

TOOELE COUNTY

**Financial Statements
and
Independent Auditors' Report**

December 31, 2009

TOOELE COUNTY

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	2-10
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	12
Fund Financial Statements:	
Balance Sheet - Governmental Funds	13
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	14
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	15
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	16
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	17
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Public Health Fund	18
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Road Maintenance Fund	19
Statement of Net Assets - Proprietary Funds	20
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	21
Statement of Cash Flows - Proprietary Funds	22
Statement of Fiduciary Net Assets - Agency Funds	23
Notes to Basic Financial Statements	24-37
Required Supplementary Information:	
Condition and Ratings for the County's Road System	39-41
Postemployment Benefit Plan - Schedule of Funding Progress	42
Supplementary Information:	
Combining Balance Sheet - Non-Major Governmental Funds	44
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds	45

TOOELE COUNTY

Table of Contents (Continued)

	<u>Page</u>
Supplementary Information (Continued):	
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Special Revenue Funds	46-48
Combining Statement of Net Assets - Internal Service Funds	49
Combining Statement of Revenues, Expenses, and Changes in Net Assets - Internal Service Funds	50
Combining Statement of Cash Flows - Internal Service Funds	51
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	52
Balance Sheet - Component Unit	53
Statement of Revenues, Expenditures, and Changes in Fund Balances - Component Unit	54
Statistical and Additional Information Section:	
Schedule of Taxable Values, Taxes Charged, and Taxes Collected	55-56



**Haynie &
Company**

Certified Public Accountants (a professional corporation)

1785 West Printers Row Salt Lake City, Utah 84119 (801) 972-4800 Fax (801) 972-8941

INDEPENDENT AUDITORS' REPORT

Honorable Board of County Commissioners
Tooele County, Utah

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of **Tooele County, Utah (the County)**, as of and for the year ended December 31, 2009, 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 an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Tooele County, as of December 31, 2009, and the respective changes in financial position, and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Public Health Fund and Road Maintenance Fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 26, 2010 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information on pages 2 through 10 and 39 through 42 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and statistical section listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Salt Lake City, Utah
October 28, 2010



Associate Office At
5974 S. Fashion Pointe Dr. Suite 200
South Ogden, UT 84403
(801) 479-4800
Fax (801) 479-8941

Associate Office At
1221 West Mineral Avenue Suite 202
Littleton, CO 80120-4544
(303) 734-4800
Fax (303) 795-3356

Associate Office At
4910 Campus Drive
Newport Beach, CA 92660-2119
(949) 724-1880
Fax (949) 724-1889

Management's Discussion and Analysis

This discussion of Tooele County's financial performance provides an overview of the County's financial activities for the year ending December 31, 2009. This report is in conjunction with the County's financial statements.

The purpose of the County is to provide general services to its residents, which include general government, public safety, public health, highways and public improvements, parks and recreation, and economic development. Additional services provided to residents in the unincorporated areas include road maintenance and fire control.

Financial Highlights

- ◆ The Government-Wide assets of Tooele County exceeded its liabilities as of the close of the most recent year by \$94,974,427 (*net assets*). Of this amount, \$5,764,891 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- ◆ The government's total Government-Wide net assets decreased by \$241,858. The revenues were slightly less than the adopted budgeted amounts, and expenditures were less than the adopted budgeted amounts.
- ◆ At the close of the current year, the Tooele County governmental funds reported combined ending fund balances of \$4,513,313, a decrease of \$2,253,847 in comparison with the prior year. Approximately 83.38% of this total amount, \$3,763,057, is available for spending at the government's discretion (unreserved fund balance).
- ◆ At the end of the current year, unreserved fund balance for the general fund was \$1,308,486, or 6.35% of total general fund expenditures.
- ◆ Tooele County's total debt had a net decrease of \$576,342 during the current year.

Overview of the Financial Statements

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

Government-wide Financial Statements

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

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

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

Both of the government-wide financial statements distinguish functions of Tooele County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of Tooele County include general government, public safety, public health, highways and public improvements, parks and recreation, and economic development. The business-type activities of Tooele County include Deseret Peak, the landfill operation, and the airport.

The government-wide financial statements include not only Tooele County itself (known as the primary government), but also a legally separate special service district for recreation, for which Tooele County is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Refer to the table of contents for the location of the government-wide financial statements.

Fund Financial Statements

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

Management's Discussion and Analysis

Governmental Funds

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

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

Tooele County maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the public health fund, and the capital projects fund, which are considered to be major funds. Data from the other seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Tooele County adopts an annual appropriated budget for all its governmental funds. Budgetary comparison statements have been provided for the general fund and major special revenue funds to demonstrate compliance with those budgets.

Refer to the table of contents for the location of the basic governmental fund financial statements.

Proprietary Funds

Tooele County maintains two types of proprietary funds--Enterprise funds and Internal Service funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Tooele County uses enterprise funds to account for its Deseret Peak, landfill, and airport operations. *Internal Service funds* are presented as *governmental activities* in the government-wide financial statements and are used to account for the central stores and service equipment operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Deseret Peak, the Landfill, and the Airport, which are all considered to be major Proprietary funds of Tooele County.

Refer to the table of contents for the location of the basic proprietary fund financial statements.

Fiduciary Funds

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

Refer to the table of contents for the location of the basic fiduciary fund financial statements.

Notes to Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning Tooele County.

The combining statements referred to earlier in connection with non-major governmental funds and the enterprise fund is presented immediately following the required supplementary information.

Management's Discussion and Analysis

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Tooele County, assets exceeded liabilities by \$94,974,427 at the close of the most recent fiscal year.

The largest portion of Tooele County's net assets (93.46%) reflects its investment in capital assets (e.g. land, buildings and improvements, furniture, fixtures, and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. Tooele County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Tooele County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Tooele County's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2008		2008		2008	
	2009	as restated	2009	as restated	2009	as restated
Current and other assets	\$ 10,613,999	\$ 9,812,461	\$ 1,544,998	\$ 4,449,405	\$ 12,158,997	\$ 14,261,866
Capital assets	70,315,629	68,685,380	27,055,736	25,438,317	97,371,365	94,123,697
Total assets	<u>80,929,628</u>	<u>78,497,841</u>	<u>28,600,734</u>	<u>29,887,722</u>	<u>109,530,362</u>	<u>108,385,563</u>
Long-term liabilities outstanding	5,149,314	2,554,000	4,679,460	4,621,418	9,828,774	7,175,418
Other liabilities	4,146,660	4,783,416	580,501	1,210,444	4,727,161	5,993,860
Total liabilities	<u>9,295,974</u>	<u>7,337,416</u>	<u>5,259,961</u>	<u>5,831,862</u>	<u>14,555,935</u>	<u>13,169,278</u>
Net Assets:						
Invested in capital assets, net of related debt	66,378,133	64,573,119	22,388,157	20,453,596	88,766,290	85,026,715
Restricted	309,450	302,832	133,796	-	443,246	302,832
Unrestricted	<u>4,946,071</u>	<u>6,284,474</u>	<u>818,820</u>	<u>3,602,264</u>	<u>5,764,891</u>	<u>9,886,738</u>
Total net assets	<u>\$ 71,633,654</u>	<u>\$ 71,160,425</u>	<u>\$ 23,340,773</u>	<u>\$ 24,055,860</u>	<u>\$ 94,974,427</u>	<u>\$ 95,216,285</u>

A portion of Tooele County's net assets (0.47%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets in the amount of \$5,764,891 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the year, Tooele County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

Management's Discussion and Analysis

Governmental Activities

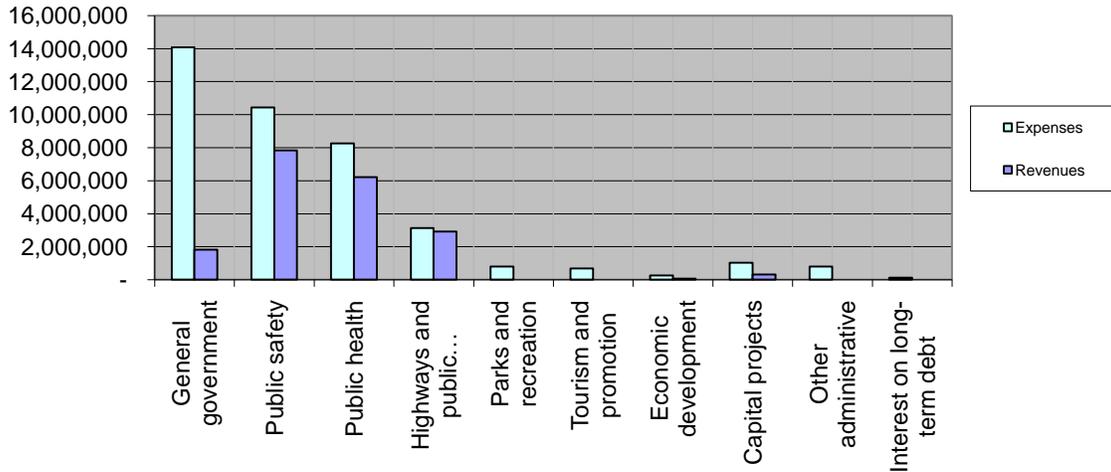
Governmental activities decreased Tooele County's net assets by \$358,401 and the Business-type activities decreased net assets by \$715,087. The net decrease in total net assets was \$1,073,488. Key elements of this net increase are as follows:

Tooele County's Changes in Net Assets

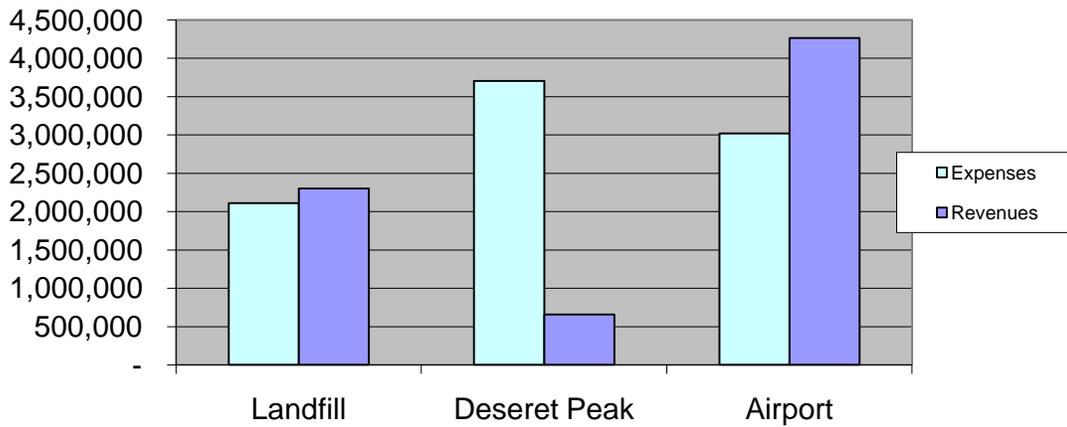
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	\$ 5,373,051	\$ 4,914,707	\$ 5,475,743	\$ 6,316,924	\$ 10,848,794	\$ 11,231,631
Operating grants and contributions	13,459,473	11,375,197	107,160	115,985	13,566,633	11,491,182
Capital grants and contributions	302,465	-	1,539,886	1,921,168	1,842,351	1,921,168
General revenues:						
Taxes	11,472,857	12,954,494	-	-	11,472,857	12,954,494
Earnings on investments	83,768	887,835	33,831	52,565	117,599	940,400
Mitigation fees	8,183,022	6,802,768	-	-	8,183,022	6,802,768
Rental income	408,024	802,062	-	-	408,024	802,062
Miscellaneous	797,149	722,748	60,751	43,492	857,900	766,240
Total revenues	<u>40,079,809</u>	<u>38,459,811</u>	<u>7,217,371</u>	<u>8,450,134</u>	<u>47,297,180</u>	<u>46,909,945</u>
Expenses:						
General government	14,083,970	13,692,576	-	-	14,083,970	13,692,576
Tourism and promotion	678,268	486,146	-	-	678,268	486,146
Public safety	10,440,500	8,615,123	-	-	10,440,500	8,615,123
Public health	8,258,492	7,837,711	-	-	8,258,492	7,837,711
Highways and public improvements	3,124,221	3,445,191	-	-	3,124,221	3,445,191
Parks and recreation	782,186	813,283	-	-	782,186	813,283
Economic development	248,400	41,047	-	-	248,400	41,047
Capital projects	1,015,684	700,069	-	-	1,015,684	700,069
Other administrative	791,387	518,686	-	-	791,387	518,686
Interest on long-term debt	115,102	119,548	-	-	115,102	119,548
Landfill	-	-	2,109,826	2,369,722	2,109,826	2,369,722
Deseret Peak	-	-	3,704,736	3,347,004	3,704,736	3,347,004
Airport	-	-	3,017,896	4,189,073	3,017,896	4,189,073
Total expenses	<u>39,538,210</u>	<u>36,269,380</u>	<u>8,832,458</u>	<u>9,905,799</u>	<u>48,370,668</u>	<u>46,175,179</u>
Change in net assets before transfers	541,599	2,190,431	(1,615,087)	(1,455,665)	(1,073,488)	734,766
Transfers in (out)	(900,000)	(4,280,000)	900,000	4,280,000	-	-
Change in net assets	(358,401)	(2,089,569)	(715,087)	2,824,335	(1,073,488)	734,766
Net assets - beginning	71,160,426	73,003,680	24,055,860	21,182,269	95,216,286	94,185,949
Restatement adjustment	831,629	246,314	-	49,256	831,629	295,570
Net assets - ending	<u>\$ 71,633,654</u>	<u>\$ 71,160,425</u>	<u>\$ 23,340,773</u>	<u>\$ 24,055,860</u>	<u>\$ 94,974,427</u>	<u>\$ 95,216,285</u>

Management's Discussion and Analysis

**Expenses and Program Revenues -
Governmental Activities (Excluding General Revenues)**

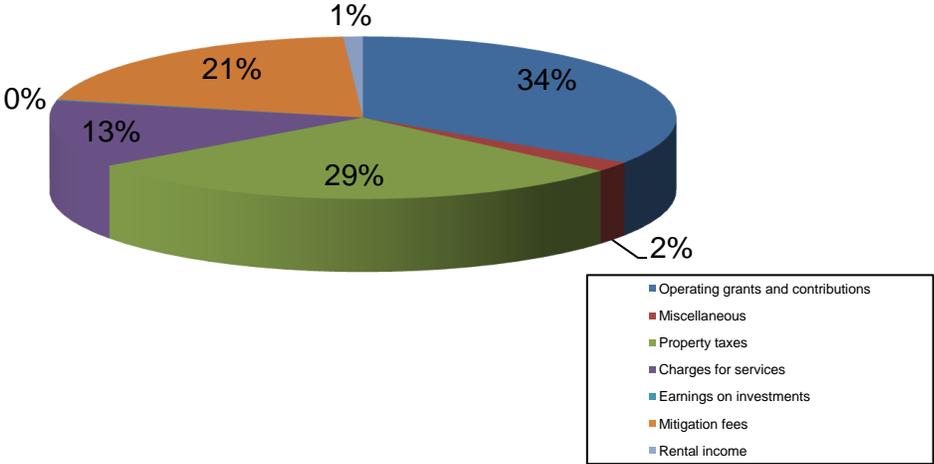


**Expenses and Program Revenues -
Business-Type Activities**

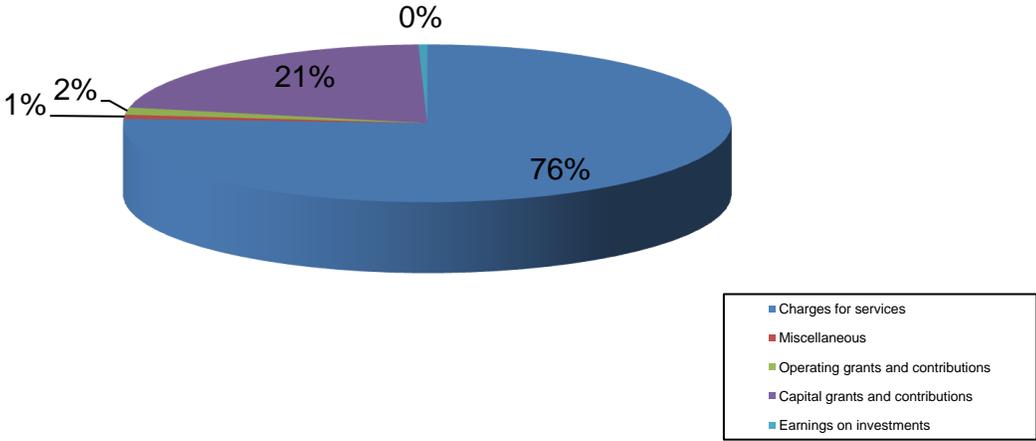


Management's Discussion and Analysis

Revenues by Source - Governmental Activities



Revenues by Source - Business-Type Activities



Management's Discussion and Analysis

- ◆ Charges for governmental services decreased by \$458,344.
- ◆ Governmental operating grants increased by \$2,084,276.
- ◆ Tax revenues decreased by \$1,481,637 consisting of an decrease in property taxes of \$1,491,581 due to timing of receipt of funds from County Treasurer, decrease in sale tax \$21,505, and an increase in transient room and restaurant tax \$15,592.
- ◆ Mitigations fees increased by \$1,380,254.
- ◆ Rental income decreased by \$394,038.
- ◆ Miscellaneous revenues increased by \$74,401.

Business-type Activities

- ◆ Business-type activities net assets decreased by \$715,087, a 2.98% decrease. Key elements of this decrease are as follows:
- ◆ Landfill revenues totaled \$2,300,166, a decrease of \$358,446. Deseret Peak revenues totaled \$655,207, an increase of \$64,592. Airport revenues totaled \$4,261,998, a decrease of \$1,001,789. Landfill expenses totaled \$2,109,826 including depreciation of \$92,674 for a decrease of \$259,896. Deseret Peak expenses totaled \$3,704,736 including depreciation of \$975,964, for an increase of \$357,732. Airport expenses totaled \$3,017,896 including depreciation of \$418,819, for a decrease of \$1,171,177.

Financial Analysis of the Government's Funds

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

Governmental Funds

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

At the end of the year, Tooele County's governmental-wide net assets reported combined ending balances of \$71,633,654, a decrease of \$358,401, in comparison with the prior year. Approximately 6.90% of this amount \$4,946,071 constitutes unrestricted net assets, which is available for spending at the government's discretion. The remainder of the net assets balance is restricted and not available for new spending: to capital improvements \$9,429 and to debt service \$300,021.

The general fund is the primary operating fund of Tooele County. At the end of the current year, the fund balance of the general fund was \$1,541,505 of which \$1,308,486 was unreserved. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. The fund balance represents 6.85% of total general fund expenditures.

Proprietary Funds

Tooele County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the enterprise funds at the end of the year amounted to \$818,405. Other factors concerning the finances of these funds have already been addressed in the discussion of Tooele County's business-type activities.

General Fund Budgetary Highlights

Actual revenues of \$24,799,317 were less than final budgeted revenues by \$1,533,726, or 5.82%. Taxes, intergovernmental revenues, charges for services, mitigation fees, and other were below management's projections.

The final adopted budget for General Fund expenditures was \$22,572,526 in 2009, which is \$1,436,564 more than the 2008 adopted budget.

Expenditures in 2009 were \$20,601,195, or approximately 8.73% less than the final adopted budget of \$22,572,526. Most of the under-expended amount occurred in the County's general government, public safety, and parks and recreation.

Management's Discussion and Analysis

Capital Asset and Debt Administration

Capital Assets

Tooele County's investment in capital assets for its governmental activities, as of December 31, 2009, was \$70,315,629 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, furniture, fixtures, and equipment, and infrastructure, which includes roads, highways, and bridges. The total increase in Tooele County's investment in capital assets for the current year was \$1,630,249, net of depreciation.

Major capital asset events during the current year included the following:

- ◆ Building and improvement additions totaled \$6,094,439 including transfer of construction in process completed of \$5,320,730 .
- ◆ Furniture, fixtures, and equipment purchases of \$490,877.
- ◆ Additions to infrastructure were \$1,601,459.

Also, the County has elected to use the modified approach to account for its infrastructure assets, such as roads and bridges. That information can be found in the required supplementary information following the notes to the financial statements.

Tooele County's Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 7,570,720	\$ 7,570,720	\$ 1,759,620	\$ 1,759,620	\$ 9,330,340	\$ 9,330,340
Buildings and improvements	19,583,286	14,525,086	22,919,931	19,120,059	42,503,217	33,645,145
Construction in progress	-	4,519,973	649,038	3,969,134	649,038	8,489,107
Furniture, fixtures, and equipment	1,689,379	2,198,816	1,727,147	589,504	3,416,526	2,788,320
Infrastructure	41,472,244	39,870,785	-	-	41,472,244	39,870,785
Total	\$ 70,315,629	\$ 68,685,380	\$ 27,055,736	\$ 25,438,317	\$ 97,371,365	\$ 94,123,697

Additional information on Tooele County's capital assets can be found in the notes to the financial statements.

Long-term Debt

At the end of the current year, Tooele County had total debt outstanding of \$7,177,122. The debt represents lease revenue bonds and sales tax revenue bonds.

Tooele County's Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Lease revenue bonds	\$ 319,000	\$ 473,000	\$ 1,310,122	\$ 1,393,465	\$ 1,629,122	\$ 1,866,465
Sales tax revenue bonds	2,235,000	2,345,000	3,313,000	3,542,000	5,548,000	5,887,000
Total	\$ 2,554,000	\$ 2,818,000	\$ 4,623,122	\$ 4,935,465	\$ 7,177,122	\$ 7,753,465

State statutes limit the amount of general obligation debt a governmental entity may issue to 2.0% of its total fair market value of taxable property in the County. The current debt limitation for Tooele County is \$59,360,780.

Additional information on Tooele County's long-term debt can be found in the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

- ◆ The average unemployment rate for 2009 in Tooele County was 7.7%, which is an increase from a rate of 3.8% a year ago. This is higher than the State's average unemployment rate of 6.6% and lower than the national average rate of 9.3%.
- ◆ Revenue sources have remained stable.

All of these factors were considered in preparing Tooele County's budget for the 2009 and 2010 years.

Management's Discussion and Analysis

Requests for Information

This financial report is designed to provide a general overview of Tooele County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information such as reports for component units, should be addressed to the Tooele County Auditor, 47 South Main Street, Tooele, Utah, 84074.

TOOELE COUNTY
Statement of Net Assets
December 31, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
Assets:				
Current assets:				
Cash and investments	\$ 3,669,039	\$ 612,610	\$ 4,281,649	\$ 209,375
Receivables (net, where applicable, of allowances for estimated uncollectible amounts):				
Accounts	2,049,751	595,394	2,645,145	-
Taxes	3,108,130	-	3,108,130	-
Due from other governmental units	1,554,604	-	1,554,604	-
Inventories	11,301	-	11,301	-
Prepaid expenses	221,174	415	221,589	-
Total current assets	10,613,999	1,208,419	11,822,418	209,375
Noncurrent assets:				
Restricted cash and equivalents	-	272,384	272,384	-
Bond issuance costs	-	64,195	64,195	-
Capital assets:				
Land, roads and construction in progress	49,042,964	2,408,658	51,451,622	-
Buildings improvements equipment and other depreciable assets net of accumulated depreciation	21,272,665	24,647,078	45,919,743	-
Total noncurrent assets	70,315,629	27,392,315	97,707,944	-
Total assets	\$ 80,929,628	\$ 28,600,734	\$ 109,530,362	\$ 209,375
Liabilities:				
Current liabilities:				
Accounts payable	\$ 3,288,360	\$ 232,537	\$ 3,520,897	\$ -
Accrued expenses	441,465	-	441,465	-
Accrued interest payable	36,646	56,706	93,352	-
Due to other governmental units	107,189	-	107,189	-
Bonds payable	273,000	291,258	564,258	-
Total current liabilities	4,146,660	580,501	4,727,161	-
Noncurrent liabilities:				
Accrued compensated absences	1,383,496	-	1,383,496	-
Landfill closure payable	-	138,588	138,588	-
Capital lease obligation	-	44,457	44,457	-
Bonds payable - noncurrent portion	2,281,000	4,331,864	6,612,864	-
Net OPEB Obligation	1,484,818	164,551	1,649,369	-
Total long-term liabilities	5,149,314	4,679,460	9,828,774	-
Total liabilities	9,295,974	5,259,961	14,555,935	-
Net assets:				
Invested in capital assets, net of related debt	66,378,133	22,388,157	88,766,290	-
Restricted for:				
Capital improvements	9,429	-	9,429	209,375
Debt service	300,021	133,796	433,817	-
Unrestricted	4,946,071	818,820	5,764,891	-
Total net assets	71,633,654	23,340,773	94,974,427	209,375
Total liabilities and net assets	\$ 80,929,628	\$ 28,600,734	\$ 109,530,362	\$ 209,375

TOOELE COUNTY
Statement of Activities
For the Year Ended December 31, 2009

	Program Revenues				Net (Expense) Revenues and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total	
Functions:								
Governmental activities:								
General government	\$ 14,083,970	\$ 1,729,959	\$ 84,464	\$ -	\$ (12,269,547)	\$ -	\$ (12,269,547)	\$ -
Tourism and promotion	678,268	-	-	-	(678,268)	-	(678,268)	-
Public safety	10,440,500	1,313,793	6,519,724	-	(2,606,983)	-	(2,606,983)	-
Public health	8,258,492	2,033,731	4,173,440	-	(2,051,321)	-	(2,051,321)	-
Highways and public improvements	3,124,221	295,568	2,628,108	-	(200,545)	-	(200,545)	-
Parks and recreation	782,186	-	-	-	(782,186)	-	(782,186)	-
Conservation and economic development	248,400	-	53,737	-	(194,663)	-	(194,663)	-
Capital projects	1,015,684	-	-	302,465	(713,219)	-	(713,219)	-
Other administrative	791,387	-	-	-	(791,387)	-	(791,387)	-
Interest on long-term debt	115,102	-	-	-	(115,102)	-	(115,102)	-
Total governmental activities	<u>39,538,210</u>	<u>5,373,051</u>	<u>13,459,473</u>	<u>302,465</u>	<u>(20,403,221)</u>	<u>-</u>	<u>(20,403,221)</u>	<u>-</u>
Business-type activities:								
Solid waste	2,109,826	2,190,821	-	102,800	-	183,795	183,795	-
Deseret Peak	3,704,736	584,776	-	-	-	(3,119,960)	(3,119,960)	-
Airport	3,017,896	2,700,146	107,160	1,437,086	-	1,226,496	1,226,496	-
Total business-type activities	<u>8,832,458</u>	<u>5,475,743</u>	<u>107,160</u>	<u>1,539,886</u>	<u>-</u>	<u>(1,709,669)</u>	<u>(1,709,669)</u>	<u>-</u>
Total primary government	<u>\$ 48,370,668</u>	<u>\$ 10,848,794</u>	<u>\$ 13,566,633</u>	<u>\$ 1,842,351</u>	<u>\$ (20,403,221)</u>	<u>\$ (1,709,669)</u>	<u>\$ (22,112,890)</u>	<u>\$ -</u>
Component unit:								
Recreation district	\$ 136,337	\$ 127,052	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 140,715
Total component unit	<u>\$ 136,337</u>	<u>\$ 127,052</u>	<u>\$ 150,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,715</u>
General revenues:								
Taxes:								
Property taxes					7,539,117	-	7,539,117	-
Sales taxes					3,671,385	-	3,671,385	-
Transient room					246,498	-	246,498	-
Franchise tax					15,857	-	15,857	-
Total tax					<u>11,472,857</u>	<u>-</u>	<u>11,472,857</u>	<u>-</u>
Earnings on investments					75,868	33,331	109,199	-
Gain (loss) on sale of capital assets					7,900	500	8,400	-
Mitigation fees					8,183,022	-	8,183,022	-
Rental income					408,024	-	408,024	-
Miscellaneous					797,149	60,751	857,900	-
Transfers					(900,000)	900,000	-	-
Total general revenues and transfers					<u>20,044,820</u>	<u>994,582</u>	<u>21,039,402</u>	<u>-</u>
Change in net assets					(358,401)	(715,087)	(1,073,488)	140,715
Net assets - beginning, as restated					71,992,055	24,055,860	96,047,915	68,660
Net assets - ending					<u>\$ 71,633,654</u>	<u>\$ 23,340,773</u>	<u>\$ 94,974,427</u>	<u>\$ 209,375</u>

12

See accompanying notes to financial statements.

TOOELE COUNTY
Balance Sheet
Governmental Funds
December 31, 2009

		<u>Major Special Revenue</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Public Health</u>	<u>Road Maintenance</u>	<u>Governmental Funds</u>	<u>Governmental Funds</u>
<u>ASSETS</u>					
Cash and investments	\$ 371,146	\$ 757,498	\$ 173,932	\$ 2,122,105	\$ 3,424,681
Receivables:					
Accounts	1,285,643	165,037	-	599,071	2,049,751
Taxes	2,545,657	-	-	562,473	3,108,130
Due from other governmental units	1,466,344	-	-	88,260	1,554,604
Due from other funds	-	-	-	550,000	550,000
Inventory	-	-	-	143	143
Prepaid expenses	13,530	-	-	207,644	221,174
	Total assets	\$ 922,535	\$ 173,932	\$ 4,129,696	\$ 10,908,483
 <u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	\$ 2,245,323	\$ 88,498	\$ 156,764	\$ 778,796	\$ 3,269,381
Accrued expenditures	373,641	-	-	67,824	441,465
Due to other funds	680,000	-	-	600,000	1,280,000
Due to other governmental units	107,189	-	-	-	107,189
Deferred revenue	734,662	-	-	562,473	1,297,135
	Total liabilities	88,498	156,764	2,009,093	6,395,170
 Fund balances:					
Fund balance:					
Reserved					
Environmental service	233,019	-	-	-	233,019
Capital projects	-	-	-	9,429	9,429
Debt service	-	-	-	300,021	300,021
Prepaid and inventory	-	-	-	207,787	207,787
Unreserved	1,308,486	834,037	17,168	1,603,366	3,763,057
	Total fund equity	834,037	17,168	2,120,603	4,513,313
	Total liabilities and fund equity	\$ 922,535	\$ 173,932	\$ 4,129,696	\$ 10,908,483

TOOELE COUNTY
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets
December 31, 2009

Total Fund Balances - Governmental Funds \$ 4,513,313

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Land	\$	7,570,720	
Infrastructure		41,472,244	
Buildings, net of accumulated depreciation of \$9,837,797		19,583,286	
Furniture, and equipment, net of accumulated depreciation of \$11,233,855		1,689,379	
		70,315,629	70,315,629

Some of the County's property taxes will be collected after year-end, but are not available soon enough to pay for the current year's expenditures, and therefore are reported as deferred revenue in the funds.

1,297,135

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of those internal service funds that primarily benefit governmental entities are included with governmental activities in the statement of net assets.

966,537

Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditures when due:

Accrued interest for long-term debt is:

(36,646)

Long-term liabilities that pertain to governmental funds, including bonds payable, compensated absences payable and net OPEB obligation, are not due and payable in the current period and therefore are not reported in the funds. All liabilities are reported in the statement of net assets.

Lease revenue bonds		(319,000)	
Sales tax revenue bonds		(2,235,000)	
Compensated absences payable		(1,383,496)	
Net OPEB obligation		(1,484,818)	
		(5,422,314)	(5,422,314)

Total Net Assets - Governmental Activities **\$ 71,633,654**

TOOELE COUNTY
Statement of Revenues Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2009

	<u>Major Funds</u>			<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Public Health</u>	<u>Road Maintenance</u>		
REVENUES:					
Taxes					
General property taxes	\$ 5,842,937	\$ -	\$ -	\$ 1,200,000	\$ 7,042,937
Sales taxes	1,732,177	-	-	1,939,208	3,671,385
Transient room tax	-	-	-	246,498	246,498
Franchise tax	15,857	-	-	-	15,857
Total taxes	7,590,971	-	-	3,385,706	10,976,677
Licenses and permits	16,710	-	5,319	521,765	543,794
Intergovernmental revenues	6,044,742	2,113,624	2,628,108	3,626,702	14,413,176
Charges for services	1,697,571	1,157,499	290,249	318,189	3,463,508
Fines and forfeitures	830,091	-	-	-	830,091
Interest on investments	55,258	6,174	-	10,679	72,111
Mitigation fees	8,183,022	-	-	-	8,183,022
Other	380,952	384,024	-	165,750	930,726
Total revenues	<u>24,799,317</u>	<u>3,661,321</u>	<u>2,923,676</u>	<u>8,028,791</u>	<u>39,413,105</u>
EXPENDITURES:					
General government	8,747,590	-	-	4,277,457	13,025,047
Tourism and promotion	-	-	-	643,168	643,168
Public safety	10,097,071	-	-	-	10,097,071
Public health and human services	-	3,453,045	-	4,277,601	7,730,646
Highways and public improvements	155,768	-	4,100,029	-	4,255,797
Parks and recreation	741,708	-	-	-	741,708
Conservation and economic development	235,545	-	-	-	235,545
Capital projects	-	-	-	3,013,215	3,013,215
Other administrative	623,513	-	-	-	623,513
Debt service:					
Principal retirement	-	-	-	264,000	264,000
Interest and fiscal charges	-	-	-	111,742	111,742
Total expenditures	<u>20,601,195</u>	<u>3,453,045</u>	<u>4,100,029</u>	<u>12,587,183</u>	<u>40,741,452</u>
Excess of revenues over (under) expenditures	<u>4,198,122</u>	<u>208,276</u>	<u>(1,176,353)</u>	<u>(4,558,392)</u>	<u>(1,328,347)</u>
Other financing sources (uses):					
Operating transfers in	100,000	-	1,290,000	4,463,083	5,853,083
Operating transfers (out)	(6,678,583)	-	-	(100,000)	(6,778,583)
Total other financing sources (uses)	<u>(6,578,583)</u>	<u>-</u>	<u>1,290,000</u>	<u>4,363,083</u>	<u>(925,500)</u>
Net change in fund balance	(2,380,461)	208,276	113,647	(195,309)	(2,253,847)
Fund balances - beginning, as restated	3,921,966	625,761	(96,479)	2,315,912	6,767,160
Fund balances - ending	<u>\$ 1,541,505</u>	<u>\$ 834,037</u>	<u>\$ 17,168</u>	<u>\$ 2,120,603</u>	<u>\$ 4,513,313</u>

See accompanying notes to financial statements.

TOOELE COUNTY
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, 2009

Net Change in Fund Balances - Total Governmental Funds \$ (2,253,847)

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

Governmental funds report capital outlays as expenditures. However, the statement of activities, capital assets are capitalized and depreciated over the useful lives.

Capital outlays	3,528,175	
Depreciation expense	<u>(1,533,894)</u>	
		1,994,281

Property taxes that are collected several months after the county's year end are not considered as available revenues in the governmental funds and accounted for as deferred revenues. They are however, recorded as revenues in the statement of activities. 496,180

The annual other postemployment benefits (OPEB) cost is that amount that is recognized as an expense in the statement of activities whereas in the governmental funds only that amounts paid are recorded as an expenditures. Payments were less than actuarially required amounts during the year. (761,281)

In the statement of activities, certain operating expenses - compensated absences for unpaid vacation and compensatory time - are recorded as the benefits are earned during the year. In the governmental funds, these obligations are recorded when they mature (basically when they are paid). The compensated absence obligation increased during the year. (122,521)

Repayment of debt is an expenditures in the governmental funds, but the repayments reduces long-term liabilities in the statement of net assets.

Principal retirement	264,000	
Accrued interest	<u>(3,360)</u>	
		260,640

The changes in internal balance between the governmental activities and the business-type activities relating to internal service funds are reflected in governmental activities but not in the governmental funds. 28,147

Change in Net Assets of Governmental Activities \$ (358,401)

See accompanying notes to financial statements.

TOOELE COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - General Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable
				(Unfavorable)
Revenues:				
Taxes	\$ 5,390,200	\$ 7,985,200	\$ 7,590,971	\$ (394,229)
Licenses and permits	13,000	18,000	16,710	(1,290)
Intergovernmental revenues	7,115,843	6,287,043	6,044,742	(242,301)
Charges for services	1,373,000	1,779,800	1,697,571	(82,229)
Fines and forfeitures	792,000	902,000	830,091	(71,909)
Interest on investments	300,000	300,000	55,258	(244,742)
Mitigation fees	7,300,000	8,500,000	8,183,022	(316,978)
Other	261,000	561,000	380,952	(180,048)
Total revenues	<u>22,545,043</u>	<u>26,333,043</u>	<u>24,799,317</u>	<u>(1,533,726)</u>
Expenditures:				
General government	9,255,999	9,365,997	8,747,590	618,407
Public safety	9,535,786	11,167,191	10,097,071	1,070,120
Highways and public improvements	504,257	223,316	155,768	67,548
Parks and recreation	908,189	912,189	741,708	170,481
Conservation and economic development	190,896	245,890	235,545	10,345
Other administrative	639,404	657,943	623,513	34,430
Total expenditures	<u>21,034,531</u>	<u>22,572,526</u>	<u>20,601,195</u>	<u>1,971,331</u>
Excess of revenues over (under) expenditures	<u>1,510,512</u>	<u>3,760,517</u>	<u>4,198,122</u>	<u>437,605</u>
Other financing sources (uses):				
Operating transfers in	-	-	100,000	100,000
Operating transfers (out)	(8,397,037)	(7,162,037)	(6,678,583)	483,454
Total other financing sources (uses)	<u>(8,397,037)</u>	<u>(7,162,037)</u>	<u>(6,578,583)</u>	<u>583,454</u>
Net change in fund balance	(6,886,525)	(3,401,520)	(2,380,461)	1,021,059
Fund balance - beginning of year	3,921,966	3,921,966	3,921,966	-
Fund balance - end of year	<u>\$ (2,964,559)</u>	<u>\$ 520,446</u>	<u>\$ 1,541,505</u>	<u>\$ 1,021,059</u>

TOOELE COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Public Health Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable
				(Unfavorable)
Revenues:				
Intergovernmental revenues	\$ 1,832,080	\$ 1,971,232	\$ 2,113,624	\$ 142,392
Charges for services	834,554	1,127,054	1,157,499	30,445
Interest on investments	-	-	6,174	6,174
Other	<u>403,052</u>	<u>403,052</u>	<u>384,024</u>	<u>(19,028)</u>
Total revenues	<u>3,069,686</u>	<u>3,501,338</u>	<u>3,661,321</u>	<u>159,983</u>
Expenditures:				
Public health and human services	<u>3,775,262</u>	<u>3,775,262</u>	<u>3,453,045</u>	<u>322,217</u>
Total expenditures	<u>3,775,262</u>	<u>3,775,262</u>	<u>3,453,045</u>	<u>322,217</u>
Excess of revenues over (under) expenditures	<u>(705,576)</u>	<u>(273,924)</u>	<u>208,276</u>	<u>482,200</u>
Other financing sources (uses):				
Operating transfers in	1,196,124	764,472	-	(764,472)
Operating transfers (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>1,196,124</u>	<u>764,472</u>	<u>-</u>	<u>(764,472)</u>
Net change in fund balance	490,548	490,548	208,276	(282,272)
Fund balance - beginning of year	<u>625,761</u>	<u>625,761</u>	<u>625,761</u>	<u>-</u>
Fund balance - end of year	<u>\$ 1,116,309</u>	<u>\$ 1,116,309</u>	<u>\$ 834,037</u>	<u>\$ (282,272)</u>

TOOELE COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Road Maintenance
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable
				(Unfavorable)
Revenues:				
Licenses and permits	\$ 2,000	\$ 2,000	\$ 5,319	\$ 3,319
Intergovernmental revenues	2,690,963	2,690,963	2,628,108	(62,855)
Charges for services	292,000	292,000	290,249	(1,751)
Interest on investments	5,000	5,000	-	(5,000)
Other	-	-	-	-
Total revenues	<u>2,989,963</u>	<u>2,989,963</u>	<u>2,923,676</u>	<u>(66,287)</u>
Expenditures:				
Highway and public improvements	<u>4,256,963</u>	<u>4,256,963</u>	<u>4,100,029</u>	<u>156,934</u>
Total expenditures	<u>4,256,963</u>	<u>4,256,963</u>	<u>4,100,029</u>	<u>156,934</u>
Excess of revenues over				
(under) expenditures	<u>(1,267,000)</u>	<u>(1,267,000)</u>	<u>(1,176,353)</u>	<u>90,647</u>
Other financing sources (uses):				
Operating transfers in	<u>1,267,000</u>	<u>1,267,000</u>	<u>1,290,000</u>	<u>23,000</u>
Total other financing sources (uses)	<u>1,267,000</u>	<u>1,267,000</u>	<u>1,290,000</u>	<u>23,000</u>
Net change in fund balance	-	-	113,647	113,647
Fund balance - beginning of year	<u>(96,479)</u>	<u>(96,479)</u>	<u>(96,479)</u>	<u>-</u>
Fund balance - end of year	<u>\$ (96,479)</u>	<u>\$ (96,479)</u>	<u>\$ 17,168</u>	<u>\$ 113,647</u>

TOOELE COUNTY
Statement of Net Assets
Proprietary Funds
December 31, 2009

	Business-Type Activities - Enterprise Funds			Governmental	
	Solid Waste Fund	Deseret Peak Fund	Airport Fund	Internal Service Funds	
Assets:					
Current assets:					
Pooled cash and investments	\$ 219,810	\$ 21,528	\$ 371,272	\$ 612,610	\$ 244,358
Accounts receivable, net	389,819	15,035	190,540	595,394	-
Due from other funds	1,050,000	-	-	1,050,000	739,000
Inventories	-	-	-	-	11,158
Prepaid	-	-	415	415	-
Total current assets	1,659,629	36,563	562,227	2,258,419	994,516
Noncurrent assets:					
Restricted assets:					
Cash and investments	138,588	133,796	-	272,384	-
Issuance costs, net	-	64,195	-	64,195	-
Capital assets:					
Property, plant, and equipment, net					
Land	369,045	1,390,575	-	1,759,620	-
Building and improvements	1,308,779	23,086,990	10,229,855	34,625,624	-
Construction in progress	-	-	649,038	649,038	-
Machinery and equipment	1,857,849	1,520,339	1,646,326	5,024,514	2,158,909
Accumulated depreciation	<u>(2,581,936)</u>	<u>(8,423,000)</u>	<u>(3,998,124)</u>	<u>(15,003,060)</u>	<u>(1,563,571)</u>
Net Capital assets	<u>953,737</u>	<u>17,574,904</u>	<u>8,527,095</u>	<u>27,055,736</u>	<u>595,338</u>
Total noncurrent assets	1,092,325	17,772,895	8,527,095	27,392,315	595,338
Total assets	\$ 2,751,954	\$ 17,809,458	\$ 9,089,322	\$ 29,650,734	\$ 1,589,854
Liabilities:					
Accounts payable	\$ 83,010	\$ 71,032	\$ 78,495	\$ 232,537	\$ 18,979
Accrued interest	-	41,421	15,285	56,706	-
Due to other funds	-	1,050,000	-	1,050,000	9,000
General obligation bonds - current	-	205,000	86,258	291,258	-
Total current liabilities	83,010	1,367,453	180,038	1,630,501	27,979
Noncurrent liabilities:					
Land closure payable	138,588	-	-	138,588	-
Net OPEB obligation	48,628	67,135	48,788	164,551	-
Capital lease obligation	-	-	44,457	44,457	-
General obligation bonds	-	3,108,000	1,223,864	4,331,864	-
Total noncurrent liabilities	187,216	3,175,135	1,317,109	4,679,460	-
Total liabilities	270,226	4,542,588	1,497,147	6,309,961	27,979
Net Assets:					
Invested in capital assets, net debt	953,737	14,261,904	7,172,516	22,388,157	595,338
Restricted for prepaid	-	-	415	415	-
Restricted for debt service	-	133,796	-	133,796	-
Unrestricted	<u>1,527,991</u>	<u>(1,128,830)</u>	<u>419,244</u>	<u>818,405</u>	<u>966,537</u>
Total net assets	2,481,728	13,266,870	7,592,175	23,340,773	1,561,875
Total liabilities and net assets	\$ 2,751,954	\$ 17,809,458	\$ 9,089,322	\$ 29,650,734	\$ 1,589,854

TOOELE COUNTY
Statement of Revenue, Expenses and Changes in Net Assets
Proprietary Funds
For the Year ended December 31, 2009

	Business-Type Activities - Enterprise Funds			Governmental	
	Solid Waste Fund	Deseret Peak Fund	Airport Fund	Activities - Internal Service Funds	
Operating revenues:					
Service charges	\$ 2,190,821	\$ 584,776	\$ 2,700,146	\$ 5,475,743	\$ -
Intergovernmental revenue	-	-	107,160	107,160	-
Interfund lease payments	-	-	-	-	502,658
Sale of supplies	-	-	-	-	158,864
Other revenue	-	52,579	8,172	60,751	-
Total operating revenues	<u>2,190,821</u>	<u>637,355</u>	<u>2,815,478</u>	<u>5,643,654</u>	<u>661,522</u>
Operating expenses:					
Solid waste facility	2,017,152	-	-	2,017,152	-
Deseret Peak	-	2,548,801	-	2,548,801	-
Airport	-	-	2,531,674	2,531,674	-
General and administrative	-	-	-	-	167,874
Depreciation	92,674	975,964	418,819	1,487,457	502,658
Total operating expenses	<u>2,109,826</u>	<u>3,524,765</u>	<u>2,950,493</u>	<u>8,585,084</u>	<u>670,532</u>
Operating income (loss)	<u>80,995</u>	<u>(2,887,410)</u>	<u>(135,015)</u>	<u>(2,941,430)</u>	<u>(9,010)</u>
Non-operating revenues (expenses):					
Federal and state grants	102,800	-	1,437,086	1,539,886	-
Interest on investments	6,545	17,852	8,934	33,331	3,757
Gain on sale of capital assets	-	-	500	500	7,900
Interest and fiscal charges	-	(179,971)	(67,403)	(247,374)	-
Total non-operating revenues (expenses)	<u>109,345</u>	<u>(162,119)</u>	<u>1,379,117</u>	<u>1,326,343</u>	<u>11,657</u>
Income (loss) before contributions and transfers	190,340	(3,049,529)	1,244,102	(1,615,087)	2,647
Capital contributions	-	-	-	-	-
Transfer in	-	900,000	-	900,000	25,500
Change in net assets	<u>190,340</u>	<u>(2,149,529)</u>	<u>1,244,102</u>	<u>(715,087)</u>	<u>28,147</u>
Net assets - beginning of year	<u>2,291,388</u>	<u>15,416,399</u>	<u>6,348,073</u>	<u>24,055,860</u>	<u>1,533,728</u>
Net assets - end of year	<u>\$ 2,481,728</u>	<u>\$ 13,266,870</u>	<u>\$ 7,592,175</u>	<u>\$ 23,340,773</u>	<u>\$ 1,561,875</u>

TOOELE COUNTY
Statement of Cash Flows - Proprietary Funds
For the Year Ended December 31, 2009

	Business-Type Activities - Enterprise Funds			Governmental	
	Solid Waste Fund	Deseret Peak Fund	Airport Fund	Internal Service Funds	
Cash flows from operating activities:					
Receipts from customers and users	\$ 2,189,461	\$ 569,741	\$ 2,892,073	\$ 5,651,275	\$ -
Receipts from other governments	-	-	107,160	107,160	-
Receipts from interfund leases	-	-	-	-	502,658
Receipts from sale of supplies	-	-	-	-	160,564
Receipts of miscellaneous income	-	52,579	8,172	60,751	-
Payments for Solid Waste operations	(2,029,642)	-	-	(2,029,642)	-
Payments for Deseret Peak operations	-	(2,799,917)	-	(2,799,917)	-
Payments for Airport operations	-	-	(2,532,058)	(2,532,058)	-
Payments for administration	-	-	-	-	(169,293)
Net cash provided (used) by operating activities	<u>159,819</u>	<u>(2,177,597)</u>	<u>475,347</u>	<u>(1,542,431)</u>	<u>493,929</u>
Cash flows from noncapital financing activities:					
Operating transfers in	-	900,000	-	900,000	-
Increases in due to other funds	-	1,050,000	-	1,050,000	9,000
Increases in due from other funds	(1,050,000)	-	-	(1,050,000)	-
Net cash provided (used) by noncapital financing activities	<u>(1,050,000)</u>	<u>1,950,000</u>	<u>-</u>	<u>900,000</u>	<u>9,000</u>
Cash flows from capital and related financing activities:					
Purchase/disposal of capital assets	-	(1,655,404)	(1,679,766)	(3,335,170)	(138,625)
Proceeds from sale of capital assets	-	-	500	500	7,900
Proceeds from federal and state grants	102,800	-	1,437,086	1,539,886	-
Proceeds from capital lease	-	-	44,457	44,457	-
Payment of bond principal	-	(229,000)	(83,343)	(312,343)	-
Interest paid	-	(138,550)	(52,118)	(190,668)	-
Net cash provided (used) by capital and related financing activities	<u>102,800</u>	<u>(2,022,954)</u>	<u>(333,184)</u>	<u>(2,253,338)</u>	<u>(130,725)</u>
Cash flows from investing activities:					
Interest income on investments	6,545	17,852	8,934	33,331	3,757
Net cash provided (used) by investing activities	<u>6,545</u>	<u>17,852</u>	<u>8,934</u>	<u>33,331</u>	<u>3,757</u>
Net increase (decrease) in cash and cash equivalents	<u>(780,836)</u>	<u>(2,232,699)</u>	<u>151,097</u>	<u>(2,862,438)</u>	<u>375,961</u>
Cash and cash equivalents, beginning of year	<u>1,139,234</u>	<u>2,388,023</u>	<u>220,175</u>	<u>3,747,432</u>	<u>581,897</u>
Cash and cash equivalents, end of year	<u>\$ 358,398</u>	<u>\$ 155,324</u>	<u>\$ 371,272</u>	<u>\$ 884,994</u>	<u>\$ 957,858</u>
Displayed on the statement of net assets as:					
Pooled cash and investments	\$ 219,810	\$ 21,528	\$ 371,272	\$ 612,610	\$ 244,358
Restricted cash and investments	138,588	133,796	-	272,384	-
	<u>\$ 358,398</u>	<u>\$ 155,324</u>	<u>\$ 371,272</u>	<u>\$ 884,994</u>	<u>\$ 244,358</u>
Reconciliation of total operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 80,995	\$ (2,887,410)	\$ (135,015)	\$ (2,941,430)	\$ (9,010)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	92,674	975,964	418,819	1,487,457	502,658
Changes in assets and liabilities:					
(Increase) decrease in assets:					
Accounts receivable, net	(1,360)	(15,035)	191,927	175,532	-
Issuance costs	-	5,441	-	5,441	-
Inventories and prepaids	-	-	(415)	(415)	1,700
Increase (decrease) in liabilities:					
Accounts payable	(35,706)	(291,076)	(26,820)	(353,602)	(1,419)
Net OPEB obligation	23,216	34,519	26,851	84,586	-
Net cash provided (used) by operating activities	<u>\$ 159,819</u>	<u>\$ (2,177,597)</u>	<u>\$ 475,347</u>	<u>\$ (1,542,431)</u>	<u>\$ 493,929</u>
Supplemental disclosures:					
Contributed capital from federal / state grants	\$ 102,800	\$ -	\$ 1,437,086	\$ 1,539,886	\$ -
Total contributed capital	<u>\$ 102,800</u>	<u>\$ -</u>	<u>\$ 1,437,086</u>	<u>\$ 1,539,886</u>	<u>\$ -</u>

TOOELE COUNTY
Statement of Fiduciary Net Assets
Agency Funds
December 31, 2009

ASSETS

Cash and investments	<u>\$ 30,917,485</u>
----------------------	----------------------

LIABILITIES

Accounts payable and other liabilities	<u>\$ 30,917,485</u>
----------------------------------------	----------------------

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

1. REPORTING ENTITY AND ITS GOVERNMENT ACTIVITY

Tooele County (State of Utah) (the County) was organized on January 31, 1850, under a commission form of government. The County has a total land area of 6,923 square miles and a population of approximately 57,000 residents. The County's major operations include public safety (police and fire), highways and roads, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services. The County's fiscal authority includes responsibility for final approval over budgeting appropriations, for funding deficits and operating deficiencies, disposal of surplus funds, control over the collection and disbursement of funds, and maintenance of title to assets. The financial statements include the various departments, agencies, and other organizational units governed by the County Commission.

Discrete Component Unit - The financial statements include a component unit (Tooele County Recreation Special Service District). The component unit included in this report was selected using positive criteria as defined by the Governmental Accounting Standards Board. The component unit was included due to the County's ability to significantly influence operations, fiscal accountability, and the scope of public service.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Tooele County is presented to assist in understanding the County's financial statements. The financial statements and notes are representations of County officials who are responsible for their integrity and objectivity. The accounting policies of Tooele County conform to accounting principles generally accepted in the United States of America as applicable to governments and have been consistently applied in the preparation of the financial statements.

Government-Wide and Fund Financial Statements

The *government-wide financial statements* (i.e., statement of net assets and statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements to minimize the double-counting of internal activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Depreciation expense for capital assets that can specifically be identified with a function are included in its direct expenses. Depreciation expense for "shared" capital assets are ratably included in the direct expenses of the appropriate functions. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line.

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 or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The *fund financial statements* provide information about the County's funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major, individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor funds.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (continued)

The County reports the following funds:

Governmental Fund Types - These are the funds through which most governmental functions typically are financed. The acquisition, use, and balances of the County's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The funds included in this category are as follows:

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources covering the general services that the County performs for its citizens, except those required to be accounted for in other funds. This fund includes activities of the Payroll Fund.

Special Revenue Funds - These funds are established for the purpose of specific sources other than special assessments, trusts, or major capital projects that are legally restricted to expenditures for specified purposes.

Debt Service Fund - The Debt Service Fund is established for the purpose of accumulating resources for the payment of interest and principal on long-term general obligation debt, other than those payable from Enterprise Funds.

Capital Projects Funds - Capital Projects Funds are used to account for costs of construction and related funding sources other than those financed by proprietary funds and trust funds. Capital improvements are authorized by capital budget ordinances. Projects are funded by General Obligation bonds, Lease Revenue bonds, pay-as-you-go appropriations, and participation by developers, property owners, the State of Utah, and the Federal Government.

Proprietary Fund Types - Proprietary Funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are the Enterprise Funds and the Internal Service Funds.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Enterprise Funds include the Solid Waste Management Facility, Deseret Peak, and the Airport.

Internal Service Funds - These funds are used to account for the financing of goods or services provided by one department to other departments of the County on a cost-reimbursement basis. The County has an Internal Equipment Service Fund and a Central Stores Fund that are operated in this manner.

Fiduciary Fund Types - These funds account for assets held by the County as a trustee or agent for individuals, private organizations, and other units of governments. These funds are as follows:

Agency Funds - Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The Auditor's Trust is used to collect and disburse funds for various governmental entities. The Treasurer's Trust is used to collect and disburse the taxing funds to the taxing entities.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The *government-wide, proprietary fund, and fiduciary fund financial statements* are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Nonexchange transactions, in which the County receives value without directly giving equal value in exchange, include property taxes, grants, and donations. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

The use of financial resources to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term debt of the County are reported as a reduction of the related liability, rather than an expenditure in the government-wide financial statements.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized 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, Tooele County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes are recorded when levied. Property taxes which have not been collected within 60 days, and therefore do not meet the available criterion, are reported as deferred revenue until collected.

Sales taxes, franchise taxes, transient room taxes, licenses, and interest associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items (licenses and permits, charges for services, fines and forfeitures, etc.) are considered to be measurable and available only when cash is received by the government.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments and other post employment benefits, are recognized when payment is due. General capital asset acquisitions are reported as expenditures in the governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 20, the County applies all Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, except those that conflict with or contradict GASB pronouncements. Those FASB statements and interpretations issued subsequent to November 30, 1989, are not applied.

Budget and Budgetary Accounting

Budgets for the General and Debt Service Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual budgets are prepared and adopted by the County Commission on or before December 15, for the fiscal year commencing the following January 1, in accordance with State law. The operation budget includes proposed expenditures and the proposed sources of financing for such expenditures. Prior to December 15, a public hearing is conducted to obtain taxpayer input. Budgets are adopted and control of budget appropriations is exercised, under State law, at the department level. Budget amendments are required to increase expenditure budgets. The budgets presented in the financial statements are as amended as of December 15, 2009.

The General Fund budget is prepared using the modified accrual basis of accounting. Budgets for the Special Revenue Funds and Capital Projects Funds are also prepared using the modified accrual basis of accounting. Budgets for the Proprietary Fund types are prepared using the accrual basis of accounting, except that depreciation for all Proprietary Fund types was not budgeted.

Cash Equivalents

Cash equivalents are short-term, highly liquid investments with original maturities to the County of 90 days or less.

Investments

Investments are stated at cost or amortized cost, which approximates market.

Short-Term Interfund Receivables/Payables

During the course of operations, transactions occur that result in amounts owed to a particular fund by another fund, other than for goods provided or services rendered. These receivables and payables are due within a year and are classified as "due from or to other funds" on the balance sheet.

Inventories and prepaid items

Inventories of the Internal Service Funds (Central Stores Fund) and of the Special Revenue Funds (Aging and Adult Services Fund) are stated at cost on the first-in, first-out basis. Certain payments to vendors reflect costs applicable to future accounting periods and are included as prepaid items in both the government-wide and fund financial statements.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, curbs, gutters, streets, sidewalks, drainage systems, lighting systems, and similar items) are reported in the applicable governmental or business-type columns in the government-wide financial statements. Proprietary fund capital assets are also reported in the appropriate fund statements. Capital assets acquired by governmental funds are recorded as expenditures in the governmental fund financial statements. The County defines capital assets acquired by governmental funds as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of at least one year and for proprietary funds with initial costs of more than \$200. Purchased or constructed capital assets are reported at cost or estimated historical cost. Interest expense for capital asset construction related to governmental activities is not capitalized. Donated capital assets are recorded at estimated fair value at the date of donation. The

Depreciation of exhaustible capital assets is charged as an expense against operations, and accumulated depreciation is reported on the balance sheets. Depreciation has been provided using the straight-line method of depreciation over the following estimated useful lives:

Buildings	40 years
Improvements other than buildings	10-20 years
Machinery and equipment	7 years
Automobiles and trucks	3-7 years
Office furniture and equipment	3-5 years

When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is reflected in income for the period.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, if any, 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.

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers, other governments, or other funds.

Compensated Absences

For governmental funds, amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported as liabilities in the government-wide statement of net assets and as expenses in the government-wide statement of activities. No expenditures are reported for these amounts in the fund financial statements. Vested or accumulated unpaid vacation pay of proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees and are thus recorded in both the government-wide financial statements and the individual fund financial statements. Sick pay, which does not vest, is recorded as an expense in all funds when leave is taken.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the government to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Comparative Data

Comparative data for the prior year has been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operation. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

Concentration of Credit Risk

The County received about 21% of its governmental fund revenue from mitigation fees amounting to \$6,802,768. The mitigation fees are received from three sources. Accounts receivable from these sources totaled \$0 at December 31, 2009.

3. CASH AND CASH EQUIVALENTS

The State of Utah Money Management Council has the responsibility to advise the State Treasurer's about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the State, and review the rules adopted under the authority of the State of Utah Money Management Act that relate to the deposit and investment of public funds.

Tooele County follows the requirements of the Utah Money Management Act (Utah Code, Section 51, Chapter 7) in handling its depository and investment transactions. The Act requires the depositing of the County's funds in a qualified depository. The Act defines qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and that 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 to it. The County does not have a formal deposit policy for custodial credit risk. At December 31, 2009, \$13,833,199 of the County's bank balances was uninsured and uncollateralized. The market value is equivalent to the below stated carrying amount.

The County maintains a cash and investment pool that is available for use by all funds. In addition, investments are separately held by several of the County's funds.

Cash deposits are carried at cost plus accrued interest. The carrying amount of deposits is displayed on the balance sheet as "Cash and investments." Utah State statutes do not require deposits to be collateralized; however, financial institutions must be approved by the State Money Management Council.

Cash and cash equivalents, including Agency Fund Accounts

	Carrying Amount	Bank Balance
Cash on hand	\$ 9,575	\$ -
Deposits - insured (FDIC)	593,769	593,769
Deposits - uninsured and uncollateralized	12,563,786	13,833,199
Total cash and deposits	13,167,130	14,426,968
Utah Public Treasurer's Investment Fund	19,748,065	19,585,289
Total cash and investments	\$ 32,915,195	\$ 34,012,257

Restricted cash amounting to \$512,804 is included in total cash and investments.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

4. 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 issuers of the investment securities.

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 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 U.S. 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. All investments held by the County at December 31, 2009 comply with the provisions of the Act.

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, Section 51-7, Utah Code Annotated, 1953, as amended. 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.

The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses - net of administration fees, of the PTIF are allocated based upon the participant's average daily balance. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

As of December 31, 2009, the County had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (In Years)			
		Less than 1	1-5	6-10	More than 10
Utah Public Treasurer's Investment Fund	\$ 4,339,226	\$ 4,339,226	\$ -	\$ -	\$ -
Utah Public Treasurer's Investment Fund	15,408,839	15,408,839	-	-	-
Certificates of Deposit	512,777	512,777	-	-	-
Investment Sweeps	13,527,074	13,527,074	-	-	-
Total Investments	\$ 33,787,916	\$ 33,787,916	\$ -	\$ -	\$ -

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 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 two years.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

4. INVESTMENTS (Continued)

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 its exposure to credit risk is to comply with the State's Money Management Act as previously discussed.

As of December 31, 2009, the County had the following investments and quality ratings:

Investment Type	Fair Value	Quality Ratings			
		AA	BBB+	BBB	Unrated
Utah Public Treasurer's Investment Fund	\$ 4,339,226	\$ -	\$ -	\$ -	\$ 4,339,226
Utah Public Treasurer's Investment Fund	15,408,839	-	-	-	15,408,839
Certificates of Deposit	512,777	133,769	210,000	169,008	-
Investment Sweeps	13,527,074	-	13,527,074	-	-
Total Investments	\$ 33,787,916	\$ 133,769	\$ 13,737,074	\$ 169,008	\$ 19,748,065

5. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables at December 31, 2009, were as follows:

	Interfund Receivables	Interfund Payables
General fund	\$ -	\$ 680,000
Payroll fund	-	-
Special revenue fund:		
Human services	-	525,000
Public health	-	-
Road maintenance	-	-
Municipal services	550,000	-
Aging and adult services	-	25,000
Transient room tax	-	-
County Redevelopment Agency	-	50,000
Proprietary funds:		
Enterprise funds:		
Solid waste management	1,050,000	-
Deseret Peak	-	1,050,000
Airport	-	-
Internal service funds:		
Intergovernmental service equipment	739,000	-
Central stores	-	9,000
Total interfund balances	\$ 2,339,000	\$ 2,339,000

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

6. ACCOUNTS RECEIVABLE

Accounts receivable, net of allowance for estimated uncollectible amounts consist of the following at December 31, 2009:

	<u>Proprietary Funds</u>			<u>Fiduciary Funds</u>	<u>Total</u>
	<u>Gen./Special Revenue, and Capital Projects Funds</u>	<u>Solid Waste, Deseret Peak, and Airport Enterprise Funds</u>	<u>Internal Services</u>	<u>Agency - Auditor's Trust and Treasurer's Trust</u>	
Accounts receivable	\$ 2,049,751	\$ 605,573	\$ -	\$ 995	\$ 2,656,319
Less allowance for uncollectible amounts	-	10,028	-	-	10,028
Net accounts receivable	<u>\$ 2,049,751</u>	<u>\$ 595,545</u>	<u>\$ -</u>	<u>\$ 995</u>	<u>\$ 2,646,291</u>

7. PROPERTY TAX

The County assesses, bills, collects, and distributes property taxes for all taxing jurisdictions within its boundaries, including cities, school districts, and special districts, in accordance with State law. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is considered necessary. Property taxes are assessed and become a lien against the property as of January 1 in the year in which due. The property taxes valuation notice is sent in July, but it is not a billing. Property owners are billed in October with a payment due date of November 30th. Tax collections are recorded as funds held in a trust until disbursement.

The portion invested and not turned over to the County funds has been set up as property taxes receivable on the governmental funds balance sheets at December 31, 2009. This amounted to \$2,545,657 at December 31, 2009 for the General Fund.

8. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,570,720	\$ -	\$ -	\$ 7,570,720
Infrastructure	39,870,785	1,601,459	-	41,472,244
Construction in progress	4,519,973	800,757	(5,320,730)	-
Total capital assets, not being depreciated	<u>51,961,478</u>	<u>2,402,216</u>	<u>(5,320,730)</u>	<u>49,042,964</u>
Capital assets, being depreciated:				
Buildings and improvements	23,326,644	773,709	5,320,730	29,421,083
Water rights	-	-	-	-
Furniture, fixtures, and equipment	12,580,817	490,877	(148,460)	12,923,234
Total capital assets, being depreciated	<u>35,907,461</u>	<u>1,264,586</u>	<u>5,172,270</u>	<u>42,344,317</u>
Accumulated depreciation for:				
Buildings and improvements	(8,801,558)	(1,036,239)	-	(9,837,797)
Water rights	-	-	-	-
Furniture, fixtures, and equipment	(10,382,002)	(1,000,313)	148,460	(11,233,855)
Total accumulated depreciation	<u>(19,183,560)</u>	<u>(2,036,552)</u>	<u>148,460</u>	<u>(21,071,652)</u>
Total capital assets, being depreciated, net	<u>16,723,901</u>	<u>(771,966)</u>	<u>5,320,730</u>	<u>21,272,665</u>
Governmental activities capital assets, net	<u>\$ 68,685,379</u>	<u>\$ 1,630,250</u>	<u>\$ -</u>	<u>\$ 70,315,629</u>

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

8. CAPITAL ASSETS (Continued)

	Beginning Balance	Additions	Deletions & Transfers	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,759,620	\$ -	\$ -	\$ 1,759,620
Construction in progress	3,969,134	2,974,606	(6,294,702)	649,038
Total capital assets, not being depreciated	<u>5,728,754</u>	<u>2,974,606</u>	<u>(6,294,702)</u>	<u>2,408,658</u>
Capital assets, being depreciated:				
Buildings and improvements	29,427,122	5,149,246	-	34,576,368
Furniture, fixtures, and equipment	3,747,231	1,275,727	50,812	5,073,770
Total capital assets, being depreciated	<u>33,174,353</u>	<u>6,424,973</u>	<u>50,812</u>	<u>39,650,138</u>
Accumulated depreciation for:				
Buildings and improvements	(10,356,319)	(1,300,118)	-	(11,656,437)
Furniture, fixtures, and equipment	(3,108,472)	(187,339)	(50,812)	(3,346,623)
Total accumulated depreciation	<u>(13,464,791)</u>	<u>(1,487,457)</u>	<u>(50,812)</u>	<u>(15,003,060)</u>
Total capital assets being depreciated, net	<u>19,709,562</u>	<u>4,937,516</u>	<u>-</u>	<u>24,647,078</u>
Business-type activities capital assets, net	<u>\$ 25,438,316</u>	<u>\$ 7,912,122</u>	<u>\$ (6,294,702)</u>	<u>\$ 27,055,736</u>

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

Governmental activities:		
General government		\$ 710,158
Tourism and promotion		35,067
Public safety		550,518
Public health		421,494
Highways and public improvements		232,037
Parks and recreation		40,440
Conservation and economic development		12,843
Other administrative		33,996
Total depreciation expense - governmental activities		<u>\$ 2,036,552</u>
Business-type activities:		
Solid waste		\$ 92,674
Deseret Peak		975,964
Airport		418,819
Total depreciation expense - business-type activities		<u>\$ 1,487,457</u>

9. LONG-TERM DEBT

The following is a summary of transactions affecting long-term liabilities for the year ended December 31, 2009:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -
Lease revenue bonds	473,000	-	(154,000)	319,000	158,000
Sales tax revenue bonds	2,345,000	-	(110,000)	2,235,000	115,000
Total governmental long-term liabilities	<u>2,818,000</u>	<u>-</u>	<u>(264,000)</u>	<u>2,554,000</u>	<u>273,000</u>
Business-type activities:					
Enterprise fund lease revenue bonds	775,000	-	(60,000)	715,000	60,000
Enterprise fund lease revenue bonds	442,287	-	(7,078)	435,209	7,422
Enterprise fund lease revenue bonds	176,177	-	(16,264)	159,913	18,836
Enterprise fund sales tax revenue bonds	513,000	-	(39,000)	474,000	39,000
Enterprise fund sales tax revenue bonds	754,000	-	(50,000)	704,000	52,000
Enterprise fund sales tax revenue bonds	2,275,000	-	(140,000)	2,135,000	114,000
Total business-type long-term liabilities	<u>4,935,464</u>	<u>-</u>	<u>(312,342)</u>	<u>4,623,122</u>	<u>291,258</u>
Total long-term debt	<u>\$ 7,753,464</u>	<u>\$ -</u>	<u>\$ (576,342)</u>	<u>\$ 7,177,122</u>	<u>\$ 564,258</u>

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

9. LONG-TERM DEBT (Continued)

Sales tax revenue issues at December 31, 2009 consist of the following:

Series	Purpose	Original Amount	Interest Rate Range	Final Maturity Date	Current Outstanding Balance
2005	Finance the costs of construction of the county court house	\$ 2,645,000	3.25% - 5.00%	2024	\$ 2,235,000
2003A	Finance costs associated with the expansion of the water lines at Deseret Peak	700,000	1.70%	2020	474,000
2003 B	Finance costs associated with the expansion of the water lines at Deseret Peak	978,000	2.35% - 4.50%	2020	704,000
2008	Finance the construction and equipping of the convention facilities at Deseret Peak	2,275,000	4.29%	2023	<u>2,135,000</u>
					<u>\$ 5,548,000</u>
	Governmental activities				\$ 2,235,000
	Business type activities				<u>3,313,000</u>
					<u>\$ 5,548,000</u>

Lease revenue issues at December 31, 2009 consist of the following:

Series	Purpose	Original Amount	Interest Rate Range	Final Maturity Date	Current Outstanding Balance
1989	Finance the renovation of the county jail	\$ 2,500,000	3.00%	2011	\$ 319,000
1998 A	Finance the construction of the Airport	1,200,000	6.00%	2018	715,000
1998 B	Finance the construction of the Airport	500,000	4.75%	2038	435,209
1998 C	Finance the construction of the Airport	331,800	4.75%	2018	<u>159,913</u>
					<u>\$ 1,629,122</u>
	Governmental activities				\$ 319,000
	Business type activities				<u>1,310,122</u>
					<u>\$ 1,629,122</u>

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

9. LONG-TERM DEBT (Continued)

Debt service requirements of bonds at December 31, 2009 are as follows:

Years ending December 31	Governmental Activities - Bonds			
	Sales tax revenue		Lease revenue	
	Principal	Interest	Principal	Interest
2010	\$ 115,000	\$ 91,259	\$ 158,000	\$ 9,570
2011	115,000	87,449	161,000	4,830
2012	120,000	83,408	-	-
2013	125,000	79,043	-	-
2014	130,000	74,259	-	-
2015 - 2019	725,000	290,120	-	-
2020 - 2024	905,000	116,800	-	-
2025 - 2028	-	-	-	-
Total	\$ 2,235,000	\$ 822,338	\$ 319,000	\$ 14,400

Years ending December 31	Business-type activities - bonds			
	Sales tax revenue		Lease revenue	
	Principal	Interest	Principal	Interest
2010	\$ 206,000	\$ 124,079	\$ 85,995	\$ 70,402
2011	213,000	116,161	92,527	65,532
2012	222,000	107,854	98,860	60,301
2013	231,000	99,127	105,253	54,706
2014	238,000	90,242	111,718	48,742
2015 - 2019	1,336,000	308,467	473,036	147,122
2020 - 2024	867,000	67,705	65,722	420,224
2025 - 2029	-	-	83,317	576,706
2030 - 2034	-	-	105,623	610,884
2035 - 2039	-	-	88,015	618,398
Total	3,313,000	913,635	1,310,066	2,673,017

10. PENSION PLANS

Tooele County - Local Governmental - Cost Sharing Defined Benefit Pension Plans

Plan Description: Tooele County contributes to the Local Governmental Contributory Retirement System and the Local Governmental Noncontributory Retirement System, the Public Safety Retirement System for employers with/without Social Security coverage, and the Firefighters Retirement System for employers with/without Social Security coverage, all of which are cost-sharing multiple employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). The Systems provide refunds, retirement benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 (Chapter 49) as amended, which also establishes the Utah State Retirement Office (Office) for the administration of the Utah Retirement Systems and Plans. Chapter 49 places the Systems, the Office and related plans and programs under the direction of the Utah State Retirement Board (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 Systems and Plans. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, Utah 84102, or by calling 1-800-365-8772.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

10. PENSION PLANS (Continued)

Tooele County - Local Governmental - Cost Sharing Defined Benefit Pension Plans (Continued)

Funding policy: Plan members in the Local Governmental Contributory Retirement System are required to contribute 6.00% of their annual covered salary (all or part may be paid by the employer for the employee), and Tooele County is required to contribute 7.61% for the six months January 2009 - June 2009 and 7.65% for the six months July 2009 - December 2009 of their annual covered salary. In the Local Governmental Noncontributory Retirement System, Tooele County is required to contribute 11.62% for the six months January 2009 - June 2009 and 11.66% for the six months July 2009 - December 2009 of their annual covered salary. In the Public Safety Retirement System, Tooele County is required to contribute 22.61% for the six months January 2009 - June 2009 and 23.34% for the six months July 2009 - December 2009 of their annual covered salary for members in the noncontributory division. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

Tooele County contributions to the Local Governmental Contributory Retirement System for the years ending December 31, 2009, 2008, and 2007 were \$13,363, \$12,721, and \$11,337, respectively. Noncontributory Retirement System contributions for the years ending December 31, 2009, 2008, and 2007 were \$1,239,034, \$1,158,547, and \$1,002,261, respectively. For the Public Safety Retirement System, the contributions for the years ending December 31, 2009, 2008, and 2007 were \$608,389, \$575,290, and \$508,210, respectively. The contributions were equal to the required contributions for each year.

Tooele County participates in a Section 457 Deferred Compensation Plan and a 401(k) Deferred Compensation Plan. The accumulated amount of the employees deferred compensation contributed for the years ending December 31, 2009, 2008, and 2007 were \$143,111 and \$417,315, \$126,123 and \$454,283, and \$105,407 and \$444,918, respectively. The assets of the Section 457 Deferred Compensation Plan are trust funds held in trust for the exclusive benefit of the participants or their beneficiaries rather than the assets of the employer.

11. OTHER POSTEMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 10, The County provides postemployment health care and life insurance benefits, through a single employer defined benefit plan, to all employees who retire from the County and qualify to retire from the Systems. The benefits, benefit levels, employee contributions, and employer contributions are governed by County policy, and can be amended at any time. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to count for the plan. The plan does not issue a separate report.

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

The County's annual other postemployment benefit (OPEB) costs (expense) is calculated based on the employer's annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is project to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. For the year December 31, 2009, the County's annual OPEB cost (expense) is \$1,080,465. The following table shows the components of the County's net annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation.

Annual required contribution	\$ 1,080,257
Interest on net OPEB obligation	32,140
Adjustment to annual required contribution	<u>(31,932)</u>
Annual OPEB cost (expense)	1,080,465
Contributions made	<u>(234,581)</u>
Increase in net OPEB obligation	845,884
Net OPEB obligation beginning of year	<u>803,502</u>
Net OPEB obligation end of year	<u><u>\$ 1,649,386</u></u>

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

11. OTHER POSTEMPLOYMENT BENEFITS (continued)

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

Actuarial accrued liability (AAL)	\$	9,057,199
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)	\$	9,057,199
Funded ration (actuarial value of plan assets/AAL)		0%
Covered Payroll (active plan members)	\$	13,185,314
UAAL as percentage of covered payroll		68.7%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of an occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of fund progress, shown as required supplementary information following the notes to the financial statements, present the results of OPEB valuations as of December 31, 2009 and looking forward, the schedule will eventually provide multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2008 actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4% unfunded discount rate and an annual healthcare costs trend rate of 8% initially, reduced by decrements to an intimate rate of 5.0% after eleven years. Both rates included a 4.5% inflation assumption. The actuarial value of assets was not determined as the County has not advance funded its obligations. The UAAL is being amortized as a level percentage of payroll over an open thirty year period.

12. INTERFUND TRANSFERS

The following table provides a reconciliation of all interfund transfers for the year ended December 31, 2009:

	Transfers out					
	General Fund	Human Services	Capital Projects	Nonmajor Governmental Funds	Enterprise Funds	Transfers In
Transfers in:						
General Fund	\$ -	\$ -	\$ -	\$ 100,000		100,000
Road Maintenance	1,290,000	-	-	-	-	1,290,000
Internal Service Fund	25,500					25,500
Nonmajor Funds:						
Capital Projects	2,717,513	-	-	-	-	2,717,513
Human service	470,000	-	-	-	-	470,000
Aging & adult services	900,000	-	-	-	-	900,000
Debt service	375,570	-	-	-	-	375,570
Total nonmajor funds	4,463,083	-	-	-	-	4,463,083
Enterprise funds:						
Deseret Peak	900,000	-	-	-	-	900,000
Total enterprise funds	900,000	-	-	-	-	900,000
Total Transfers out	\$ 6,678,583	\$ -	\$ -	\$ 100,000	\$ -	\$ 6,778,583

Transfers from the General Fund to the Road maintenance and internal service fund funds relate primarily to servicing the roads and funding the internal services fund. Transfers from the General Fund to nonmajor governmental funds relate primarily to debt service and capital projects and funds administration expenditures of the Human service and Aging and Adult service funds. The transfers from the General Fund to Enterprise Funds is primarily a subsidy to the Deseret Peak.

TOOELE COUNTY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2009

13. COMMITMENTS AND CONTINGENCIES

Litigation

There are several cases against the County that are currently being handled by their insurance carrier, and should not have a material affect upon Tooele County's financial statements.

14. RESERVATION AND DESIGNATION OF FUND BALANCES

The County has classified as reserved fund balance amounts applicable to Debt Service and capital projects in relation to their specific purposes or designations for use. Such items are not available as net current assets for other general purposes.

15. RECLASSIFICATIONS AND RESTATEMENTS

Certain amounts present in the current year's financial statements have been reclassified from what was presented in prior years' financial statements. Also, certain beginning net assets / fund balances have been restated to reflect the effects of recording omitted accounts and activities and changing the categories of certain funds or activities as follows:

	Government Wide Financial Statements		Governmental Funds		Proprietary Funds
	Governmental Activities	General	Other Major Funds	Non Major Funds	Major Funds
Net assets / fund balances as originally stated - January 1, 2009	71,160,426	3,227,321	628,425	2,079,785	24,069,485
Reclassification of major and non-major funds			(99,143)	99,143	
Reclassification of agency funds	1,293,875	1,156,891		136,984	
Correct assets and liabilities	(462,246)	(462,246)			(13,625)
Net restatement	831,629	694,645	(99,143)	236,127	(13,625)
Net assets / fund balances as restated - January 1, 2009	<u>\$ 71,992,055</u>	<u>\$ 3,921,966</u>	<u>\$ 529,282</u>	<u>\$ 2,315,912</u>	<u>\$ 24,055,860</u>

16. LANDFILL CLOSURE COSTS

Tooele County owns and maintains a landfill site located in the Tooele, Utah area. State and federal laws and regulations require the County to place a final cover on its 4-A landfill site when it stops accepting construction waste and perform certain maintenance and monitoring facton at the site for thirty years after closure. Although closure and post closure care costs will be paid only near or after the date the landfill stops accepting waste, the County reported a liability at December 31, 2009 of \$138,588, which represents the cumulative amount reported to date based on the use of 8 percent of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and post closure care of the \$282,580 as the remaining estimated capacity is filled. The amounts are based on what it would cost to perform all post closure care in 2041. The County expects to close the landfill in 2041. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. At December 31, 2009 The County has \$138,588 of investments which are held for these purposes. These are reported as restricted assets on the Land fill propriety fund statement of net assets.

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

TOOELE COUNTY
Postemployment Benefit Plan
Schedule of Funding Progress
For the Year Ended December 31, 2009

As allowed by GASB Statement 34, Tooele County has adopted the modified approach for reporting, where infrastructure assets are not depreciated, and maintenance and preservation costs are expensed. The County capitalizes costs related to new construction or major replacements under the modified approach.

Tooele County's entire Asphalt Pavement road network is 276.4 centerline miles of road, or approximately 3.7 million square yards. The purpose of this report is to document how Tooele County has met all the requirements of the modified approach including:

1. Keeping a current inventory of assets,
2. Doing a condition assessment at least once every three years based on an industry standard or measurement scale, and
3. Estimating the annual amount required to maintain and preserve the asset at or above an established level of service.

Tooele County has a program in place to track and manage the Asphalt Pavement road network. This information is updated on a regular basis. The inventory information maintained by the County includes road names, to and from roads, length, width, functional class, and importance.

The road department performs a condition assessment of the entire road network every 3 years. Asphalt pavement distresses are identified and the condition of the road is recorded. The pavement distress identification process is based on the Distress Identification Manual for Long-Term Pavement Performance Projects (SHRP Distress Manual) published by the Strategic Highway Research Program (SHRP), which is the research arm of the Federal Highway Administration.

According to the SHRP Distress Manual, "The Distress Identification Manual for Long-Term Pavement Performance Projects was developed to provide a consistent, uniform basis for collecting distress data for the Long-Term Pavement Performance (LTPP) Program." The manual defines each type of pavement distress including specific distress severity levels. Using this information, Tooele County can determine the condition of each road and give each road a Remaining Service Life (RSL) value.

The years of service that exist in a road without accounting for potential treatments is referred to as remaining service life (RSL). Remaining service life is the value that can be used to express how many years this road will last if there are no treatments applied.

TOOELE COUNTY
Postemployment Benefit Plan
Schedule of Funding Progress
For the Year Ended December 31, 2009

Using the condition information, the County categorizes its roads into Excellent, Good, Fair, and Poor condition. Excellent roads have low severity distresses, require little or no maintenance, and have an RSL of 17-20. Good roads have medium severity distresses, can be preserved for an extended period of time with a surface treatment, and have an RSL of 9-16. Fair roads require rehabilitation such as thick overlay and have an RSL of 5-8. Poor roads require reconstruction and have an RSL of 0-4. The distribution of Tooele County's paved roads is listed below.

<u>Category</u>	<u>RSL</u>	<u>Description</u>
Excellent	17 to 20	New or nearly new pavement which provides a very smooth ride and is mainly free of distress and requires no maintenance
Good	9 to 16	Pavement that provides an adequate ride, and exhibits few, if any visible signs of distress. Minor maintenance may be needed.
Fair	5 to 8	Surface defects such as cracking, rutting, and raveling affect the ride of the user. Major maintenance is likely needed.
Poor	0 to 4	Roadways have deteriorated to such extent that they need resurfacing, and the ride is noticeably rough. Structural improvements, and major maintenance are likely needed.

The service level that will be maintained by the County is an average RSL of 8 or above with less than 15% in the Poor condition category.

There are 832 miles of gravel roads and 237 miles of dirt roads in Tooele County. These roads are maintained so that a passenger car can travel these roads under dry conditions.

Established Condition Level

As stated above, It is the County's policy to maintain an average RSL of 8 or above for all roads with less than 15% in the Poor condition category.

Assessed Conditions

The following table reports the average assessment level of all roads pavement, as well as the percentage of roads in the Poor condition category as assessed in 2008 and 2005.

<u>Category</u>	<u>2008</u>	<u>2005</u>
Average assessment	9.3	7.9
Poor	13.2%	27.4%

TOOELE COUNTY
Postemployment Benefit Plan
Schedule of Funding Progress
For the Year Ended December 31, 2009

The following table represents the County's estimated amounts need to maintain and preserve its road network at or above the established condition levels, as well as the actual amounts expended on road maintenance and preservation, for each of the past five reporting periods (in thousands).

<u>YEAR</u>	<u>Estimated Expenditures</u>	<u>Actual Expenditures</u>
2009	\$ 4,257	\$ 4,107
2008	\$ 3,264	\$ 3,232
2007	\$ 3,892	\$ 3,578
2006	\$ 3,542	\$ 2,768
2005	\$ 2,619	\$ 2,350

TOOELE COUNTY
Postemployment Benefit Plan -Schedule of Funding Progress
For the year ended December 31, 2009

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UALL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2008	\$ -	\$ 8,255,860	\$ 8,255,860	0%	\$ 12,801,276	64.5%
12/31/2009	\$ -	\$ 9,057,199	\$ 9,057,199	0%	\$ 13,185,314	68.7%

SUPPLEMENTARY INFORMATION

TOOELE COUNTY
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2009

Special Revenue Funds

ASSETS

Assets:

	<u>Human Services</u>	<u>Municipal Services</u>	<u>Aging and Adult Services</u>	<u>Transient Room Tax</u>	<u>Transportation Fund</u>	<u>County Redevelopment Agency</u>	<u>911 Emergency Fund</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Cash and investments	\$ 359	\$ 5,707	\$ 2,647	\$ 1,134,304	\$ 139,062	\$ 16,613	\$ 309,737	\$ 300,021	\$ 213,655	\$ 2,122,105
Accounts receivable	374,071	-	-	-	-	-	-	-	225,000	599,071
Taxes receivable	-	-	-	-	-	562,473	-	-	-	562,473
Due from other governmental units	1,000	315	86,945	-	-	-	-	-	-	88,260
Due from other funds	-	550,000	-	-	-	-	-	-	-	550,000
Inventory	-	-	143	-	-	-	-	-	-	143
Prepaid expenses	206,835	53	756	-	-	-	-	-	-	207,644
Total assets	\$ 582,265	\$ 556,075	\$ 90,491	\$ 1,134,304	\$ 139,062	\$ 579,086	\$ 309,737	\$ 300,021	\$ 438,655	\$ 4,129,696

LIABILITIES AND FUND EQUITY

Liabilities:

Accounts payable	\$ 161,273	\$ 68,622	\$ 65,515	\$ 54,160	\$ -	\$ -	\$ -	\$ -	\$ 429,226	\$ 778,796
Accrued expenditures	4,335	63,489	-	-	-	-	-	-	-	67,824
Due to other funds	525,000	-	25,000	-	-	50,000	-	-	-	600,000
Deferred revenue	-	-	-	-	-	562,473	-	-	-	562,473
Total liabilities	690,608	132,111	90,515	54,160	-	612,473	-	-	429,226	2,009,093

Fund equity:

Fund balances:

Reserved:

Environmental service	-	-	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	9,429	9,429
Debt service	-	-	-	-	-	-	-	300,021	-	300,021
Prepaid and inventory	206,835	53	899	-	-	-	-	-	-	207,787
Unreserved	(315,178)	423,911	(923)	1,080,144	139,062	(33,387)	309,737	-	-	1,603,366
Total fund equity	(108,343)	423,964	(24)	1,080,144	139,062	(33,387)	309,737	300,021	9,429	2,120,603

Total liabilities and fund equity	\$ 582,265	\$ 556,075	\$ 90,491	\$ 1,134,304	\$ 139,062	\$ 579,086	\$ 309,737	\$ 300,021	\$ 438,655	\$ 4,129,696
------------------------------------------	-------------------	-------------------	------------------	---------------------	-------------------	-------------------	-------------------	-------------------	-------------------	---------------------

TOOELE COUNTY
Combining Statement of Revenues, Expenditures, and Change in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2009

	Special Revenue Funds									
	Human Services	Municipal Services	Aging and Adult Services	Transient Room Tax	Transpor- tation Fund	County Redevelopment Agency	911 Emergency Fund	Debt Service	Capital Projects	Total
Revenues:										
Taxes										
General property taxes	\$ -	\$ 1,200,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,200,000
Sales taxes	-	1,557,444	-	381,764	-	-	-	-	-	1,939,208
Transient room tax	-	-	-	246,498	-	-	-	-	-	246,498
Franchise tax	-	-	-	-	-	-	-	-	-	-
Total taxes	-	2,757,444	-	628,262	-	-	-	-	-	3,385,706
Licenses and permits	-	521,765	-	-	-	-	-	-	-	521,765
Intergovernmental revenues	2,083,632	-	463,201	-	-	-	777,404	-	302,465	3,626,702
Charges for services	-	6,004	312,185	-	-	-	-	-	-	318,189
Interest on investments	789	5,132	-	4,732	-	-	-	26	-	10,679
Other	2,379	-	16,892	-	139,062	-	7,417	-	-	165,750
Total revenues	2,086,800	3,290,345	792,278	632,994	139,062	-	784,821	26	302,465	8,028,791
Expenditures:										
General government	-	3,726,488	-	-	-	38,904	512,065	-	-	4,277,457
Tourism & promotion	-	-	-	643,168	-	-	-	-	-	643,168
Public health & human services	2,546,769	-	1,730,832	-	-	-	-	-	-	4,277,601
Capital projects	-	-	-	-	-	-	-	-	3,013,215	3,013,215
Debt service:										
Principal retirement	-	-	-	-	-	-	-	264,000	-	264,000
Interest and fiscal charges	-	-	-	-	-	-	-	111,742	-	111,742
Total expenditures	2,546,769	3,726,488	1,730,832	643,168	-	38,904	512,065	375,742	3,013,215	12,587,183
Excess (deficiency) of revenues over expenditures	(459,969)	(436,143)	(938,554)	(10,174)	139,062	(38,904)	272,756	(375,716)	(2,710,750)	(4,558,392)
Other financing resources:										
Operating transfers in	470,000	-	900,000	-	-	-	-	375,570	2,717,513	4,463,083
Operating transfers (out)	-	-	-	-	-	-	(100,000)	-	-	(100,000)
Total other financing sources (uses)	470,000	-	900,000	-	-	-	(100,000)	375,570	2,717,513	4,363,083
Excess (deficiency) of revenue and other sources over expenditures and other uses	10,031	(436,143)	(38,554)	(10,174)	139,062	(38,904)	172,756	(146)	6,763	(195,309)
Fund balances (deficit) - beginning, as restated	(118,374)	860,107	38,530	1,090,318	-	5,517	136,981	300,167	2,666	2,315,912
Fund balances (deficit) - ending	\$ (108,343)	\$ 423,964	\$ (24)	\$ 1,080,144	\$ 139,062	\$ (33,387)	\$ 309,737	\$ 300,021	\$ 9,429	\$ 2,120,603

TOOELE COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Special Revenue Funds (Continued)
For the Year Ended December 31, 2009

	Human Services			Municipal Services			Aging and Adult Services		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:									
Taxes									
General property taxes	\$ -	\$ -	\$ -	\$ 1,200,000	\$ 1,200,000	\$ -	\$ -	\$ -	\$ -
Sales Taxes	-	-	-	1,560,000	1,557,444	(2,556)	-	-	-
Transient room tax	-	-	-	-	-	-	-	-	-
Franchise tax	-	-	-	-	-	-	-	-	-
Total taxes	-	-	-	2,760,000	2,757,444	(2,556)	-	-	-
Licenses and permits	-	-	-	901,000	521,765	(379,235)	-	-	-
Intergovernmental revenues	1,861,042	2,083,632	222,590	487,691	-	(487,691)	486,920	463,201	(23,719)
Charges for services	-	-	-	7,500	6,004	(1,496)	322,900	312,185	(10,715)
Interest on investments	9,000	789	(8,211)	35,000	5,132	(29,868)	-	-	-
Other	500	2,379	1,879	-	-	-	22,000	16,892	(5,108)
Total revenues	1,870,542	2,086,800	216,258	4,191,191	3,290,345	(900,846)	831,820	792,278	(39,542)
Expenditures:									
General government	-	-	-	3,763,694	3,726,488	37,206	-	-	-
Tourism and promotion	-	-	-	-	-	-	-	-	-
Public health and human services	2,545,827	2,546,769	(942)	-	-	-	2,029,561	1,730,832	298,729
Highways and public improvements	-	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-
Debt Service:									
Principal retirement	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
Total expenditures	2,545,827	2,546,769	(942)	3,763,694	3,726,488	37,206	2,029,561	1,730,832	298,729
Excess (deficiency) of revenues over expenditures	(675,285)	(459,969)	215,316	427,497	(436,143)	(863,640)	(1,197,741)	(938,554)	259,187
Other financing sources:									
Operating transfers in	188,000	470,000	282,000	181,218	-	(181,218)	764,057	900,000	135,943
Operating transfers (out)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	188,000	470,000	282,000	181,218	-	(181,218)	764,057	900,000	135,943
Excess (deficiency) of revenue and other sources over expenditures and other uses	(487,285)	10,031	497,316	608,715	(436,143)	(1,044,858)	(433,684)	(38,554)	395,130
Fund balance (deficit) - beginning of year	(118,374)	(118,374)	-	860,107	860,107	-	38,530	38,530	-
Fund balance (deficit) - end of year	\$ (605,659)	\$ (108,343)	\$ 497,316	\$ 1,468,822	\$ 423,964	\$ (1,044,858)	\$ (395,154)	\$ (24)	\$ 395,130

TOOELE COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Special Revenue Funds (Continued)
For the Year Ended December 31, 2009

	Transient Room Tax			Transportation Fund			County Redevelopment Agency		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:									
Taxes									
General property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Taxes	383,000	381,764	(1,236)	-	-	-	-	-	-
Transient room tax	248,000	246,498	(1,502)	-	-	-	-	-	-
Franchise tax	-	-	-	-	-	-	-	-	-
Total taxes	631,000	628,262	(2,738)	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-
Interest on investments	20,000	4,732	(15,268)	-	-	-	-	-	-
Other	80,000	-	(80,000)	140,000	139,062	(938)	-	-	-
Total Revenues	731,000	632,994	(98,006)	140,000	139,062	(938)	-	-	-
Expenditures:									
General government	-	-	-	-	-	-	25,000	38,904	(13,904)
Tourism and promotion	755,000	643,168	111,832	-	-	-	-	-	-
Public health and human services	-	-	-	-	-	-	-	-	-
Highways and public improvements	-	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-
Debt Service:									
Principal retirement	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
Total expenditures	755,000	643,168	111,832	-	-	-	25,000	38,904	(13,904)
Excess (deficiency) of revenues over expenditures	(24,000)	(10,174)	13,826	140,000	139,062	(938)	(25,000)	(38,904)	(13,904)
Other financing sources:									
Operating transfers in	79,500	-	(79,500)	-	-	-	-	-	-
Operating transfers (out)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	79,500	-	(79,500)	-	-	-	-	-	-
Excess (deficiency) of revenue and other sources over expenditures and other uses	55,500	(10,174)	(65,674)	140,000	139,062	(938)	(25,000)	(38,904)	(13,904)
Fund balance (deficit) - beginning of year	1,090,318	1,090,318	-	-	-	-	5,517	5,517	-
Fund balance (deficit) - end of year	\$ 1,145,818	\$ 1,080,144	\$ (65,674)	\$ 140,000	\$ 139,062	\$ (938)	\$ (19,483)	\$ (33,387)	\$ (13,904)

TOOELE COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Special Revenue Funds (Continued)
For the Year Ended December 31, 2009

	911 Emergency Fund			Debt Service			Capital Projects			Totals		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:												
Taxes												
General property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,200,000	\$ 1,200,000	\$ -
Sales Taxes	-	-	-	-	-	-	-	-	-	1,943,000	1,939,208	(3,792)
Transient room tax	-	-	-	-	-	-	-	-	-	248,000	246,498	(1,502)
Franchise tax	-	-	-	-	-	-	-	-	-	-	-	-
Total taxes	-	-	-	-	-	-	-	-	-	3,391,000	3,385,706	(5,294)
Licenses and permits	-	-	-	-	-	-	-	-	-	901,000	521,765	(379,235)
Intergovernmental revenues	-	777,404	777,404	-	-	-	-	302,465	302,465	2,835,653	3,626,702	791,049
Charges for services	-	-	-	-	-	-	-	-	-	330,400	318,189	(12,211)
Interest on investments	-	-	-	10,000	26	(9,974)	-	-	-	74,000	10,679	(63,321)
Other	-	7,417	7,417	-	-	-	-	-	-	242,500	165,750	(76,750)
Total Revenues	-	784,821	784,821	10,000	26	(9,974)	-	302,465	302,465	7,774,553	8,028,791	254,238
Expenditures:												
General government	-	512,065	(512,065)	-	-	-	-	-	-	3,788,694	4,277,457	37,206
Tourism and promotion	-	-	-	-	-	-	-	-	-	755,000	643,168	111,832
Public health and human services	-	-	-	-	-	-	-	-	-	4,575,388	4,277,601	297,787
Highways and public improvements	-	-	-	-	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	4,009,000	3,013,215	995,785	4,009,000	3,013,215	995,785
Debt Service:												
Principal retirement	-	-	-	259,000	264,000	(5,000)	-	-	-	259,000	264,000	(5,000)
Interest and fiscal charges	-	-	-	116,575	111,742	4,833	-	-	-	116,575	111,742	4,833
Total expenditures	-	512,065	(512,065)	375,575	375,742	(167)	4,009,000	3,013,215	995,785	13,503,657	12,587,183	1,442,443
Excess (deficiency) of revenues over expenditures	-	272,756	272,756	(365,575)	(375,716)	(10,141)	(4,009,000)	(2,710,750)	1,298,250	(5,729,104)	(4,558,392)	1,696,681
Other financing sources:												
Operating transfers in	-	-	-	158,660	375,570	216,910	3,775,000	2,717,513	(1,057,487)	5,146,435	4,463,083	(683,352)
Operating transfers (out)	-	(100,000)	(100,000)	-	-	-	-	-	-	-	(100,000)	(100,000)
Total other financing sources (uses)	-	(100,000)	(100,000)	158,660	375,570	216,910	3,775,000	2,717,513	(1,057,487)	5,146,435	4,363,083	(783,352)
Excess (deficiency) of revenue and other sources over expenditures and other uses	-	172,756	172,756	(206,915)	(146)	206,769	(234,000)	6,763	240,763	(582,669)	(195,309)	387,360
Fund balance (deficit) - beginning of year	136,981	136,981	-	300,167	300,167	-	2,666	2,666	-	2,315,912	2,315,912	-
Fund balance (deficit) - end of year	\$ 136,981	\$ 309,737	\$ 172,756	\$ 93,252	\$ 300,021	\$ 206,769	\$ (231,334)	\$ 9,429	\$ 240,763	\$ 1,733,243	\$ 2,120,603	\$ 387,360

TOOELE COUNTY
Combing Statement Net Assets
Internal Service Fund
December 31, 2009

	Service Equipment	Central Stores	Total
<u>ASSETS</u>			
Assets:			
Current assets:			
Cash and investments	\$ 227,256	\$ 17,102	\$ 244,358
Due from other funds	739,000	-	739,000
Inventories	-	11,158	11,158
Total current assets	966,256	28,260	994,516
Noncurrent assets			
Capital assets			
Machinery and equipment	2,158,909		2,158,909
Accumulated depreciation	(1,563,571)	-	(1,563,571)
Total noncurrent assets	595,338	-	595,338
Total assets	\$ 1,561,594	\$ 28,260	\$ 1,589,854
<u>LIABILITIES</u>			
Liabilities:			
Accounts payable	\$ -	\$ 18,979	\$ 18,979
Due to other funds	-	9,000	9,000
Total liabilities	\$ -	\$ 27,979	\$ 27,979
<u>NET ASSETS</u>			
Net assets:			
Invested in capital assets, net of related debt	\$ 595,338	\$ -	\$ 595,338
Unreserved	966,256	281	966,537
Total net assets	\$ 1,561,594	\$ 281	\$ 1,561,875

TOOELE COUNTY
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Fund
For the Year Ended December 31, 2009

	<u>Service Equipment</u>	<u>Central Stores</u>	<u>Total</u>
Operating revenues:			
Interfund lease payments	\$ 502,658	\$ -	\$ 502,658
Sale of supplies	<u>-</u>	<u>158,864</u>	<u>158,864</u>
Total operating revenues	<u>502,658</u>	<u>158,864</u>	<u>661,522</u>
Operating expenses:			
General and administrative	-	167,874	167,874
Depreciation	<u>502,658</u>	<u>-</u>	<u>502,658</u>
Total operating expenses	<u>502,658</u>	<u>167,874</u>	<u>670,532</u>
Operating income (loss)	<u>-</u>	<u>(9,010)</u>	<u>(9,010)</u>
Non-operating revenues (expenses):			
Interest on investments	3,757	-	3,757
Gain on disposition of assets	<u>7,900</u>	<u>-</u>	<u>7,900</u>
Total non-operating revenues	<u>11,657</u>	<u>-</u>	<u>11,657</u>
Income before contributions	11,657	(9,010)	2,647
Capital contributions	-	-	-
Transfers	<u>-</u>	<u>25,500</u>	<u>25,500</u>
Change in net assets	11,657	16,490	28,147
Net assets (liabilities), beginning of year, restated	<u>1,549,937</u>	<u>(16,209)</u>	<u>1,533,728</u>
Net assets (liabilities), end of year	<u>\$ 1,561,594</u>	<u>\$ 281</u>	<u>\$ 1,561,875</u>

TOOELE COUNTY
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2009

	Intragovernmental		
	<u>Service</u>	<u>Central</u>	
	<u>Equipment</u>	<u>Stores</u>	<u>Total</u>
Cash flows from operating activities:			
Receipts from interfund leases	\$ 502,658	\$ -	\$ 502,658
Receipts from sale of supplies	-	160,564	160,564
Payments for administration	-	(169,293)	(169,293)
Net cash provided (used) by operating activities	<u>502,658</u>	<u>(8,729)</u>	<u>493,929</u>
Cash flows from noncapital financing activities:			
Due (from) to other funds	<u>(730,000)</u>	<u>25,500</u>	<u>(704,500)</u>
Net cash provided (used) by noncapital financing activities	<u>(730,000)</u>	<u>25,500</u>	<u>(704,500)</u>
Cash flows from capital and related financing activities:			
Purchase of capital assets	(138,625)	-	(138,625)
Cash on disposition of assets	<u>7,900</u>	<u>-</u>	<u>7,900</u>
Net cash provided (used) by capital and related financing activities	<u>(130,725)</u>	<u>-</u>	<u>(130,725)</u>
Cash flows from investing activities:			
Interest income on investments	<u>3,757</u>	<u>-</u>	<u>3,757</u>
Net cash provided (used) by investing activities	<u>3,757</u>	<u>-</u>	<u>3,757</u>
Net increase (decrease) in cash and cash equivalents	(354,310)	16,771	(337,539)
Cash and cash equivalents, beginning of year	<u>581,566</u>	<u>331</u>	<u>581,897</u>
Cash and cash equivalents, end of year	<u>\$ 227,256</u>	<u>\$ 17,102</u>	<u>\$ 244,358</u>
Reconciliation of total operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ -	\$ (9,010)	\$ (9,010)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	502,658	-	502,658
(Increase) decrease in operating assets:			
Accounts receivable, net	-	-	-
Prepaid expenses	-	-	-
Inventories	-	1,700	1,700
Due from other funds	-	-	-
Increase (decrease) in operating liabilities:			
Accounts payable	-	(1,419)	(1,419)
Due to other funds	-	-	-
Net cash provided (used) by operating activities	<u>\$ 502,658</u>	<u>\$ (8,729)</u>	<u>\$ 493,929</u>

TOOELE COUNTY
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2009

	<u>Balance at beginning of the year</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at end of the year</u>
CRIMINAL JUSTICE AGENCY FUND				
Assets - cash and investments	\$ 140,893	\$ 230,162	\$ 210,166	\$ 160,889
Liabilities - funds held in trust	\$ 140,893	\$ 230,162	\$ 210,166	\$ 160,889
TREASURER'S TAX COLLECTION AGENCY FUND				
Assets - cash and investments	\$ 32,341,608	\$ 80,227,521	\$ 82,209,296	\$ 30,359,833
Liabilities - funds held in trust	\$ 32,341,608	\$ 80,227,521	\$ 82,209,296	\$ 30,359,833
SPECIAL DEPOSITS AGENCY FUND				
Assets - cash and investments	\$ 1,025,485	\$ 1,619,608	\$ 2,248,330	\$ 396,763
Liabilities - funds held in trust	\$ 1,025,485	\$ 1,619,608	\$ 2,248,330	\$ 396,763
TOTALS - ALL AGENCY FUNDS				
Assets - cash and investments	\$ 33,507,986	\$ 82,077,291	\$ 84,667,792	\$ 30,917,485
Liabilities - funds held in trust	\$ 33,507,986	\$ 82,077,291	\$ 84,667,792	\$ 30,917,485

**TOOELE COUNTY
Balance Sheet
Component Unit
December 31, 2009**

**Tooele County
Recreation
Special Service
District**

ASSETS

Assets:

Cash and investments \$ 209,375

Total assets **\$ 209,375**

LIABILITIES AND FUND EQUITY

Fund equity:

Fund balances:

Reserved 209,375

Unreserved -

Total fund equity **209,375**

Total liabilities and fund equity **\$ 209,375**

TOOELE COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Component Unit
For the Year Ended December 31, 2009

	<u>Tooele County Recreation Special Service District</u>
Revenues:	
Mineral lease payment	\$ 127,052
Intergovernmental revenue	150,000
Interest on investments	-
Total revenues	<u>277,052</u>
Expenditures:	
General government	563
Recreation support	1,500
Capital projects	134,274
Total expenditures	<u>136,337</u>
Excess (deficiency) of revenues over (under) expenditures	<u>140,715</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	140,715
Fund balance, beginning of year	<u>68,660</u>
Fund balance, end of year	<u>\$ 209,375</u>

TOOELE COUNTY
Schedule of Taxable Values, Taxes Charged, and Taxes Collected
For the Year Ended December 31, 2009

Taxing Unit	Year-End Taxable Value											Treasurer's Relief				
	Year-End Real Value (After BOE)	Year-End CA Value (After BOE)	Total Real & CA RDA Value	Adjusted Real & CA Value	Year-End Pers. Prop. Value	Adjusted Pers. Prop. Value	Total Adjusted Value	Current Tax Rate	Prior Tax Rate	Real & CA Charged	Pers. Prop. Charged	Taxes Charged	Unpaid Taxes	Abate-ments	Other	Total
Tooele City	\$ 1,207,609,109	\$ 39,094,656	\$ 128,566,414	\$ 1,118,137,351	\$ 108,331,096	\$ 108,331,096	\$ 1,226,468,447	0.001917	0.001912	\$ 2,389,931	\$ 207,129	\$ 2,597,060	\$ 168,457	\$ 50,683	\$ 253,550	\$ 472,690
Grantsville City	374,257,278	14,994,127	61,569,677	327,681,728	36,745,651	36,745,651	364,427,379	0.002691	0.002691	1,047,476	98,883	1,146,359	17,769	14,610	255,754	288,133
Wendover City	34,435,973	7,060,471	-	41,496,444	4,377,356	4,377,356	45,873,800	0.003884	0.003502	161,172	15,330	176,502	17,769	-	(241)	17,528
Stockton Town	18,405,140	1,321,211	-	19,726,351	169,611	169,611	19,895,962	0.002713	0.002683	53,518	455	53,973	5,984	2,493	453	8,930
Vernon Town	5,172,623	2,049,571	-	7,222,194	87,480	87,480	7,309,674	0.000892	0.000876	6,442	77	6,519	541	146	84	771
Lakepoint Improvement District	59,560,686	5,517,245	-	65,077,931	4,566,938	4,566,938	69,644,869	0.000177	0.000163	11,519	744	12,263	905	66	14	985
Stansbury Park Improvement District	347,990,874	6,951,244	-	354,942,118	3,255,029	3,255,029	358,197,147	0.000095	0.000095	33,720	309	34,029	1,280	493	134	1,907
Ophir Town	8,022,076	23,068	-	8,045,144	3,100	3,100	8,048,244	0.000049	0.000172	394	1	395	23	6	(34)	(5)
Rush Valley Town	12,514,886	4,168,290	-	16,683,176	60,917	60,917	16,744,093	0.001049	0.001078	17,501	66	17,566	745	327	273	1,345
Tooele County	2,569,721,379	339,908,375	331,887,349	2,577,742,405	390,296,588	390,296,588	2,968,038,993	0.000672	0.000668	1,732,243	260,718	1,992,961	223,100	27,963	(28,778)	222,285
Tooele County School District - Basic	2,569,721,379	339,908,375	331,887,349	2,577,742,405	390,296,588	390,296,588	2,968,038,993	0.001433	0.001250	4,169,499	487,871	4,657,370	407,653	59,629	(61,376)	405,906
Tooele Valley Mosquito Abatement District	1,151,606,710	153,827,180	203,320,935	1,102,112,955	219,996,437	219,996,437	1,322,109,392	0.000396	0.000216	516,952	47,519	564,471	47,964	5,748	(20,745)	32,967
Stansbury Greenbelt Service Area	331,842,250	3,988,552	-	335,830,802	3,255,029	3,255,029	339,085,831	0.000991	0.001000	332,808	3,255	336,063	9,911	4,963	2,207	17,081
Stansbury Recreation Service Area	333,802,040	3,988,552	-	337,790,592	3,255,029	3,255,029	341,045,621	0.000991	0.001000	334,750	3,255	338,006	9,911	4,963	4,149	19,023
No. Tooele County Fire Service District	840,141,218	142,835,285	141,175,125	841,225,245	234,924,583	234,924,583	1,076,149,828	0.000698	0.000654	686,118	153,641	839,759	97,006	5,467	(26,852)	75,621
Rush Valley Water Conservancy District	96,349,485	27,441,435	-	123,790,920	754,578	754,578	124,545,498	0.000056	0.000059	6,932	45	6,977	1,421	103	(170)	1,354
Lakepoint Cemetery and Park Service Area	51,656,158	5,517,245	-	57,173,403	4,565,119	4,565,119	61,738,522	0.000411	0.000387	23,498	1,767	25,265	894	154	30	1,078
No. Tooele City Special Service District	94,207,095	1,595,810	-	95,802,905	1,241,606	1,241,606	97,044,511	0.000259	0.000261	24,813	324	25,137	1,650	497	(21)	2,126
Tooele County School District - Local	2,569,721,379	339,908,375	331,887,349	2,577,742,405	390,296,588	390,296,588	2,968,038,993	0.007212	0.007161	20,984,250	401,342	21,385,592	2,391,192	300,099	(597,468)	2,093,823
Tooele County - Statewide A & C	2,569,721,379	339,908,375	331,887,349	2,577,742,405	390,296,588	390,296,588	2,968,038,993	0.000142	0.000121	413,167	47,226	460,393	38,018	5,909	(63,710)	(19,783)
Tooele County - Local A & C	2,569,721,379	339,908,375	331,887,349	2,577,742,405	390,296,588	390,296,588	2,968,038,993	0.000319	0.000317	928,172	123,724	1,051,896	105,866	13,274	(26,429)	92,711
Totals	\$ 17,816,180,496	\$ 2,119,915,817	\$ 2,194,645,029	\$ 17,741,451,284	\$ 2,577,072,499	\$ 2,577,072,499	\$ 20,318,523,783			\$ 33,874,875	\$ 1,853,679	\$ 35,728,554	\$ 3,548,059	\$ 497,593	\$ (309,176)	\$ 3,736,476

TOOELE COUNTY
Schedule of Taxable Values, Taxes Charged, and Taxes Collected
For the Year Ended December 31, 2009

<u>Taxing Unit</u>	<u>Other Collections</u>							
	<u>Taxes Collected</u>	<u>Collection Rate</u>	<u>Fee in Lieu</u>	<u>Misc. Collection</u>	<u>Delinquencies</u>		<u>Total Other Collections</u>	<u>Total Collections</u>
					<u>Tax</u>	<u>Interest/ Penalty</u>		
Tooele City	\$ 2,124,370	81.80%	\$ 330,377	\$ 9,536	\$ 102,433	\$ 6,207	\$ 448,553	\$ 2,572,923
Grantsville City	858,226	74.87%	139,512	4,849	65,941	3,440	213,742	1,071,968
Wendover City	158,974	90.07%	16,429	532	11,793	791	29,545	188,519
Stockton Town	45,043	83.45%	17,532	151	7,059	594	25,336	70,379
Vernon Town	5,748	88.17%	1,790	104	716	72	2,682	8,430
Lakepoint Improvement District	11,278	91.97%	1,506	57	803	23	2,389	13,667
Stansbury Park Improvement District	32,122	94.40%	4,165	4	974	36	5,179	37,301
Ophir Town	400	101.27%	10	-	3	-	13	413
Rush Valley Town	16,221	92.34%	3,905	104	410	37	4,456	20,677
Tooele County	1,770,676	88.85%	-	-	-	-	-	1,770,676
Tooele County School District - Basic	4,251,464	91.28%	463,286	(1,073)	161,248	10,184	633,645	4,885,109
Tooele Valley Mosquito Abatement District	531,504	94.16%	52,557	3,258	14,341	740	70,896	602,400
Stansbury Greenbelt Service Area	318,982	94.92%	43,443	1,581	9,513	343	54,880	373,862
Stansbury Recreation Service Area	318,983	94.37%	43,443	1,542	9,597	356	54,938	373,921
No. Tooele County Fire Service District	764,138	90.99%	51,830	6,815	19,014	539	78,198	842,336
Rush Valley Water Conservancy District	5,623	80.59%	721	(57)	516	35	1,215	6,838
Lakepoint Cemetery and Park Service Area	24,187	95.73%	3,498	126	1,344	43	5,011	29,198
No. Tooele City Special Service District	23,011	91.54%	820	81	1,055	30	1,986	24,997
Tooele County School District - Local	19,291,769	90.21%	2,331,626	(2,411)	868,694	49,954	3,247,863	22,539,632
Tooele County - Statewide A & C	480,176	104.30%	45,908	184	15,521	975	62,588	542,764
Tooele County - Local A & C	959,185	91.19%	103,132	(169)	37,787	2,114	142,864	1,102,049
Totals	\$ 31,992,078		\$ 3,655,490	\$ 25,214	\$ 1,328,762	\$ 76,513	\$ 5,085,979	\$ 37,078,057