20,703	26,143	25,235	908
GIS.....	53,283	89,768	74,242	15,526
Information technology.....	463,730	502,929	480,039	22,890
Auditor.....	161,208	164,939	150,731	14,208
Treasurer.....	216,200	217,164	199,763	17,401
Recorder.....	107,437	160,795	138,126	22,669
Attorney.....	81,345	83,370	79,908	3,462
Assessor.....	1,116,788	1,160,198	1,042,267	117,931
Surveyor.....	8,097	8,997	8,241	756
General and administrative.....	<u>125,862</u>	<u>141,107</u>	<u>123,545</u>	<u>17,562</u>
Total expenditures.....	<u>2,400,410</u>	<u>2,603,181</u>	<u>2,366,845</u>	<u>236,336</u>
Revenues over (under) expenditures.....	<u>8,111</u>	<u>(27,926)</u>	<u>324,420</u>	<u>352,346</u>
Net change in fund balances.....	8,111	(27,926)	324,420	352,346
Fund balances - Beginning.....	889,013	889,013	889,013	-
Fund balances - Ending.....	<u>\$ 897,124</u>	<u>\$ 861,087</u>	<u>\$ 1,213,433</u>	<u>\$ 352,346</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
HEALTH FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property	\$ 716,820	\$ 720,898	\$ 733,045	\$ 12,147
Other revenues:				
Charges for services	150,000	150,000	166,498	16,498
Total revenues	<u>866,820</u>	<u>870,898</u>	<u>899,543</u>	<u>28,645</u>
 EXPENDITURES				
Health and welfare:				
Miscellaneous	150,000	150,000	150,000	-
Bear River Health Department	677,250	677,250	677,250	-
Total expenditures	<u>827,250</u>	<u>827,250</u>	<u>827,250</u>	<u>-</u>
Revenues over (under) expenditures	<u>39,570</u>	<u>43,648</u>	<u>72,293</u>	<u>28,645</u>
Net change in fund balances	39,570	43,648	72,293	28,645
Fund balances - Beginning	<u>482,233</u>	<u>482,233</u>	<u>482,233</u>	<u>-</u>
Fund balances - Ending	<u>\$ 521,803</u>	<u>\$ 525,881</u>	<u>\$ 554,526</u>	<u>\$ 28,645</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
VISITOR'S BUREAU FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			
REVENUES	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget
Taxes:				
Other.....	\$ 260,000	\$ 260,000	\$ 312,976	\$ 52,976
Other revenues:				
Intergovernmental.....	105,942	114,182	77,458	(36,724)
Miscellaneous.....	8,000	61,600	67,795	6,195
Total revenues.....	<u>373,942</u>	<u>435,782</u>	<u>458,229</u>	<u>22,447</u>
 EXPENDITURES				
Culture and recreation:				
Cache Valley Visitor's Bureau.....	407,733	500,268	411,957	88,311
American West Heritage Center.....	67,500	90,000	90,000	-
Total expenditures.....	<u>475,233</u>	<u>590,268</u>	<u>501,957</u>	<u>88,311</u>
Revenues over (under) expenditures.....	<u>(101,291)</u>	<u>(154,486)</u>	<u>(43,728)</u>	<u>110,758</u>
 OTHER FINANCING SOURCES				
Transfers in:				
Recreation fund.....	-	82,500	82,500	-
RAPZ Tax fund.....	35,000	-	-	-
Total other financing sources.....	<u>35,000</u>	<u>82,500</u>	<u>82,500</u>	<u>-</u>
Net change in fund balances.....	(66,291)	(71,986)	38,772	110,758
Fund balances - Beginning.....	261,788	261,788	261,788	-
Fund balances - Ending.....	<u>\$ 195,497</u>	<u>\$ 189,802</u>	<u>\$ 300,560</u>	<u>\$ 110,758</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
COUNCIL ON AGING FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 315,614	\$ 342,174	\$ 354,960	\$ 12,786
Charges for services.....	137,300	142,300	128,834	(13,466)
Miscellaneous.....	25,800	30,046	24,401	(5,645)
Total revenues.....	<u>478,714</u>	<u>514,520</u>	<u>508,195</u>	<u>(6,325)</u>
EXPENDITURES				
Health and welfare:				
Nutrition mandated.....	307,028	382,223	355,823	26,400
Senior center.....	136,051	144,955	131,905	13,050
Retired Service Volunteer Program.....	47,095	45,838	44,818	1,020
Access mandated.....	83,159	95,307	94,938	369
Volunteer center.....	-	3,500	3,003	497
County administrative support.....	49,441	42,987	42,591	396
Total expenditures.....	<u>622,774</u>	<u>714,810</u>	<u>673,078</u>	<u>41,732</u>
Revenues over (under) expenditures.....	<u>(144,060)</u>	<u>(200,290)</u>	<u>(164,883)</u>	<u>35,407</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	124,060	316,125	316,125	-
Recreation fund.....	20,000	16,450	16,450	-
Community foundation fund.....	-	750	750	-
Total other financing sources.....	<u>144,060</u>	<u>333,325</u>	<u>333,325</u>	<u>-</u>
Net change in fund balances.....	-	133,035	168,442	35,407
Fund balances - Beginning.....	260	260	260	-
Fund balances - Ending.....	<u>\$ 260</u>	<u>\$ 133,295</u>	<u>\$ 168,702</u>	<u>\$ 35,407</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
RECREATION FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Restaurant.....	\$ 810,000	\$ 829,181	\$ 944,312	\$ 115,131
Total revenues.....	<u>810,000</u>	<u>829,181</u>	<u>944,312</u>	<u>115,131</u>
 EXPENDITURES				
Culture and recreation:				
Awards.....	810,000	1,494,904	774,218	720,686
Total expenditures.....	<u>810,000</u>	<u>1,494,904</u>	<u>774,218</u>	<u>720,686</u>
Revenues over (under) expenditures.....	<u>-</u>	<u>(665,723)</u>	<u>170,094</u>	<u>835,817</u>
 OTHER FINANCING USES				
Transfers out:				
General fund.....	-	(4,512)	(46,012)	(41,500)
Municipal services fund.....	-	-	(20,000)	(20,000)
Visitor's bureau fund.....	-	(54,000)	(82,500)	(28,500)
Council on Aging fund.....	-	(16,450)	(16,450)	-
Planning and development fund.....	-	-	(10,000)	(10,000)
Total other financing uses.....	<u>-</u>	<u>(74,962)</u>	<u>(174,962)</u>	<u>(100,000)</u>
Net change in fund balances.....	-	(740,685)	(4,868)	735,817
Fund balances - Beginning.....	<u>1,292,188</u>	<u>1,292,188</u>	<u>1,292,188</u>	<u>-</u>
Fund balances - Ending.....	<u>\$ 1,292,188</u>	<u>\$ 551,503</u>	<u>\$ 1,287,320</u>	<u>\$ 735,817</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
 PLANNING AND DEVELOPMENT FUND
 For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			
REVENUES	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Other revenues:				
Charges for services.....	\$ 75,000	\$ 75,000	\$ 79,363	\$ 4,363
Total revenues.....	<u>75,000</u>	<u>75,000</u>	<u>79,363</u>	<u>4,363</u>
EXPENDITURES				
General government:				
Planning and development services.....	180,695	270,718	187,859	82,859
Total expenditures.....	<u>180,695</u>	<u>270,718</u>	<u>187,859</u>	<u>82,859</u>
Revenues over (under) expenditures.....	<u>(105,695)</u>	<u>(195,718)</u>	<u>(108,496)</u>	<u>87,222</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	75,000	75,000	75,000	-
Recreation fund	-	16,500	10,000	(6,500)
RAPZ Tax fund.....	30,000	98,523	150,223	51,700
Total other financing sources.....	<u>105,000</u>	<u>190,023</u>	<u>235,223</u>	<u>45,200</u>
Net change in fund balances.....	(695)	(5,695)	126,727	132,422
Fund balances - Beginning.....	<u>63,717</u>	<u>63,717</u>	<u>63,717</u>	<u>-</u>
Fund balances - Ending.....	<u>\$ 63,022</u>	<u>\$ 58,022</u>	<u>\$ 190,444</u>	<u>\$ 132,422</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
LIBRARY FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenues:				
Intergovernmental.....	\$ 18,018	\$ 18,018	\$ 16,743	\$ (1,275)
Charges for services.....	2,406	3,816	4,278	462
Miscellaneous.....	500	1,269	2,573	1,304
Total revenues.....	<u>20,924</u>	<u>23,103</u>	<u>23,594</u>	<u>491</u>
EXPENDITURES				
Culture and recreation:				
Library services.....	53,295	56,403	53,184	3,219
Total expenditures.....	<u>53,295</u>	<u>56,403</u>	<u>53,184</u>	<u>3,219</u>
Revenues over (under) expenditures.....	<u>(32,371)</u>	<u>(33,300)</u>	<u>(29,590)</u>	<u>3,710</u>
OTHER FINANCING SOURCES				
Transfers in:				
General fund.....	31,621	31,150	31,150	-
Community foundation fund.....	-	1,400	1,400	-
Total other financing sources.....	<u>31,621</u>	<u>32,550</u>	<u>32,550</u>	<u>-</u>
Net change in fund balances.....	(750)	(750)	2,960	3,710
Fund balances - Beginning.....	13,524	13,524	13,524	-
Fund balances - Ending.....	<u>\$ 12,774</u>	<u>\$ 12,774</u>	<u>\$ 16,484</u>	<u>\$ 3,710</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
CHILDREN'S JUSTICE CENTER FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			
REVENUES	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget
Other revenues:				
Intergovernmental.....	\$ 109,346	\$ 109,596	\$ 105,331	\$ (4,265)
Total revenues.....	<u>109,346</u>	<u>109,596</u>	<u>105,331</u>	<u>(4,265)</u>
 EXPENDITURES				
Public safety:				
Children's services.....	110,266	114,080	109,478	4,602
Total expenditures.....	<u>110,266</u>	<u>114,080</u>	<u>109,478</u>	<u>4,602</u>
 Revenues over (under) expenditures.....	<u>(920)</u>	<u>(4,484)</u>	<u>(4,147)</u>	<u>337</u>
Net change in fund balances.....	(920)	(4,484)	(4,147)	337
Fund balances - Beginning.....	<u>3,749</u>	<u>3,749</u>	<u>3,749</u>	<u>-</u>
Fund balances - Ending.....	<u>\$ 2,829</u>	<u>\$ (735)</u>	<u>\$ (398)</u>	<u>\$ 337</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
RAPZ TAX FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Sales and use.....	\$ 1,210,000	\$ 1,210,000	\$ 1,367,597	\$ 157,597
Total revenues.....	<u>1,210,000</u>	<u>1,210,000</u>	<u>1,367,597</u>	<u>157,597</u>
EXPENDITURES				
Culture and recreation:				
Program administration.....	10,116	10,116	10,116	-
Awards.....	<u>1,179,884</u>	<u>1,681,848</u>	<u>1,230,030</u>	<u>451,818</u>
Total expenditures.....	<u>1,190,000</u>	<u>1,691,964</u>	<u>1,240,146</u>	<u>451,818</u>
Revenues over (under) expenditures.....	<u>20,000</u>	<u>(481,964)</u>	<u>127,451</u>	<u>609,415</u>
OTHER FINANCING USES				
Transfers out:				
General fund.....	-	-	(5,000)	(5,000)
Municipal services fund.....	-	(13,088)	(13,088)	-
Planning and development fund.....	<u>-</u>	<u>(150,023)</u>	<u>(150,223)</u>	<u>(200)</u>
Total other financing uses.....	<u>-</u>	<u>(163,111)</u>	<u>(168,311)</u>	<u>(5,200)</u>
Net change in fund balances.....	20,000	(645,075)	(40,860)	604,215
Fund balances - Beginning.....	<u>1,848,068</u>	<u>1,848,068</u>	<u>1,848,068</u>	<u>-</u>
Fund balances - Ending.....	<u>\$ 1,868,068</u>	<u>\$ 1,202,993</u>	<u>\$ 1,807,208</u>	<u>\$ 604,215</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
 AMBULANCE FUND
 For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			
REVENUES	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Other revenues:				
Intergovernmental.....	\$ 496,883	\$ 496,883	\$ 496,883	\$ -
Total revenues.....	<u>496,883</u>	<u>496,883</u>	<u>496,883</u>	<u>-</u>
 EXPENDITURES				
Public safety:				
Ambulance services.....	496,883	499,883	466,908	32,975
Total expenditures.....	<u>496,883</u>	<u>499,883</u>	<u>466,908</u>	<u>32,975</u>
 Revenues over (under) expenditures.....	<u>-</u>	<u>(3,000)</u>	<u>29,975</u>	<u>32,975</u>
Net change in fund balances.....	-	(3,000)	29,975	32,975
Fund balances - Beginning.....	<u>76,989</u>	<u>76,989</u>	<u>76,989</u>	<u>-</u>
Fund balances - Ending.....	<u>\$ 76,989</u>	<u>\$ 73,989</u>	<u>\$ 106,964</u>	<u>\$ 32,975</u>

CACHE COUNTY, UTAH

**BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
For the Year Ended December 31, 2007**

	<u>Budget Amounts</u>			
REVENUES	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Other revenues:				
Miscellaneous	\$ 12,000	\$ 12,000	\$ 23,584	\$ 11,584
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>23,584</u>	<u>11,584</u>
 EXPENDITURES				
General Government:				
Principal	825,000	930,000	913,038	16,962
Interest and fiscal charges	700,158	680,645	679,459	1,186
Total expenditures	<u>1,525,158</u>	<u>1,610,645</u>	<u>1,592,497</u>	<u>18,148</u>
 Revenues (under) expenditures	<u>(1,513,158)</u>	<u>(1,598,645)</u>	<u>(1,568,913)</u>	<u>29,732</u>
 OTHER FINANCING SOURCES (USES)				
Advance refunding bonds	-	7,580,000	7,580,000	-
Advance refunding bond premium	-	6,704	6,704	-
Payment to refunding bond escrow agent	-	(7,484,335)	(7,484,335)	-
Transfers in:				
General fund	1,513,158	1,496,276	1,493,822	(2,454)
Total other financing sources (uses)	<u>1,513,158</u>	<u>1,598,645</u>	<u>1,596,191</u>	<u>(2,454)</u>
Net change in fund balances	-	-	27,278	27,278
Fund balances - Beginning	160,949	160,949	160,949	-
Fund balances - Ending	<u>\$ 160,949</u>	<u>\$ 160,949</u>	<u>\$ 188,227</u>	<u>\$ 27,278</u>

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CACHE COUNTY, UTAH

**COMBINING SCHEDULE OF FIDUCIARY NET ASSETS
 AGENCY FUNDS
 As of December 31, 2007**

	Fee Trust Fund	Health Department 125 Plan	Treasurer's Tax Fund	Total
ASSETS				
Cash and cash equivalents.....	\$ -	\$ -	\$ 19,584,922	\$ 19,584,922
Equity in investment pool.....	216,600	-	-	216,600
Accounts receivable.....	44,617	-	-	44,617
Taxes receivable.....	-	-	626,377	626,377
Restricted cash and investments.....	-	9,841	-	9,841
Total assets.....	<u>\$ 261,217</u>	<u>\$ 9,841</u>	<u>\$ 20,211,299</u>	<u>\$ 20,482,357</u>
LIABILITIES				
Due to other taxing units.....	\$ -	\$ -	\$ 19,632,307	\$ 19,632,307
Due to employees.....	-	9,841	-	9,841
Refunds payable.....	-	-	578,992	578,992
Other payables.....	261,217	-	-	261,217
Total liabilities.....	<u>\$ 261,217</u>	<u>\$ 9,841</u>	<u>\$ 20,211,299</u>	<u>\$ 20,482,357</u>

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CACHE COUNTY, UTAH

TREASURER'S TAX FUND

SCHEDULE OF TAXES CHARGED, COLLECTED AND DISBURSED

For the Year Ended December 31, 2007

CURRENT YEAR TAXES										
1	2	3	4	5	6	7	8	9	10	11
Taxing Entities	Year-End Real Property Value	Year-End Centrally Assessed Property Value	Total Real and Centrally Assessed RDA Value	Total Adjusted Real and Centrally Assessed Value (2 + 3 - 4)	Year-End Personal Property Value	Personal Property RDA Value	Total Adjusted Personal Property Value (6 - 7)	Total Adjusted Value (5 + 8)	Current Year Real & Cent. Ass'd Property Tax Rate	Prior Year Personal Property Tax Rate
County Funds										
Cache County General Fund	4,045,458,270	125,373,015	144,786,917	4,026,044,368	386,106,428	57,682,177	328,424,251	4,354,468,619	0.001670	0.001826
Cache County Health	4,045,458,270	125,373,015	144,786,917	4,026,044,368	386,106,428	57,682,177	328,424,251	4,354,468,619	0.000146	0.000160
Multi-Co A & C	4,045,458,270	125,373,015	-	4,170,831,285	386,106,428	-	386,106,428	4,556,937,713	0.000121	0.000139
Assess & Coll County	4,045,458,270	125,373,015	-	4,170,831,285	386,106,428	-	386,106,428	4,556,937,713	0.000300	0.000300
Cities and Towns										
Amalga	23,071,850	915,010	-	23,986,860	9,722,221	-	9,722,221	33,709,081	0.000504	0.000498
Clarkston	17,881,575	632,185	-	18,513,760	13,729	-	13,729	18,527,489	0.001182	0.001464
Comish	8,121,175	1,504,920	-	9,626,095	9,398	-	9,398	9,635,493	0.002060	0.002154
Hyde Park	152,467,570	2,201,045	-	154,668,615	2,962,153	-	2,962,153	157,630,768	0.001100	0.001100
Hyrum	185,628,570	2,420,860	-	188,049,430	13,999,437	-	13,999,437	202,048,867	0.001525	0.001666
Lewiston	65,510,850	3,809,430	-	69,320,280	10,106,069	-	10,106,069	79,426,349	0.002115	0.002115
Logan	1,572,870,949	30,473,585	128,359,552	1,474,984,982	238,498,217	51,047,404	187,450,813	1,662,435,795	0.002220	0.002276
Mendon	47,395,450	832,620	-	48,228,070	284,577	-	284,577	48,512,647	0.001363	0.001770
Millville	60,661,325	1,268,125	-	61,929,450	1,535,551	-	1,535,551	63,465,001	0.000777	0.000843
Newton	20,890,940	620,040	-	21,510,980	340,014	-	340,014	21,850,994	0.001363	0.001447
Nibley	146,995,145	2,401,940	-	149,397,085	3,204,120	-	3,204,120	152,601,205	0.001497	0.001667
North Logan	448,642,645	4,902,875	-	453,545,520	29,909,958	-	29,909,958	483,455,478	0.001678	0.001679
Paradise	31,388,825	773,335	-	32,162,160	261,231	-	261,231	32,423,391	0.000982	0.001124
Providence	295,411,546	3,941,450	-	299,352,996	8,550,229	-	8,550,229	307,903,225	0.001030	0.001113
Richmond	76,492,460	3,272,860	-	79,765,320	4,165,559	-	4,165,559	83,930,879	0.001043	0.001327
River Heights	56,257,090	958,205	-	57,215,295	291,616	-	291,616	57,506,911	0.001398	0.001477
Smithfield	294,631,210	7,326,955	16,427,365	285,530,800	19,529,145	6,634,773	12,894,372	298,425,172	0.001454	0.001620
Trenton	14,844,200	2,400,920	-	17,245,120	830,787	-	830,787	18,075,907	0.000815	0.000861
Wellsville	128,380,300	2,811,120	-	131,191,420	3,878,356	-	3,878,356	135,069,776	0.001108	0.001381
Special Districts										
Drainage #3	-	-	-	-	-	-	-	-	1.000000	0.000000
Drainage #4	-	-	-	-	-	-	-	-	3.000000	0.000000
Drainage #5	-	-	-	-	-	-	-	-	0.500000	0.000000
Drainage #6	-	-	-	-	-	-	-	-	0.250000	0.000000
Wellsville Mendon	-	-	-	-	-	-	-	-	18.000000	0.000000
Noxious Weeds	-	-	-	-	-	-	-	-	1.000000	0.000000
Garbage	-	-	-	-	-	-	-	-	1.000000	0.000000
Powder Mountain	1,903,305	123,472	-	2,026,777	1,408,654	-	1,408,654	3,435,431	0.000223	0.000399
Mosquito Abatement	38,890,895	1,832,450	-	40,723,345	-	-	-	40,723,345	0.000224	0.000252
Benson Culinary H2O	23,596,705	1,522,585	-	25,119,290	-	-	-	25,119,290	0.000000	0.000000
Cache Mosquito Abatement	2,337,767,401	91,326,940	-	2,429,094,341	135,413,745	-	135,413,745	2,564,508,086	0.000079	0.000071
Greenbelt Rollback	-	-	-	-	-	-	-	-	1.000000	0.000000
Logan Special Improvement	-	-	-	-	-	-	-	-	1.000000	0.000000
Treasurer - Additional	-	-	-	-	-	-	-	-	1.000000	0.000000
Cemetery Districts										
Avon Cemetery	37,839,470	702,305	-	38,541,775	1,438,279	-	1,438,279	39,980,054	0.000133	0.000157
Comish Cemetery	9,751,665	3,321,220	-	13,072,885	9,398	-	9,398	13,082,283	0.000358	0.000373
Hyde Park Cemetery	227,831,085	3,312,065	-	231,143,150	2,962,153	-	2,962,153	234,105,303	0.000231	0.000249
Millville Nibley Cemetery	192,377,410	4,397,330	-	196,774,740	4,739,671	-	4,739,671	201,514,411	0.000109	0.000120
Newton Cemetery	31,504,395	6,218,585	-	37,722,980	340,014	-	340,014	38,062,994	0.000097	0.000103
Paradise Cemetery	65,657,205	4,767,395	-	70,424,600	261,231	-	261,231	70,685,831	0.000088	0.000101
Richmond Cemetery	127,722,405	7,129,215	-	134,851,620	18,729,958	-	18,729,958	153,581,578	0.000117	0.000139
School Districts										
Cache County Schools	2,491,747,566	95,065,715	17,605,293	2,569,207,988	147,608,211	8,558,545	139,049,666	2,708,257,654	0.004949	0.004969
Cache Statewide Schools	2,491,747,566	95,065,715	17,605,293	2,569,207,988	147,608,211	8,558,545	139,049,666	2,708,257,654	0.001311	0.001515
Logan City Schools	1,553,710,704	30,307,300	127,181,624	1,456,836,380	238,498,217	49,123,632	189,374,585	1,646,210,965	0.005993	0.005789
Logan Statewide Schools	1,553,710,704	30,307,300	127,181,624	1,456,836,380	238,498,217	49,123,632	189,374,585	1,646,210,965	0.001311	0.001515
Redevelopment Districts										
Cache County	-	-	(144,786,916)	144,786,916	-	(57,682,177)	57,682,177	202,469,093	0.001816	0.001986
Logan City	-	-	(128,359,552)	128,359,552	-	(51,047,404)	51,047,404	179,406,956	0.002220	0.002276
Smithfield City	-	-	(16,427,365)	16,427,365	-	(6,634,773)	6,634,773	23,062,138	0.001454	0.001620
Logan City Schools	-	-	(127,181,624)	127,181,624	-	(49,123,632)	49,123,632	176,305,256	0.007304	0.007304
Cache County Schools	-	-	(17,605,293)	17,605,293	-	(8,558,545)	8,558,545	26,163,838	0.006260	0.006484
TOTALS										

12 Real & Cent. Ass'd Prop Taxes Charged (5 * 10)	13 Personal Property Taxes Charged (8 * 11)	14 Total Taxes Charged (12 + 13)	15-18 <i>Treasurer's Relief</i>				19 Taxes Collected (14 -18)	20 Annual Collection Rate (19 / 14)	21 Fee-in-lieu	22 Misc. Collections	23-24 <i>Delinquencies</i>	
			Unpaid Taxes	Abatements	Other	Total Relief					Tax	Interest / Penalty
6,723,494	599,703	7,323,197	227,657	41,511	43,132	312,300	7,010,897	95.74%	1,031,664	216,261	172,343	57,319
587,802	52,548	640,350	19,903	3,629	3,778	27,310	613,040	95.74%	90,398	12,628	15,441	528
504,671	53,669	558,340	16,495	3,008	3,255	22,757	535,583	95.92%	78,623	10,862	14,182	519
1,251,249	115,832	1,367,081	40,896	7,457	7,206	55,559	1,311,522	95.94%	169,468	25,516	26,682	782
12,089	4,842	16,931	131	30	113	274	16,657	98.38%	1,563	107	53	1
21,883	20	21,903	397	349	15	761	21,142	96.52%	6,762	143	27	3
19,830	20	19,850	926	114	38	1,078	18,772	94.57%	1,751	496	683	31
170,135	3,258	173,393	7,274	981	90	8,345	165,048	95.19%	27,558	4,289	7,441	206
286,775	23,323	310,098	9,723	1,836	139	11,698	298,400	96.23%	69,996	3,730	8,176	276
146,612	21,374	167,986	2,396	1,349	2,066	5,810	162,176	96.54%	23,577	2,066	2,572	109
3,274,467	426,638	3,701,105	99,307	20,775	39,434	159,516	3,541,590	95.69%	426,818	46,596	78,919	2,841
65,735	504	66,239	1,672	448	57	2,177	64,062	96.71%	20,072	794	1,718	60
48,119	1,294	49,413	610	150	245	1,004	48,409	97.97%	10,307	465	582	30
29,319	492	29,811	714	368	29	1,111	28,700	96.27%	8,769	254	223	6
223,647	5,341	228,988	7,012	1,274	118	8,405	220,583	96.33%	28,736	11,294	6,014	193
761,049	50,219	811,268	30,331	1,805	3,579	35,715	775,553	95.60%	94,108	13,481	13,366	471
31,583	294	31,877	395	414	24	833	31,044	97.39%	11,699	1,148	770	30
308,334	9,516	317,850	7,169	2,558	141	9,867	307,983	96.90%	53,399	3,833	6,381	181
83,195	5,528	88,723	2,067	1,366	98	3,530	85,193	96.02%	19,962	599	1,817	79
79,987	431	80,418	1,888	896	20	2,804	77,614	96.51%	9,571	579	3,167	112
415,162	20,889	436,051	16,013	4,104	903	21,020	415,031	95.18%	93,196	5,285	9,289	164
14,055	715	14,770	399	143	21	563	14,207	96.19%	2,248	150	389	15
145,360	5,356	150,716	9,383	702	416	10,501	140,215	93.03%	42,954	3,678	10,627	179
1,463	-	1,463	5	-	-	5	1,458	99.66%	-	-	-	-
4,158	-	4,158	60	-	-	60	4,098	98.56%	-	-	50	-
965	-	965	-	-	-	-	965	100.00%	-	-	10	-
449	-	449	5	-	-	5	444	98.89%	-	-	31	-
129,853	-	129,853	1,100	-	-	1,100	128,754	99.15%	-	-	509	-
840	-	840	-	-	-	-	840	100.00%	-	-	-	-
29,627	-	29,627	19,202	-	-	19,202	10,425	35.19%	-	-	4,375	-
452	562	1,014	27	-	-	27	987	97.37%	-	83	-	-
9,122	-	9,122	151	69	9	228	8,894	97.50%	28	890	330	8
9,285	-	9,285	355	-	-	355	8,929	96.17%	-	-	2,397	-
191,898	9,614	201,513	7,044	1,116	415	8,575	192,938	95.74%	23,927	4,101	3,406	80
159,624	-	159,624	-	-	-	-	159,624	100.00%	-	-	-	-
18,456	-	18,456	-	-	-	-	18,456	100.00%	-	-	530	-
61,044	-	61,044	6,696	-	-	6,696	54,348	89.03%	-	-	505	-
5,126	226	5,352	193	16	2	211	5,141	96.06%	245	237	167	8
4,680	4	4,684	164	20	26	210	4,474	95.53%	320	95	124	6
53,394	738	54,132	2,588	261	39	2,887	51,245	94.67%	6,255	1,082	1,603	59
21,448	569	22,017	401	109	45	555	21,462	97.48%	3,539	479	518	20
3,659	35	3,694	89	28	9	126	3,568	96.58%	630	70	19	1
6,197	26	6,223	136	37	4	177	6,046	97.15%	1,098	278	218	9
15,778	2,603	18,381	361	159	11	531	17,850	97.11%	2,114	209	229	10
12,715,010	690,938	13,405,948	456,212	77,124	34,113	567,449	12,838,499	95.77%	1,874,773	363,443	300,043	9,452
3,368,232	210,660	3,578,892	120,852	20,430	9,705	150,987	3,427,905	95.78%	572,098	90,231	95,769	3,221
8,730,820	1,096,289	9,827,109	264,523	55,572	99,453	419,548	9,407,561	95.73%	1,085,392	120,444	195,613	6,958
1,909,912	286,902	2,196,814	57,866	12,157	25,734	95,757	2,101,058	95.64%	284,333	25,676	54,751	2,123
262,933	114,557	377,490					377,490	100.00%				
284,958	116,184	401,142					401,142	100.00%				
23,885	10,748	34,633					34,633	100.00%				
928,935	358,799	1,287,734					1,287,734	100.00%				
110,209	55,494	165,703					165,703	100.00%				
		\$ 48,623,720	\$ 1,440,785	\$ 262,363	\$ 274,479	\$ 1,977,627	\$ 46,646,092	95.93%	\$ 6,177,952	\$ 971,572	\$ 1,042,059	\$ 86,090

COMPONENT UNITS

CACHE COUNTY, UTAH

COMBINING STATEMENT OF NET ASSETS
 NORTH PARK INTERLOCAL COOPERATIVE
 As of December 31, 2007

	North Park Interlocal Cooperative	Bridgerland Community Ice Arena	Total
ASSETS			
Cash.....	\$ 290,181	\$ 78,784	\$ 368,965
Taxes receivable.....	62,108	-	62,108
Accounts receivable.....	-	21,530	21,530
Pledges receivable, net.....	-	206,961	206,961
Restricted investments.....	213,636	40,119	253,755
Inventory.....	-	24,655	24,655
Other assets.....	-	11,137	11,137
Noncurrent pledges receivable, net.....	-	339,768	339,768
Capital assets:			
Buildings and equipment.....	4,273,172	256,615	4,529,787
Less: accumulated depreciation.....	(526,316)	(149,530)	(675,846)
Total assets.....	<u>4,312,781</u>	<u>830,039</u>	<u>5,142,820</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	-	31,363	31,363
Noncurrent liabilities:			
Due within one year.....	186,000	-	186,000
Due in more than one year.....	887,000	-	887,000
Total liabilities.....	<u>1,073,000</u>	<u>31,363</u>	<u>1,104,363</u>
NET ASSETS			
Invested in net assets, net of related debt.....	2,673,856	107,085	2,780,941
Restricted for:			
Capital projects.....	-	335,206	335,206
Debt service.....	213,636	-	213,636
Other purposes.....	-	251,642	251,642
Unrestricted.....	<u>352,289</u>	<u>104,743</u>	<u>457,032</u>
Total net assets.....	<u>\$ 3,239,781</u>	<u>\$ 798,676</u>	<u>\$ 4,038,457</u>

CACHE COUNTY, UTAH

COMBINING STATEMENT OF ACTIVITIES
 NORTH PARK INTERLOCAL COOPERATIVE
 For the Year Ended December 31, 2007

	North Park Interlocal Cooperative	Bridgerland Community Ice Arena	Total
Expenses	\$ 82,194	\$ 782,808	\$ 865,002
Program revenues:			
Charges for services.....	-	489,625	489,625
Operating grants and contributions.....	92,853	319,141	411,994
Capital grants and contributions.....	-	71,049	71,049
Total revenues.....	<u>92,853</u>	<u>879,815</u>	<u>972,668</u>
Net (expenses) revenues.....	<u>10,659</u>	<u>97,007</u>	<u>107,666</u>
General revenues:			
Sales taxes.....	236,309	-	236,309
Interest.....	27,808	9,103	36,911
Total general revenues.....	<u>264,117</u>	<u>9,103</u>	<u>273,220</u>
Change in net assets.....	274,776	106,110	380,886
Net assets - beginning.....	<u>2,965,005</u>	<u>692,566</u>	<u>3,657,571</u>
Net assets - ending.....	<u>\$ 3,239,781</u>	<u>\$ 798,676</u>	<u>\$ 4,038,457</u>

CACHE COUNTY
SINGLE AUDIT REPORT

CACHE COUNTY, UTAH

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2007

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Pass-Through Grant No.</u>	<u>Expenditures</u>
U.S. Department of Agriculture (DOA)			
<i>Direct Program</i>			
Federal Forest Reserve	10.665	FY 2007	71,931
<i>Passed through Bear River Association of Governments</i>			
Elderly Feeding Program, Cash-In-Lieu	10.550	FY 06-07	29,371
Elderly Feeding Program, Cash-In-Lieu	10.550	FY 07-08	9,818
Total DOA			111,120
U.S. Department of Education (ED)			
<i>Passed through Logan City School District</i>			
21st Century Community Learning Center	84.287C	FY 2007	3,103
Mentoring Program	84.184B	FY 2007	25,855
Total ED			28,958
U.S. Department of Health & Human Services (HHS)			
<i>Passed through Bear River Association of Governments</i>			
Special Programs for Aging, Title III, Part B	93.044	FY 06-07	6,308
Special Programs for Aging, Title III, Part B	93.044	FY 07-08	40,238
Special Programs for Aging, Title III, Part C	93.045	FY 06-07	66,495
Special Programs for Aging, Title III, Part C	93.045	FY 07-08	39,722
Health Insurance Counseling	93.779	FY 06-07	792
Health Insurance Counseling	93.779	FY 07-08	1,102
Title XX Discretionary Fund	93.667	FY 06-07	4,500
<i>Passed through State Department of Health</i>			
General Federal Block MHF	93.958	05-2440	53,350
General Federal Block MHF	93.958	05-2440	52,890
Federal Block Children MHX	93.958	05-2440	13,900
Federal Block Children MHX	93.958	05-2440	13,776
Polling Place Accessibility	93.617	FY 2007	3,170
Total HHS			296,243
U.S. Dept of Housing and Urban Development (HUD)			
<i>Passed through State Department of Community and Economic Development</i>			
Community Development Block Grant	14.228	07-2260	100,000
Total HUD			100,000

CACHE COUNTY, UTAH

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2007**

U.S. Department of the Interior (DOI)

Passed through State Division of Wildlife Resources

Pittman-Robertson Program	15.611	FY 2007	8,430
Total DOI			8,430

U.S. Department of Justice (DOJ)

Passed through State Office of the Attorney General

State Criminal Alien Assistance Program	16.606	2007-AP-BX-0358	41,625
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0239	35,698
Bulletproof Vest Partnership Program	16.607	2006BUBX06136129	1,720
Victim Assistance Services Grant	16.575	06-VOCA-03	48,270
Victim Assistance Services Grant	16.575	07-VOCA-04	49,824
Violence Against Women Grant (S.T.O.P.)	16.588	06-VAWA-02	35,198
Violence Against Women Grant (Special Prosecutor)	16.588	06-VAWA-01	56,151
Total DOJ			268,486

U.S. Department of Transportation (DOT)

Direct Program

Airport Improvement Project #15	20.106	DOT-FA05NM-1089	179,138
Airport Improvement Project #17	20.106	DOT-FA06NM-1048	69,692
Airport Improvement Project #18	20.106	DOT-FA07NM-1068	1,408,692
Small Community Air Service Development Pilot Program	20.930	OST-2004-17343-104	56,274

Passed through State Department of Transportation

Logan Canyon Scenic Byway - Corridor	20.205	06-8330	4,231
Logan Canyon Scenic Byway - Corridor	20.205	07-8669	6,736
Logan Canyon Scenic Byway - Corridor	20.205	05-8377	13,987

Passed through State Division of Homeland Security

2007 LEPC Hazardous Materials Planning Grant	20.703	FY 2007	2,191
Total DOT			1,740,941

The Corporation for National and Community Service

Direct Program

Retired Service Volunteer Program	94.002	06SRPUT001	37,351
Total Action Program			37,351

CACHE COUNTY, UTAH

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended December 31, 2007

U.S. Department of Homeland Security

Passed through State Department of Public Safety

2005 State Homeland Security	97.067	FY 2005	64,563
2006 State Homeland Security	97.067	FY 2006	39,942
Law Enforcement Terrorism Prevention	97.067	FY 2005	4,873
Law Enforcement Terrorism Prevention	97.067	FY 2006	146,497
Emergency Management Performance Grant	97.042	FY 2007	18,000
Total Homeland Security			273,875
GRAND TOTAL			2,865,404

CACHE COUNTY, UTAH

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended December 31, 2007

NOTE 1 – PURPOSE OF THE SCHEDULE

The Schedule of Expenditures of Federal Awards (the Schedule) is a supplementary schedule to the basic financial statements. The Schedule is required by the U.S. Office of Management and Budget (OMB) Circular A-133 *Audits of States, Local Governments, and Non-Profit Organizations*.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The information in the schedule is presented in accordance with OMB Circular A-133. The Schedule is prepared using the same accounting policies and basis of accounting as the basic financial statements.

CFDA Numbers

OMB Circular A-133 requires the Schedule to show the total expenditures for each of the entity's federal financial assistance programs as identified in the Catalog of Federal Domestic Assistance (CFDA). The CFDA is a government-wide compendium of individual federal programs. Each program included in the CFDA is assigned a five-digit program identification number (CFDA number).

Major Programs

OMB Circular A-133 establishes the levels of expenditures or expenses and other criteria to be used in defining major federal financial assistance. Major programs have been noted on the Schedule of Findings and Questioned Costs in accordance with those definitions.

Summary Schedule of Prior Year Audit Findings

CACHE COUNTY
Corrective Action Plan
(Client Submitted Document)
Year Ended December 31, 2007

Cache County respectfully submits the following response to the findings identified in the December 31, 2007 audit:

Response to finding 07-01

Management will design and implement a system for monitoring and approving period end adjustments to fund balance accounts.

Response to finding 07-02

Management will design and implement a system for monitoring and approving budget amendments to ensure accuracy of information provided to the County Council and to ensure that the approved amendments are properly recorded into the accounting system.

Response to finding 07-03

In January 2008, Management implemented a system to automatically allocate costs between the General Fund and the Assessing and Collecting Fund according to the County's policy and allowable costs. The allocations will be tested periodically to ensure proper functioning of the system.

Response to finding 07-04

Management will design and implement a formal system of monitoring and approving period end accrual adjustments to accrued liability accounts.

Response to finding 07-05

The County will evaluate the effectiveness of its audit committee and other control activities and processes according to the expectations of the GAO and implement additional controls where practical and cost beneficial.

CACHE COUNTY, UTAH

**SCHEDULE OF EXPENDITURES OF TRANSIENT ROOM TAXES
AND TOURISM, RECREATION, CULTURAL AND CONVENTION FACILITIES TAXES
For the Year Ended December 31, 2007**

Transient Room Tax

Establishing and promoting:

Recreation.....	\$	-
Tourism.....		208,192
Film production.....		-
Conventions.....		-

Acquiring, leasing, constructing, furnishing, or operating:

Convention meeting rooms.....		-
Exhibit halls.....		-
Visitor information centers.....		37,284
Museums.....		-
Related facilities.....		-

Acquiring, or leasing land required for or related to:

Convention meeting rooms.....		-
Exhibit halls.....		-
Visitor information centers.....		-
Museums.....		-
Related facilities.....		-

Mitigation costs.....

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Payment of principal, interest, and premiums on bonds..... 67,500

Total Transient Room Tax Expenditures..... \$ 312,976

Tourism, Recreation, Culture, and Convention Facilities Taxes

Financing tourism promotion..... \$ 283,706

Development, operation, and maintenance of:

Tourist facilities.....		-
Recreation facilities.....		391,154
Cultural facilities.....		274,320

Total TRCC Facilities Tax Expenditures..... \$ 949,180

Reserves and Pledges

Reserves on bonds related to TRT funds..... \$ -

Pledges as security for evidences of indebtedness related to TRCC..... 649,971

Total Pledges of TRT and TRCC Taxes..... \$ 649,971